

The Economic Impact of Inflation in 2024

The year 2024 saw a significant rise in global inflation, primarily driven by supply chain disruptions and geopolitical tensions.

In many countries, inflation exceeded 6%, prompting central banks to increase interest rates. This had a direct impact on consumer spending, investments, and housing markets.

However, inflation also led to increased wages in some sectors, partially offsetting the effects on household purchasing power.

Government policies played a major role in moderating the impact, with subsidies, tax relief, and targeted stimulus efforts. Analysts believe the second half of 2024 could see a stabilization if commodity prices normalize and trade routes recover.

Overall, the inflationary period in 2024 was a wake-up call for diversified supply chains and energy independence.