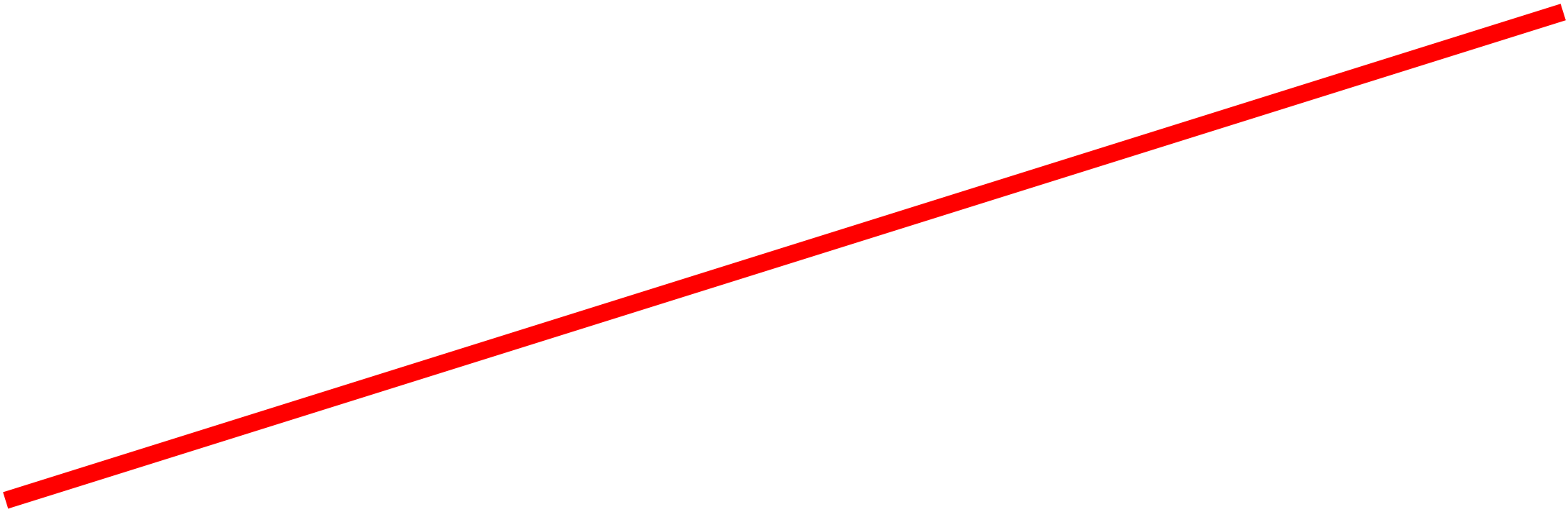


Smaller
intercept



Higher
intercept

C1

Co

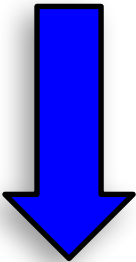
S1

S

O

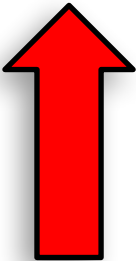
a = 300

-a = -300



a = 200

-a == -2000



13000

13000









Consumables

Income is the same

Save more

Simultaneous
opposite shifts
in C and S

W

e

a





h

d

r



p

S



C



n

S

u

m

e



S

S

p

e

n

o



e

S

S

a

n

o

S

a



e

m





e







h

e



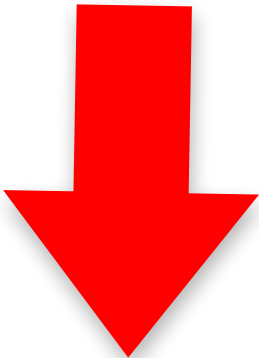
r



n

C

m



Wealth drops:

