

Inflation & Unemployment Worksheet

Analyze economic indicators and their personal impact

Part 1: Inflation Impact

1. If inflation is 4% annually, how much will a \$50,000 car cost in 5 years? Show your calculation.

Show calculation...

2. You have \$5,000 in a savings account earning 1% interest while inflation is 3%. Are you gaining or losing purchasing power? Explain.

Analyze and explain...

Part 2: Unemployment Analysis

1. The unemployment rate increases from 4% to 7%. Describe THREE ways this might affect your personal finances even if you keep your job:

List three impacts...

2. You're choosing between two job offers. Job A pays \$60,000 in a city with 3% unemployment. Job B pays \$65,000 in a city with 8% unemployment. Which is safer? Explain.

Analyze job security...

Part 3: Personal Strategy

Create a personal action plan for protecting yourself against: a) High inflation b) Rising unemployment

Your strategy...