

Impact of Financial Crisis on Unemployment with Close Look on Bosnia and Herzegovina

Erkan Ilgün

International Burch University, Sarajevo, Bosnia and Herzegovina
eilgun@ibu.edu.ba

Semira Budic

International Burch University, Sarajevo, Bosnia and Herzegovina
semirabudic@hotmail.com

Various economic and financial crises were occurring during the last few centuries and had great impact on many variables in the society and as such mostly on unemployment in all countries around the globe. Throughout this research paper we will be defining financial crisis, types of it, how and when each one of them occurred starting with the Great Depression and what kind of impact they had on unemployment comparing European countries with United States. It can contain also analysis on impact of global economic crisis on unemployment in OECD countries. The financial collapse led to a big climb in unemployment especially in the construction and manufacturing industries as well as financial and business sector. We will be following the evolution of unemployment during the current crisis and how does it vary according to gender and age differences as well as which countries were directly and mostly affected. For this study secondary data will be used. Those data are collected from Eurostat web site (statistical office of the European Union) using Labor force survey (LFS) which is designed to obtain the data from labor market Descriptive statistics and econometric models will be used to analyses unemployment and economic growth variables to investigate the level of impact of financial crisis on unemployment in different countries.

Keywords: Financial Crisis, Unemployment, Bosnia and Herezegovina