**Unemployment revisited**

Define unemployment

How is unemployment measured?

Why is the demand for labour a derived demand?

Use a diagram to illustrate cyclical unemployment (what is this type of unemployment also known as?)

Explain the other types of unemployment (classical or real wage (include a labour market diagram), structural, frictional, seasonal)

What impact does trade union power and minimum wage have on unemployment?

What is meant by the term ‘ the replacement ratio’. What effect does a high replacement ratio have?

What is the unemployment trap? What is the link between a high replacement ratio and the unemployment trap?

What is the search theory of unemployment?

What is meant by the terms voluntary and involuntary unemployment?

What do you understand by the term full employment? Use a labour market diagram to illustrate this.

What do you understand by the term the Natural Rate of Unemployment?

What are the costs and consequences of unemployment?