

Exercise 8: Inflation

“The NAIRU view of unemployment is convincing” Discuss.

Essential readings

- Laurence Ball and N Gregory Mankiw “The NAIRU in Theory and Practice”, *Journal of Economic Perspectives*, Vol 16, No 4, Fall 2002.
- Philip Arestis and Malcolm Sawyer “Aggregate demand, conflict and capacity in the inflationary process”, *Cambridge Journal of Economics*, 2005, 29, 959-974

See reading list for other references

JPD