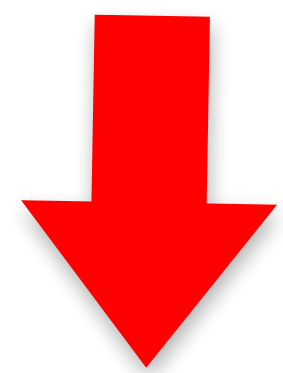
Consumers spend

less and save

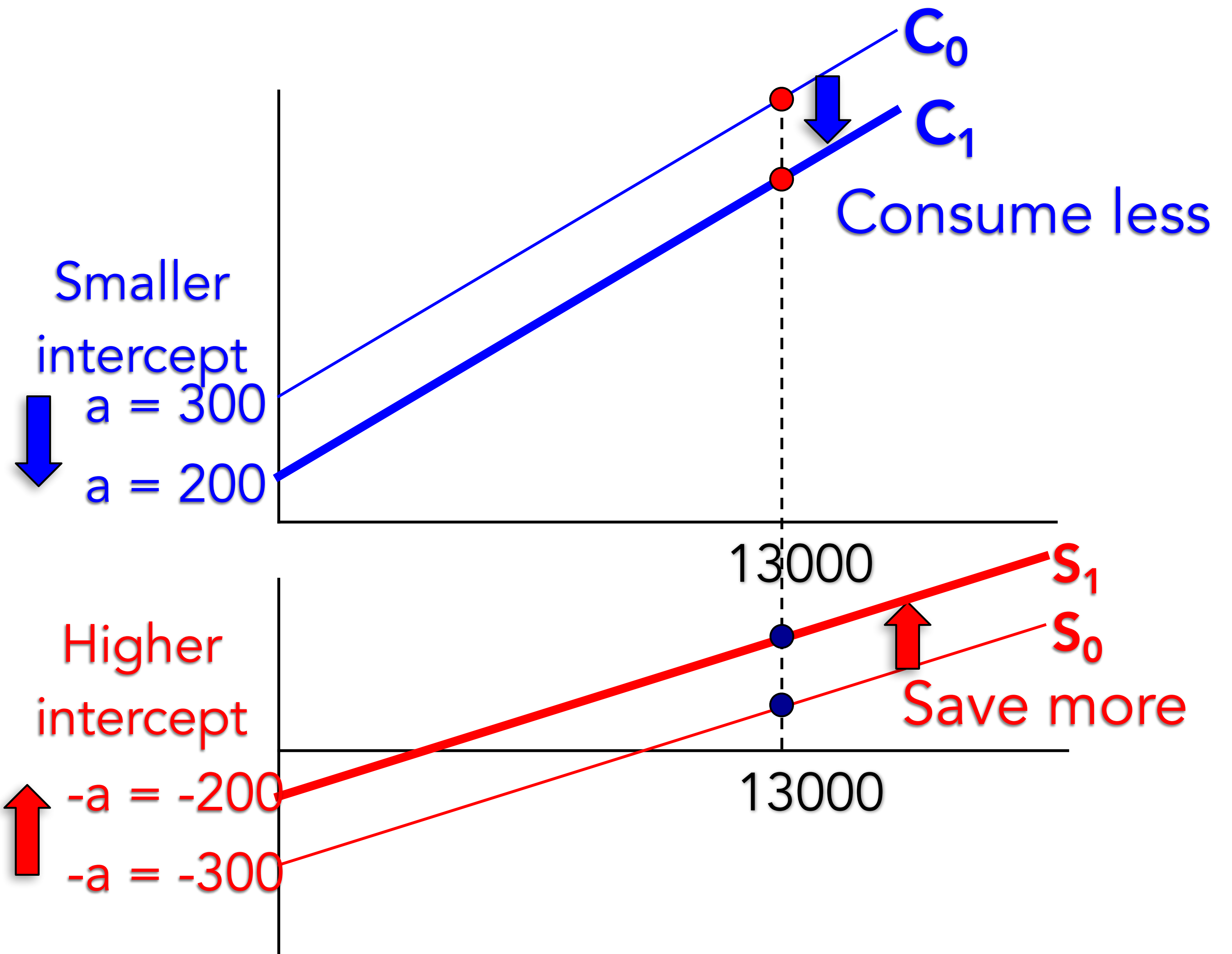
more of their

income

Wealth drops:
Consumers **spend**
less and **save**
more of their
income



Simultaneous
opposite shifts
in **C** and **S**



Shifts in Consumption