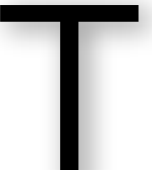
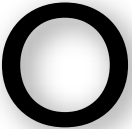
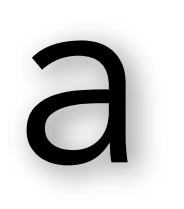

ΔG



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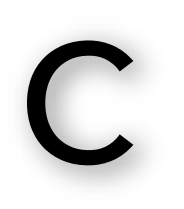

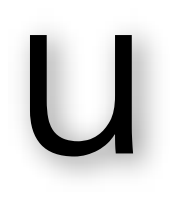


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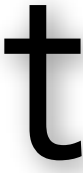

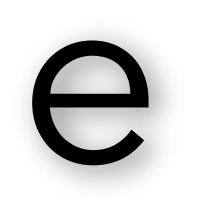

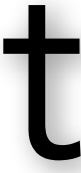

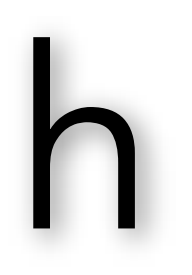


a


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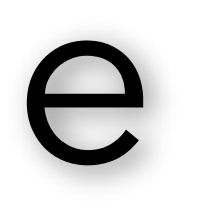
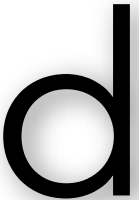
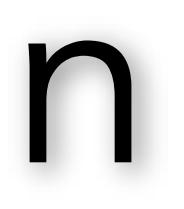
a



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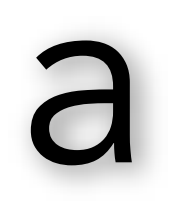

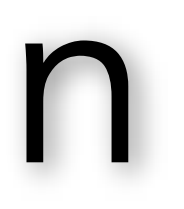
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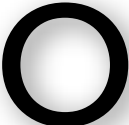

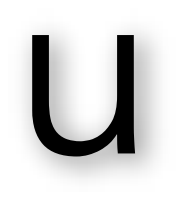

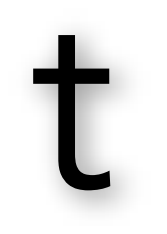

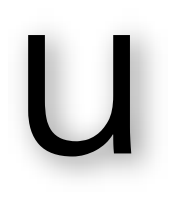


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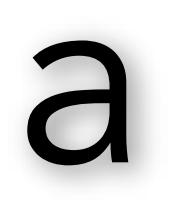
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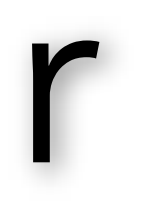
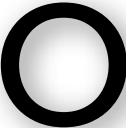
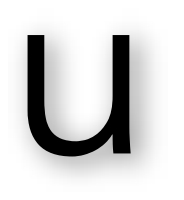
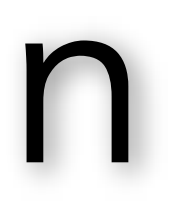
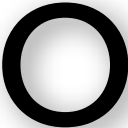
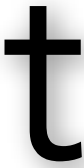


