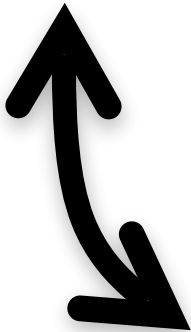






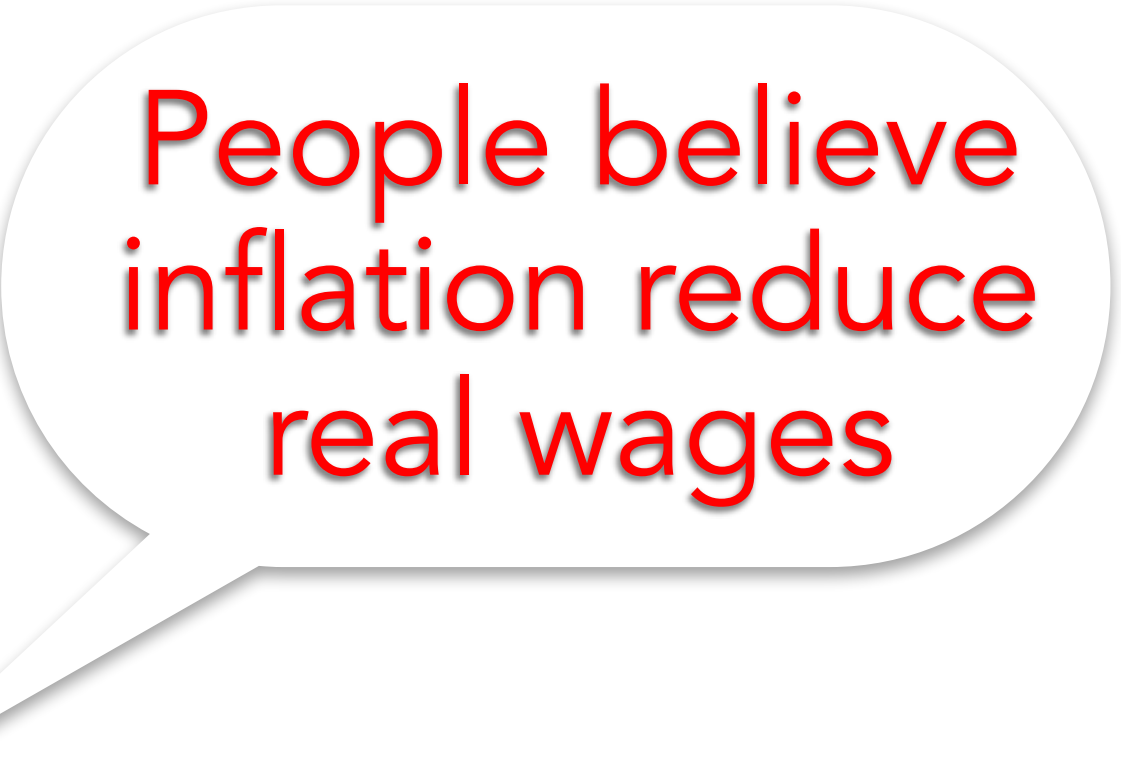
Wages and Prices move together: When prices increase, wages increase

Wages





Prices



People believe
inflation reduce
real wages

Inflation does not decrease **real** wages

1948

2017

Mistake #1: Inflation Erodes Real Wages

Mistake # 1: Inflation Erodes Real Wages

Inflation does not decrease **real** wages



Wages and **Prices** move together: When prices increase, wages increase

