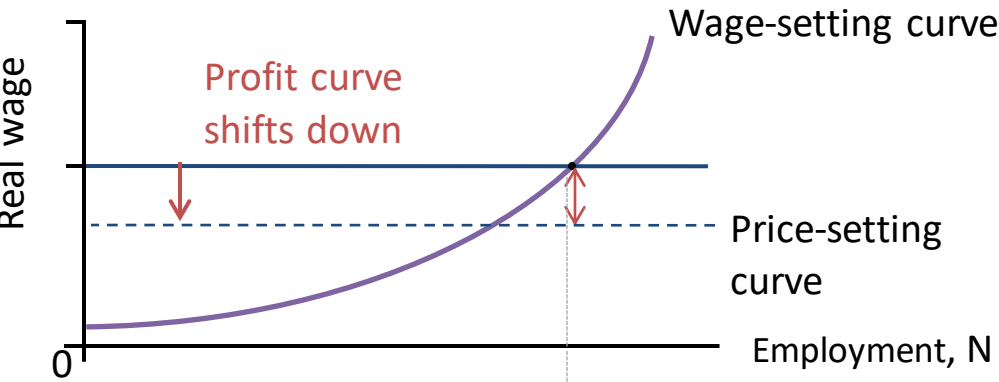
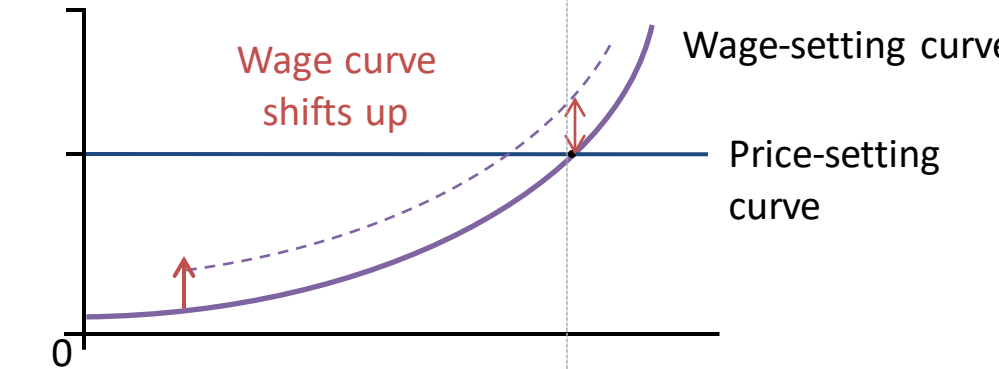


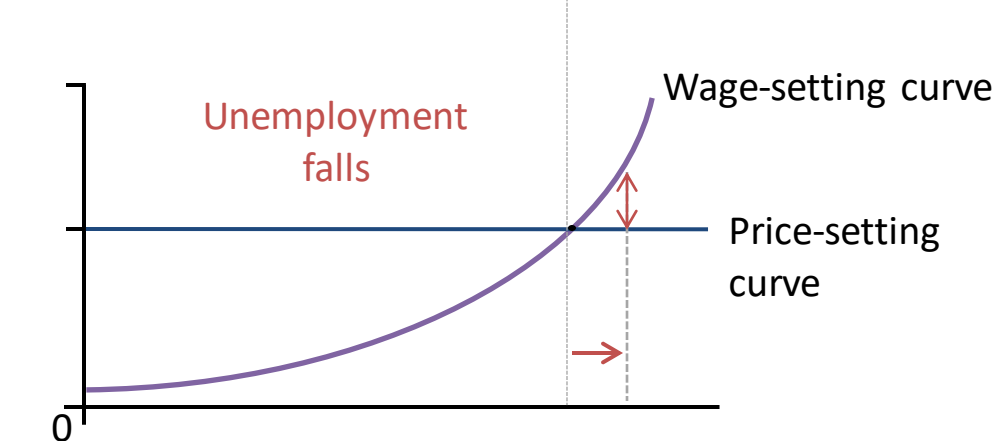
Figure 15.2. Three causes of inflation.



1. Owners' power rises relative to consumers (e.g. lower competition) – medium to long run



2. Employees' power rises relative to owners (e.g. stronger unions) – medium to long run



3. Employees' power rises relative to owners in a business cycle upswing – short to medium run