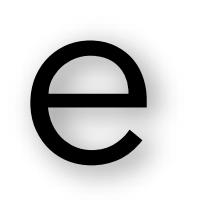


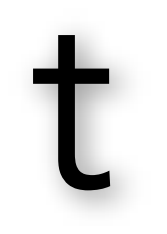


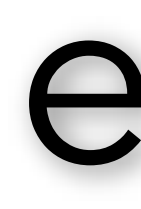


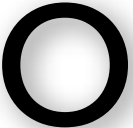


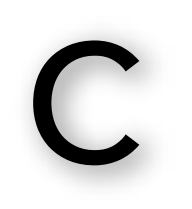


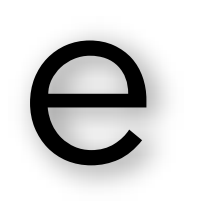


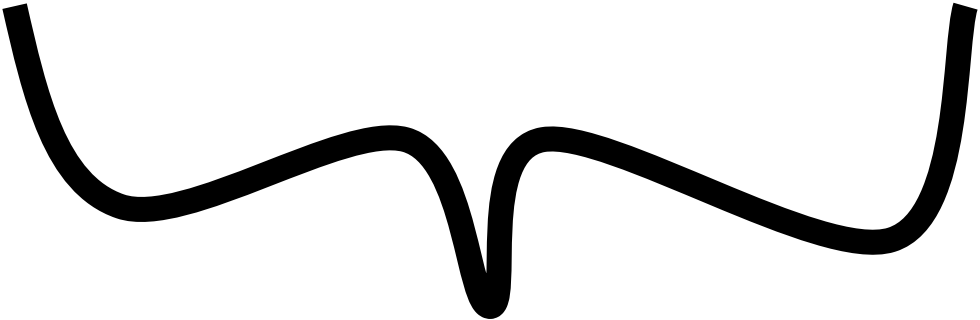


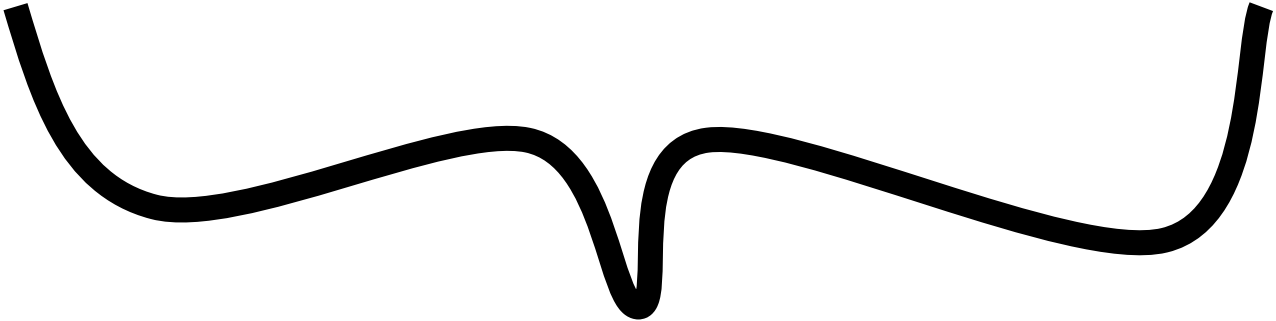




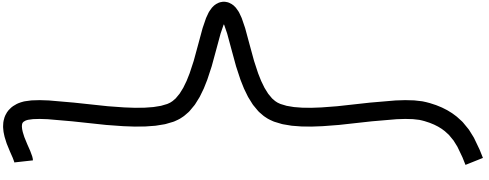









ΔC



100

100

