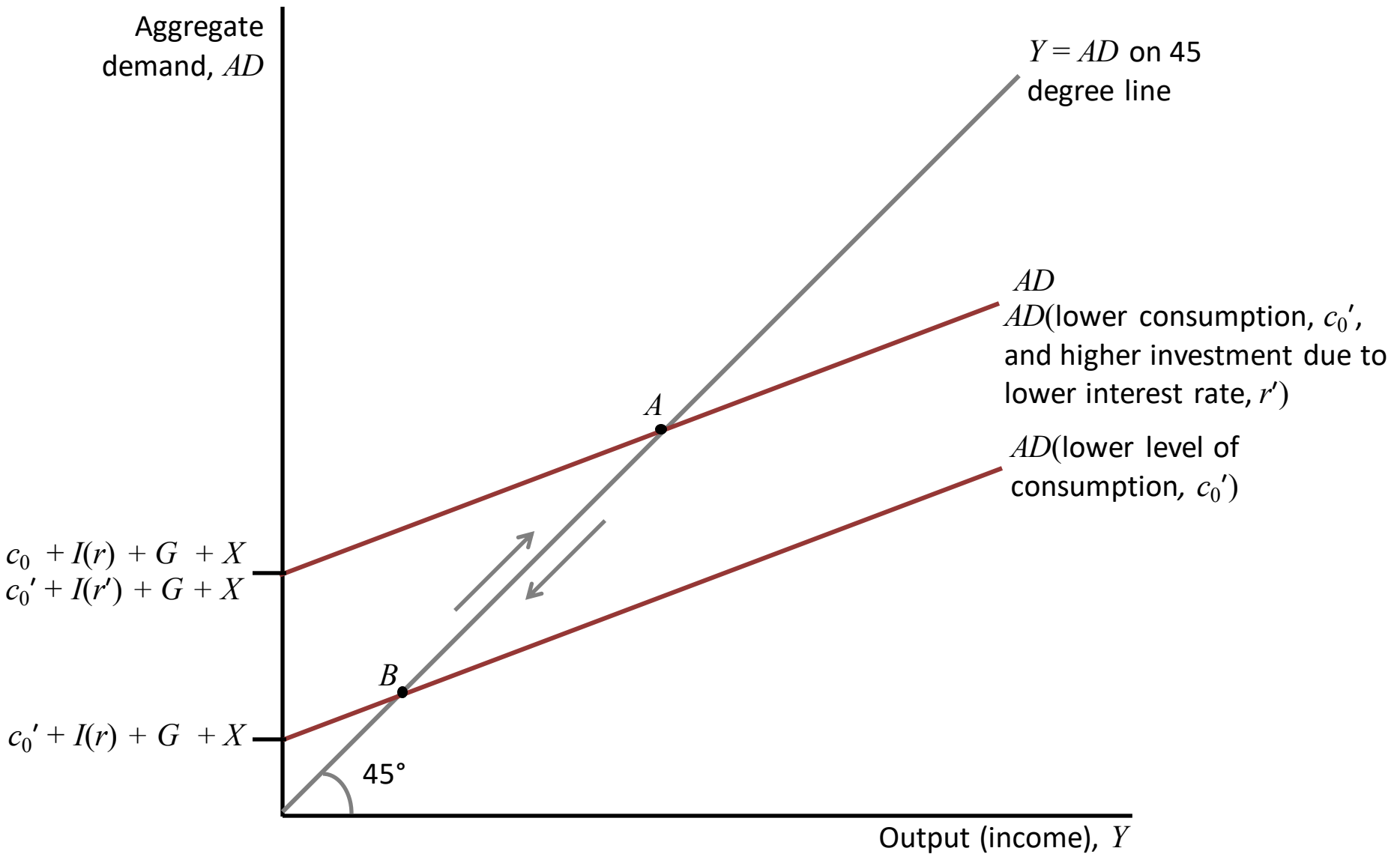


Figure 15.15. The use of monetary policy to stabilise the economy in a recession.



Note: $AD = c_0 + c_1(1 - t)Y + I(r) + G + X - mY$