

**ECO 216, HW#6**

**Due by 9:30 AM on December 7**

Pick a hyperinflation from history (do not pick Zimbabwe). Write a 1-2 memo describing this hyperinflation and explaining its causes. You probably want to mention:

1. What expenditures did the government need to print money in order to finance?
2. Why didn't the government resort to other ways (*e.g.* taxation) in order to avoid hyperinflation?
3. Who was the monetary authority and did the country possess an independent Central Bank?