$100 * 0.9$

$$100 * 0.9$$


ΔC

$$100 * 0.9 * 0.9$$

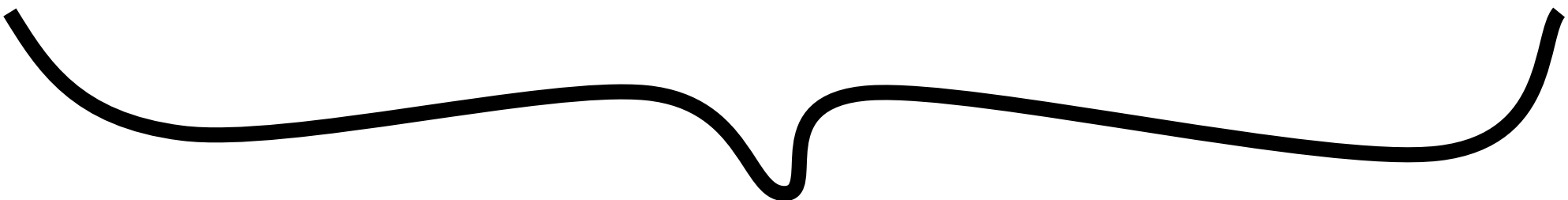
100 * 0.9 *0.9 *0.9


ΔC

$$100 * 0.9 * 0.9 * 0.9$$

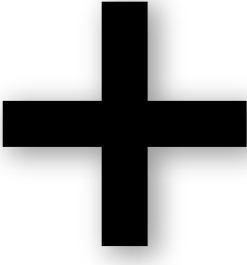
100 * 0.9 *0.9

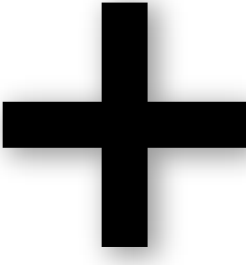
100 * 0.9 *0.9 *0.9 *0.9

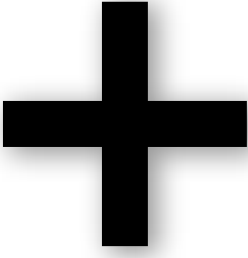


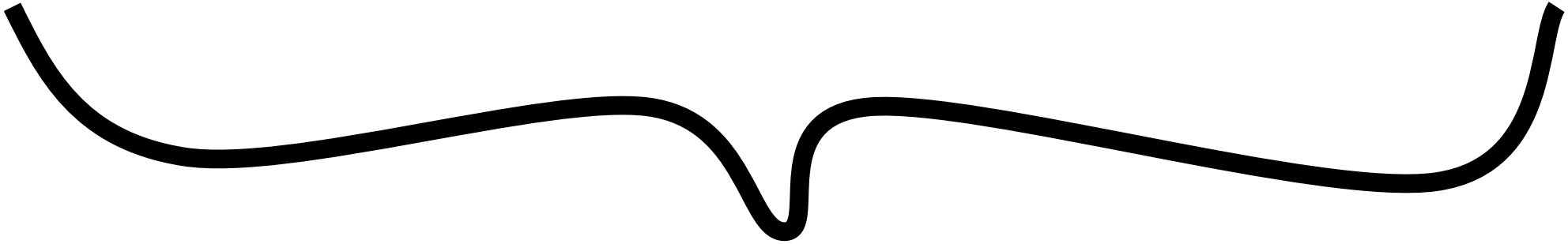

ΔC

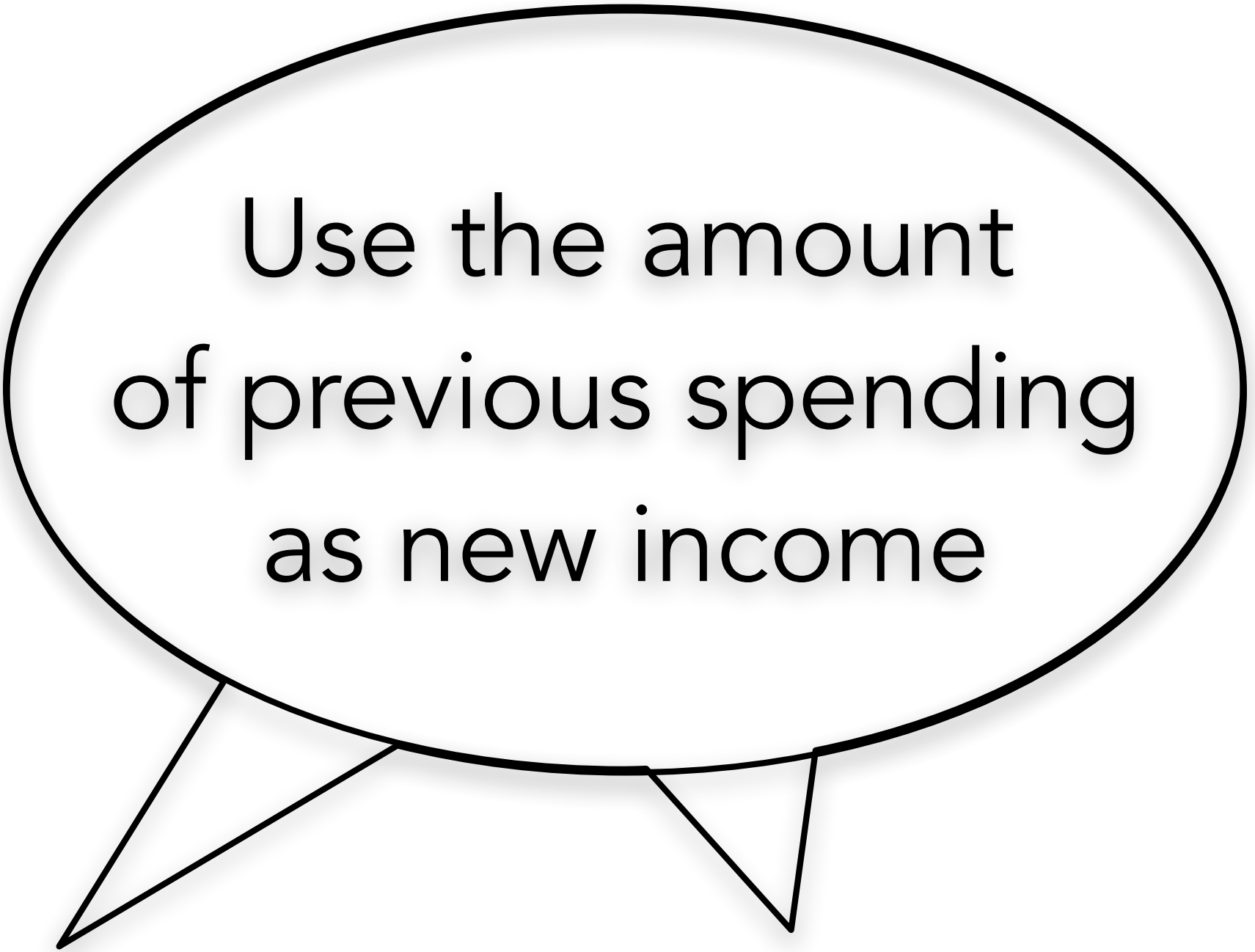
and so on...

