

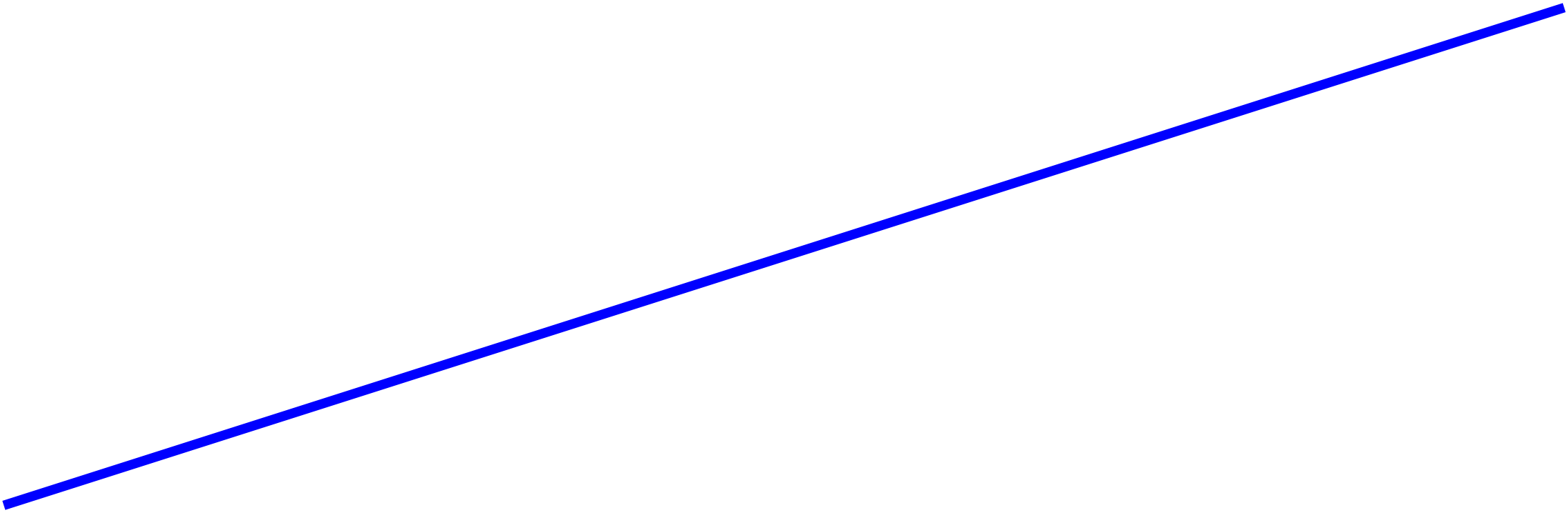
A

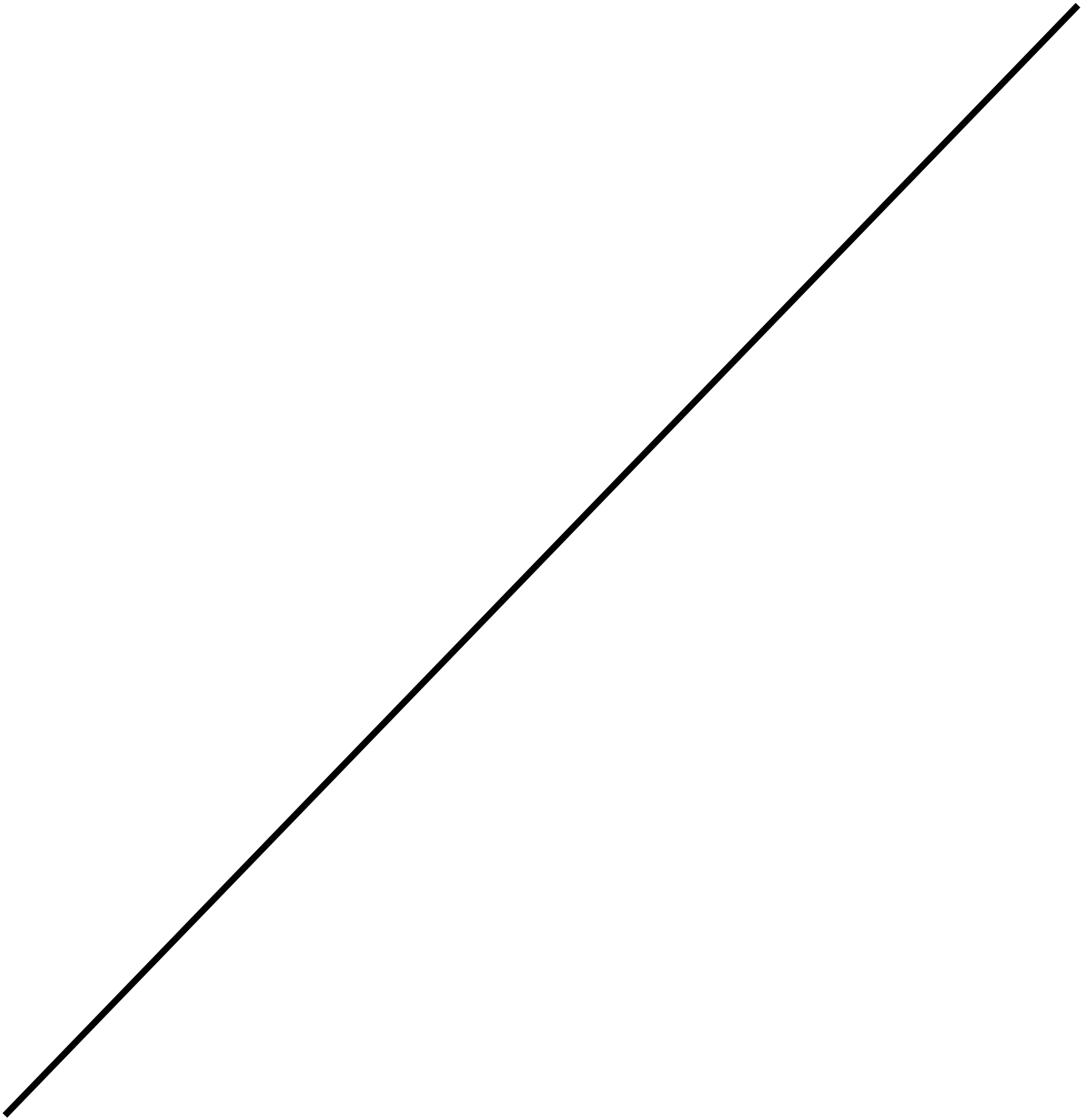
E











Production

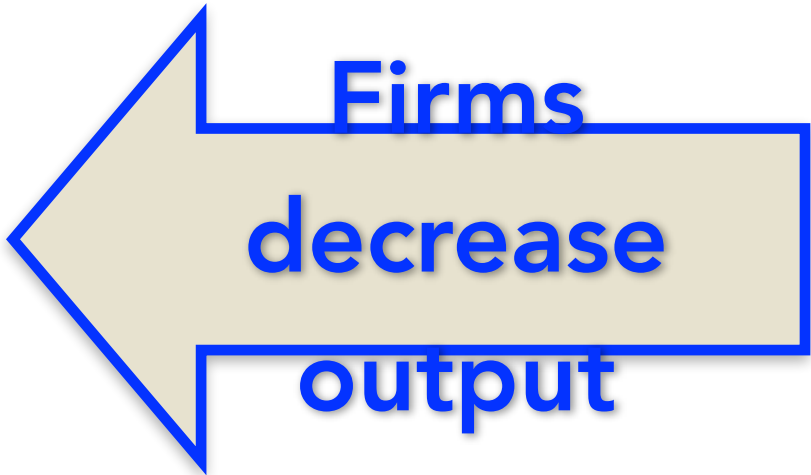
