**31. -INFLATION**

***The topic entails:***

* **Explaining the meaning of inflation bringing out clearly how that affects the economy.**
* **Computation of the price index**
* **Discussing different types of inflation and how they may occur in real life situation and their consequences to an economy.**
* **Discuss the levels of inflation**
* **Discussing how to control the various types of inflation and how the government controls inflation rates so as to provided conducive environment for business to perform and contribute to the general growth and development of the economy.**

1. A country’s domestic currency has been depreciating over time highlight five disadvantages

of this to the country

2. State **four** negative effect of inflation to a country

3. State any **four** causes of demand-pull inflation

4. State **four** non-monetary methods of controlling inflation in a country

5. Mention **four** desirable effects if inflation

6. Highlight **four** negative effects of inflation in Kenya

7. Highlight **four** negative effects of inflation in Kenya

**31. INFLATION**

1. Explain **five** negative effects of inflation to an economy

2. Explain **five** positive inflation effects of inflation to the economy.

3.Explain **five** causes of inflation in an economy

4. Write short notes on the following strains of inflation;

i) Mild inflation

ii) Hyper inflation

iii) Demand-pull inflation

iv) Cost push inflation

v) Imported inflation