

**Business Foundations**  
**Unit 2: Economics**  
**BUSINESS CYCLE**

*Directions:*

1. Using Google Docs, sketch a simple business cycle similar to the one we looked at in our Notes in class.
2. Using text boxes, clearly label each section as **Prosperity**, **Recession**, **Recovery**, or **Depression**.
3. Add-in an appropriate clip art to portray each section (FOUR clip art total).
4. Create a text box for each section (4 text boxes total) and place each of the activities (listed below) in the appropriate box.
5. Add color and creative formatting to make your Business Cycle look professional and complete.
6. [Rubric](#)

*Activities:*

1. Business failures occur
2. Businesses begin to produce more
3. Businesses lower production of goods and services
4. Businesses produce goods and services in record numbers
5. Consumers regain confidence and begin buying again
6. Demand begins to decrease
7. Demand for goods and services increases
8. Demand for goods and services is high
9. Most people who want to work are working
10. People are emotionally depressed
11. Prolonged period of high unemployment
12. Some firms (automobile especially) cut back on production
13. Unemployment begins to decrease
14. Unemployment begins to rise
15. Wages are good
16. Weak sales of goods and services

**HINT ⇒ 16 total items: 4 Prosperity, 4 Recession, 4 Recovery, 4 Depression**