

Economic Effects of High Oil Prices

Table 11. Summary of U.S. oil price-GDP elasticities

<i>Price effect</i>	<i>Year 1</i>	<i>Year 2</i>
<i>Higher oil price</i>		
<i>Real GDP</i>	-0.011	-0.021
<i>GDP price deflator</i>	0.007	0.017
<i>Unemployment rate</i>	0.004	0.007
<i>Oil price shock</i>		
<i>Real GDP</i>	-0.024	-0.050
<i>GDP price deflator</i>	0.019	0.034
<i>Unemployment rate</i>	0.009	0.020