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RECESSION IN UK ECONOMY

UK economic activity contracted at its fastest pace in almost two years in October, suggesting the country has fallen into a recession during a period of political uncertainty and high energy and borrowing costs.



The gloomy outlook comes amid domestic political uncertainty, with Rishi Sunak on course to become prime minster after Liz Truss resigned last week.

The economy "therefore looks certain to fall in the fourth quarter after a likely thirdquarter contraction, meaning the UK is in

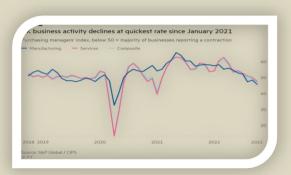


recession." In this connection it can be suggested that instead of some

unnecessary tax-cuts policy the government should take some real policies that will really help the economy to recover from recession. As Rishi becomes PM we surely know of how well he has taken his policies in his tenure as Financial Minister during Boris Johnson's Governance.

During this period, the bank of England raised interest rates to 3% on Thursday from 2.25%, its biggest rate rise since 1989, but it pushed back against expectations for further steep hikes.

The pound slide briefly below \$1.12after the decision as the central bank said "might" raise interest rates again because of a "Very challenging" economic outlook.



Further increases in Bank Rate might be required for a sustainable return of inflation to target. But looking at the current economic situation it won't be so easy task of the Government as well as the Central Bank of UK.

USA FACES AN DEVASTATING INFLATION AND BREAK DOWN OF THE ECONOMIC SYSTEM.

The economic policy – making community is in the midst of a heated debate that may seem irrelevant and confusing to the General public.



USA is heating towards long term recession. Now many Americans now feel financially burdened. The Essential Head of Economic Research (NBER) defines a recession significant decline in activity spread across the economy, lasting more than few months, visible in industrial production, employment, real income and wholesale, retail trade. Some of the reasons which is landing USA economy towards recession is many economists monitor that total number of people who seek unemployment benefits each week, which indicates whether pay-offs are worsening. Weekly applications for jobless aid in the USA averaged over the past four weeks, are just below a 50,000. The highest level since last November. Many economists also monitor changes in the interest payments, or yields on different bonds for a recession signal known as an 'Inverted

Yield Curve'. Trouble is longer that inflation remains so high above 2% target, the greater the danger of it becoming entrenched. In a new report to clients, Citigroup economists warn there are already signs of changing behavior. The horrifying thing is that the economy could revert to the pattern seen in the final decade and a half of the 20th Century, when statistical analysis shows that inflation was frustratingly persistent.



So just we could hope about recovery of the economy in future from this humiliating inflation and affordability and purchasing power of the people gets increased significantly. As a result, peoples standard of living will also increase and we will see a quite increase in the happiness index in the US Economy.



IMPACT OF IMMIGRATION ON INDIAN ECONOMY

15.24 lakh foreigners visited India in 2021; highest from US

Over 15 lakh foreigners, including 4.29 lakh US nationals and 29 lakh Bangladeshis, had visited India last year when the country was on an extended period of coronavirus restrictions and visa regulations. Ten countries accounted for 74.39 percent of the total arrival of foreigners during 2021, while 25.61 percent of the incoming foreigners were from the rest of the nations.



As a justification for this, it will impact enormously the economy of the country, as it will increase the GDP and the **National** Income of the country tremendously. Also, the foreigners if are showing interest in visiting our country and exploring its divergence, it shows a positive sign in various ways. It increases the investment of foreign investors and makes exports greater than imports, it increases the circulation of money and also money supply in the economy which is also a great sign to a certain extent.

The maximum number of foreigners who visited India during this period were from the United States (4,29,860), followed by

those from Bangladesh (2,40,554), United Kingdom (1,64,143), Canada (80,437) and Nepal (52544). As many as 36,864 citizens from Afghanistan, 33,843 nationals from Australia, 33,772 from Germany, 32,064 from Portugal and 30,374 citizens of France visited India during 2021.



Even Pakistani nationals above 65 years of age who cross Attari immigration check post on foot are also granted the visa –on – arrival for 45 days of stay with single entry, subject to certain conditions.



So, for this reason, the government, should also encourage the tourist to visit India and increase the tourism activities in the state for the growth and development of the country and increase in BOP(Balance of Payment) and bringing the culture and diversity of India to a different level in the International Society.

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