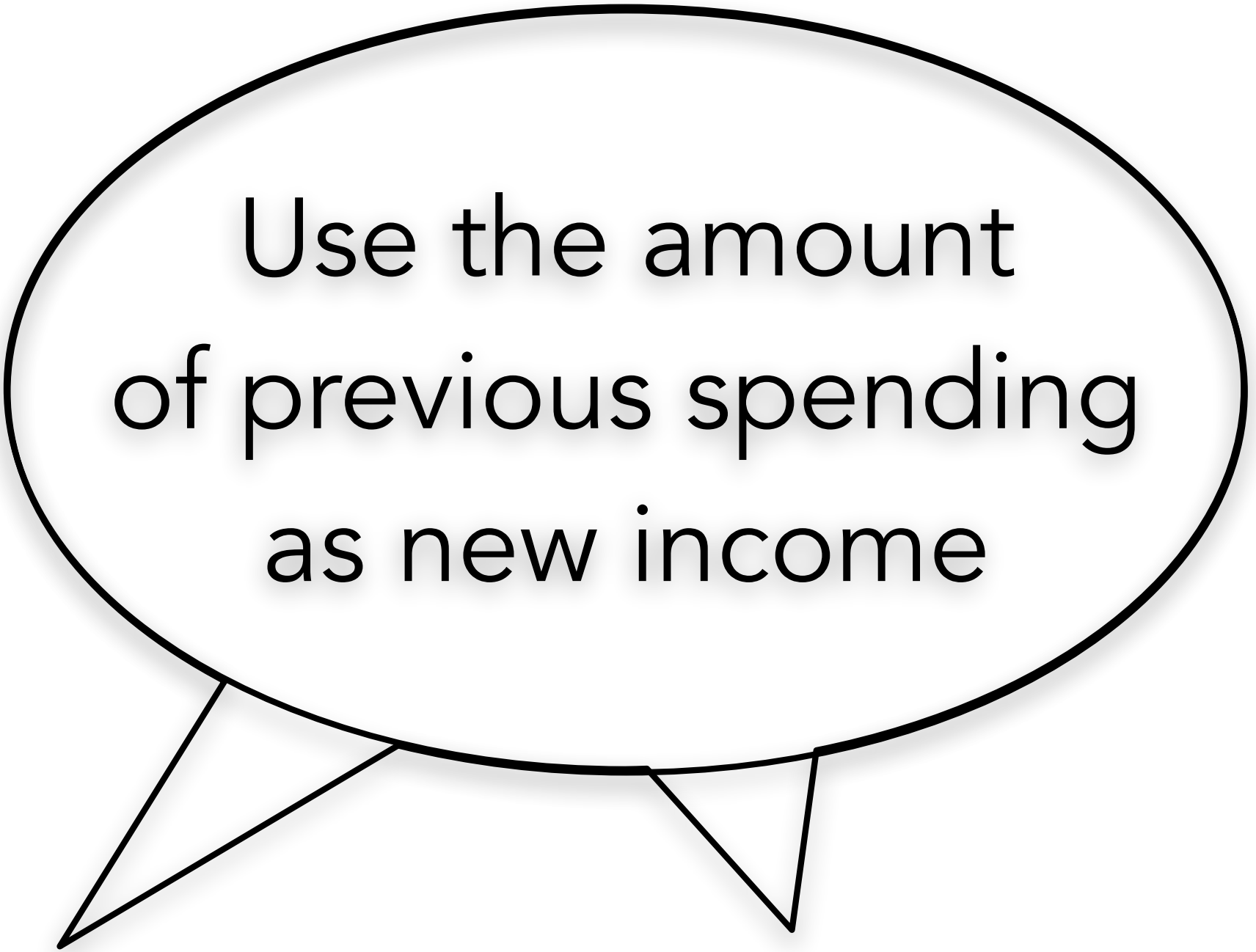









Use the amount
of previous spending
as new income


Use the amount
of previous spending
as new income


Previous
spending is the
new income

To calculate the total change in spending and output after all rounds of the multiplier process:

$$\underbrace{100}_{\Delta G} + \underbrace{100 * 0.9}_{\Delta C} + \underbrace{100 * 0.9 * 0.9}_{\Delta C}$$

$$+ \underbrace{100 * 0.9 * 0.9 * 0.9}_{\Delta C} + \underbrace{100 * 0.9 * 0.9 * 0.9 * 0.9}_{\Delta C}$$

and so on… $+ \ldots$

$$100 + 100 * 0.9 + 100 * 0.9 * 0.9$$

$$100 * 0.9 * 0.9 * 0.9 + 100 * 0.9 * 0.9 * 0.9 * 0.9$$

$$+ \ldots$$