### Concept

Purchasing Power Parity (Economic Statistics)

### Definition

Purchasing power parities (PPPs) are the rates of currency conversion that equalize the purchasing power of different currencies by eliminating the differences in price levels between countries. In their simplest form, PPPs are simply price relatives of the prices in national currencies of the same good or service in different countries.

### Context

- Source: UNECE

### Hyperlink

- Related terms: Purchasing Power Parity (National Accounts)
- Statistical domain: 2.1 Macroeconomic statistics
- Link to data: [Macroeconomic Overview, in Internationally Comparable Prices, by Indicator, Country and Year](#)