

Inflation

Quotations "Inflation is taxation without legislation."

- Milton Friedman

"Government is the only institution that can take a valuable commodity like paper, and make it worthless by applying ink."

- Ludwig Van Moses

Questions

- What is inflation? How is it measured?
- What is the rate of inflation in your country? Should it be different?
- What happens to a country when inflation goes out of control?
- How can governments control inflation?
- What can people do when they experience hyper inflation?
- How can inflation affect pensions, wages, savings and investments?
- Do you follow what central banks do in your country?
- How can inflation influence you in your everyday life?
- If you were creating a new measure of inflation how would you do it?
- What creates inflation?
- What is deflation?
- What is stagflation?
- Is employment and foreign investment related to inflation?
- Is population growth related to inflation?
- Can an economy be designed so that inflation doesn't exist?

Presentation You work for the treasury. You have have been asked to create a presentation on the history of inflation in your country and its consequences to college students. Try to explain the major events in the last 50 years and how did people cope?