Answer to Group work

1. Real Estate Agent 🏡

- **Tight Money Policy** ❌ Bad: Higher mortgage rates make homes more expensive to finance, reducing buyers. Fewer sales = less commission.
- **Easy Money Policy** ✅ Good: Lower mortgage rates encourage more people to buy homes, boosting sales.

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2. Retired Person (Fixed Pension & Savings) 👵

- **Tight Money Policy** ✅ Good: Higher interest rates mean better returns on savings and term deposits, increasing income.
- **Easy Money Policy** ❌ Bad: Lower interest rates reduce income from savings, making it harder to cover expenses.

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3. Automobile Salesperson 🚗

- **Tight Money Policy** ❌ Bad: Higher loan rates make car financing expensive, reducing sales.
- **Easy Money Policy** ✅ Good: Lower loan rates encourage more car purchases, increasing commissions.

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4. Construction Worker 👷

- **Tight Money Policy** ❌ Bad: Higher borrowing costs slow down home and commercial construction, leading to fewer jobs.
- **Easy Money Policy** ✅ Good: More affordable loans mean more construction projects and jobs.

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5. Banker 🏦

- **Tight Money Policy** ✅ Good & Bad: Banks earn more from loans due to higher interest, but fewer people borrow.
- **Easy Money Policy** ✅ Good & Bad: More loans get approved, but at lower interest rates, reducing profit margins.

Summary

- **Tight Money Policy:** ✅ Good for savers & banks, ❌ Bad for real estate, construction, and sales.
- **Easy Money Policy:** ✅ Good for buyers, businesses, and workers, ❌ Bad for savers.