**JHU ECON 602**

**MACROECONOMIC THEORY AND POLICY**

**(Spring 2022)**

**Small Group Assignment (2 people per group)**

**October 4, 2022**

1. Using the data provided, show a scatter plot of the change in unemployment vs. the growth rate of GDP for Japan and Spain. For which country does the relationship appear stronger?
2. Estimate the Okun’s Law for both countries. For which country is the relationship stronger?
3. What factors might account for the differences in the Okun coefficient between the two countries?