> Total

Sales

Inventories

increase

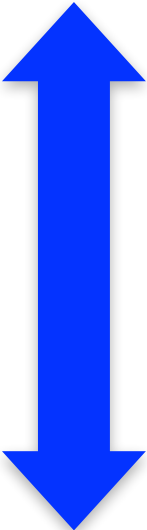




Firms

decrease

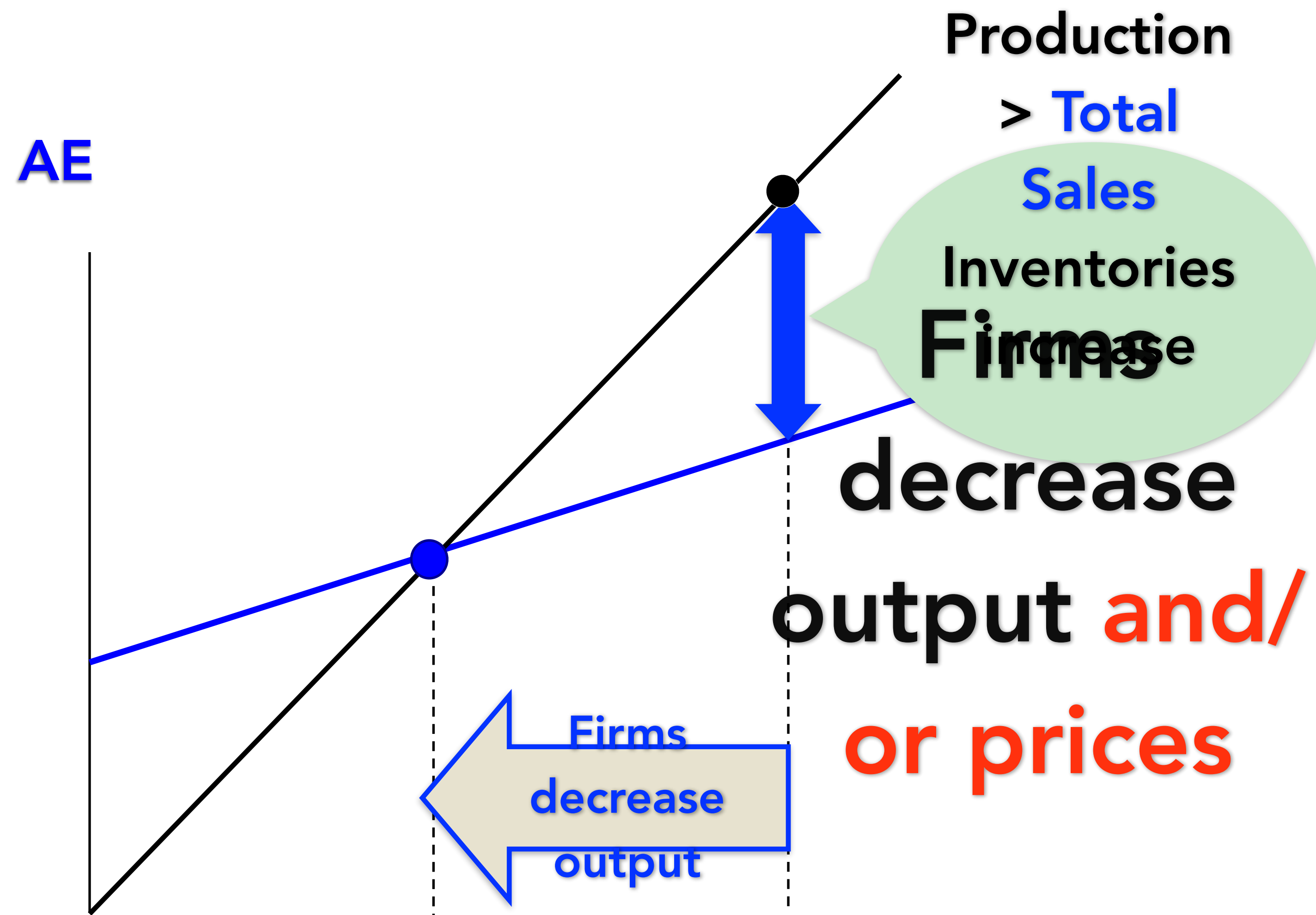
output





Firms
decrease
output and/
or prices

**Decrease in Aggregate
Expenditures**



Aggregate Supply – Aggregate Demand