



جامعة الجميع الذكية
EVERYONE'S SMART UNIVERSITY

Everyone's Smart University

Assignment 1 (Spring 2021)

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Section

Bachelor

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Course Code

MGM112

Introduction to economics

Instructions:

تحدث عن اهم الأزمات الاقتصادية التي هزت العالم من حيث الأسباب التي أدت إلى حدوثها، ونتائجها.
*بما لا يزيد عن صفحة من خلال فهمك لأحداثها.

*يرفع الاختبار ب صيغة pdf

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للاستفسار من خلال البريد الإلكتروني

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Crises that shook the world

The global economic crisis is considered one of the most important and dangerous crises that may occur in the world, as its impact is negatively and in a large way on all areas of life, the world has witnessed many financial crises that affected the global economy significantly during the past years. The global economic crises have had a devastating effect on almost all countries, poor and rich, and global trade has fallen between one and two thirds, and the average per capita income, tax revenues, prices and profits have also decreased.

In this article, we will learn about the most important and dangerous 8 global economic crises that affected the global economy:

The global economic crisis of 1929:

It is called the Great Depression, and it is considered one of the worst economic crises that have occurred in the world since the beginning of the twentieth century, as the crisis began when the American Global Stock Exchange collapsed on Wall Street on the twenty-ninth of October 1929 and this day was called Black Tuesday. As this crisis lasted for about ten years and its effects spread to the rest of the world, causing huge losses in income, record unemployment rates, and loss of production, especially in industrialized countries

the oil crisis of 1973, the period of "stagflation":

In 1973 Egypt and Syria used oil as a weapon against Israel in the Yom Kippur War, when OPEC decided to prevent the export of oil to countries that supported Israel. Although the boycott only lasted 5 months, its impact has continued to date. After the war, less than two months ago, the Nasdaq index lost \$ 97 billion. Since that time, Japanese industries, especially in the field of cars, began to compete with American products. At that time, the United States began working at lightning speed to secure stocks that meet its needs of oil derivatives

the crisis of 1987 called "Black Monday":

On the nineteenth of October 1987 millions of dollars disappeared from the stock markets of the world's largest stock exchanges. Until now, the real reason behind what happened was not known. This day was called "Black Monday", in which the Hong Kong economy lost 45.8 percent of its value, while the Australian economy lost 41.8 percent of its value. The British losses were greater, estimated at 60 percent. Some Malian locals explained that what happened was a result of differences over monetary policies or fears of inflation, which caused this global economic crisis.

east Asian Market Crisis 1997

In July of 1997, this crisis arose in the country of Thailand, when the government in Thailand was forced to abandon the exchange rate of its local currency against the US dollar, due to the lack of foreign currency resources. The Thai economy lost 75 percent of its value, while the Singaporean economy lost 60 percent. The crisis resulted after East Asian countries' excessive credit and the accumulation of a lot of debts to the "Asian Tigers" group of Thailand, Indonesia, Malaysia, Singapore, Hong Kong and South Korea, which resulted in the global economic crisis in East Asian markets.

great Recession 2008

This global economic crisis is considered one of the most dangerous crises that have occurred in the world since the Great Depression in 1929, as the main reason behind this crisis was the collapse of Lehman Brothers, which is one of the largest investment banks in the world. This crisis began when real estate prices in the United States of America rose dramatically and suddenly, which caused the bankruptcy of many American and European banks, due to their failure and inability to bear the financial burdens of the mortgaged real estate to them.

European Sovereign Debt Crisis of 2009 "Eurozone".

This global economic crisis came as a result of the mortgage crisis that occurred in 2008, which caused heavy losses to the world, especially European countries and America, as this crisis began when some European countries defaulted on paying their debts, such as Greece, Ireland, Spain, Portugal and Italy. This global economic crisis not only affected European countries, but also had a great impact on the United States of America, causing an argument between the Republican Party and the Democratic Party in the United States, for fear of a similar debt crisis in the United States in which the country would become the largest economy. In the world unable to surpass it.

As for the current period, it is widely expected that a global economic crisis will occur that affects the global economy significantly, especially the United States and European countries, after the outbreak of the new Corona epidemic, which had a major impact on the American and European economies, as this epidemic caused the closure of factories and companies. And reducing work in stock exchanges and banks, in addition to that it caused the closure of many companies, declaring them bankrupt and laying off their employees, in addition to a significant drop in oil prices worldwide.

