Ly Phillips Choive:

Triflation of Interpret - stable relationship unemployment - only in the short - short - sum.

He phillips. short - jun.

Triflation - I unemployment - jun.

I inflation - I "

I inflation - I "

Stagflation: - Condition of slow economic growth, rapid inflation I high unemployment. - inflation & decline in GDP. -) I in prices & stagnation in economic faith U. S. -) 19701 in Tuflation rate (%) b Phillips home (10) 7% of Unemployment rate (1) soliati las 15,000 A -> Aggregate demand is low => 1 unemployment. is high unemployment, of gty 1001 _ Tinflation Bo Price level 1@ B than @A due to inflation. Supply in short-sun Higher AD Price moved to an 106 eq. poice where High AD price-level & 102 Low AD off are high Satye 15000 @ B. at 106 7102 unengologment linenylog went 16,000 > (2000. nate

govt. sponding menylogmant. Cexpands unemployment. Cexpands I in taxation -I in money supply

I in Govt. Spending

I in taxation (contract AD 4 Phillips agive -> only short-gun. =) unemployment & inflation both 1 @ print B (stag-fitien).