Labor Contract: "Employer will increase workers' salaries by CPI Inflation"

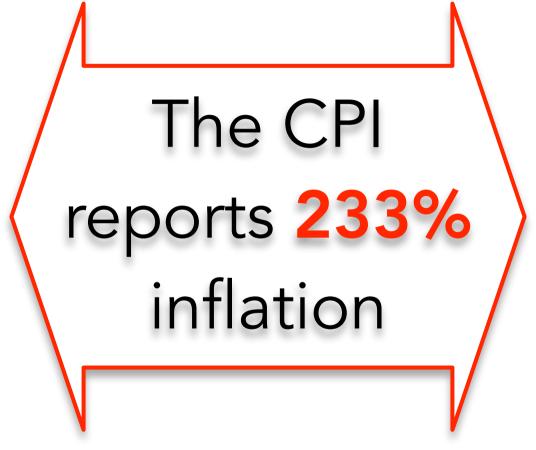


To avoid a drop in real salary, the nominal salary must increase by inflation



Salaries must increase by 233% to "compensate workers for the increase in prices"

Workers substituted high priced goods and did not suffer a 233% increase in prices



Labor Contract: "Employer will increase workers' salaries by CPI Inflation"

Workers substituted high Salaries must increase by The CPI priced goods and did not 233% to "compensate suffer a 233% increase in reports 233% workers for the increase in prices inflation prices" Wohoo!!! Employee Employer

We do not calculate the CPI correctly: Substitution Bias