

Impact of Inflation on Poverty: A case of BRIC Economies

by

Priya Patil Iyer

Abstract

Aim: The current research is conducted to evaluate the impact of inflation on poverty considering the case of the BRIC economies. The BRIC economies are the countries which include Brazil, Russia, India and China. The poverty and inflation is considered to be the worldwide issue and the BRIC countries has also been indicated to face such issues.

Method: The research is conducted using the quantitative research design. The data collection method used in this study is the secondary data where the data has been taken from the World Development Indicators for the period of 2000-2020 for the four BRIC countries. Since the data is panel including time series and different cross sections, hence, panel data regression has been applied where the GLS regression has been considered to be most appropriate considering the diagnostic issues in the data set.

Findings: The GLS regression outcomes has indicated that the poverty tends to have the significant and positive relationship with the inflation rate. The policy recommendations and future directions are also presented in the study.

Keywords: *Poverty, Inflation, BRIC countries*