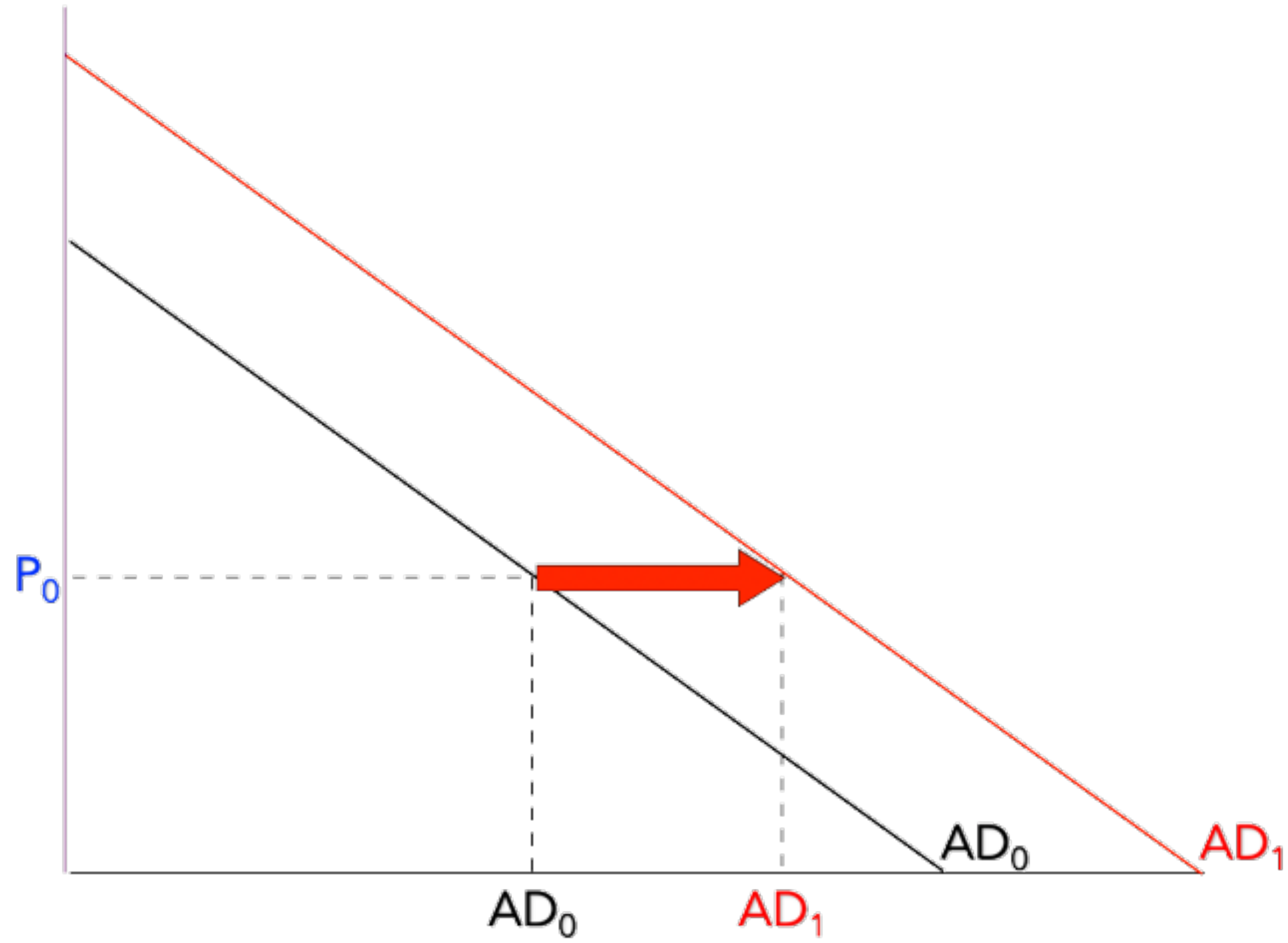
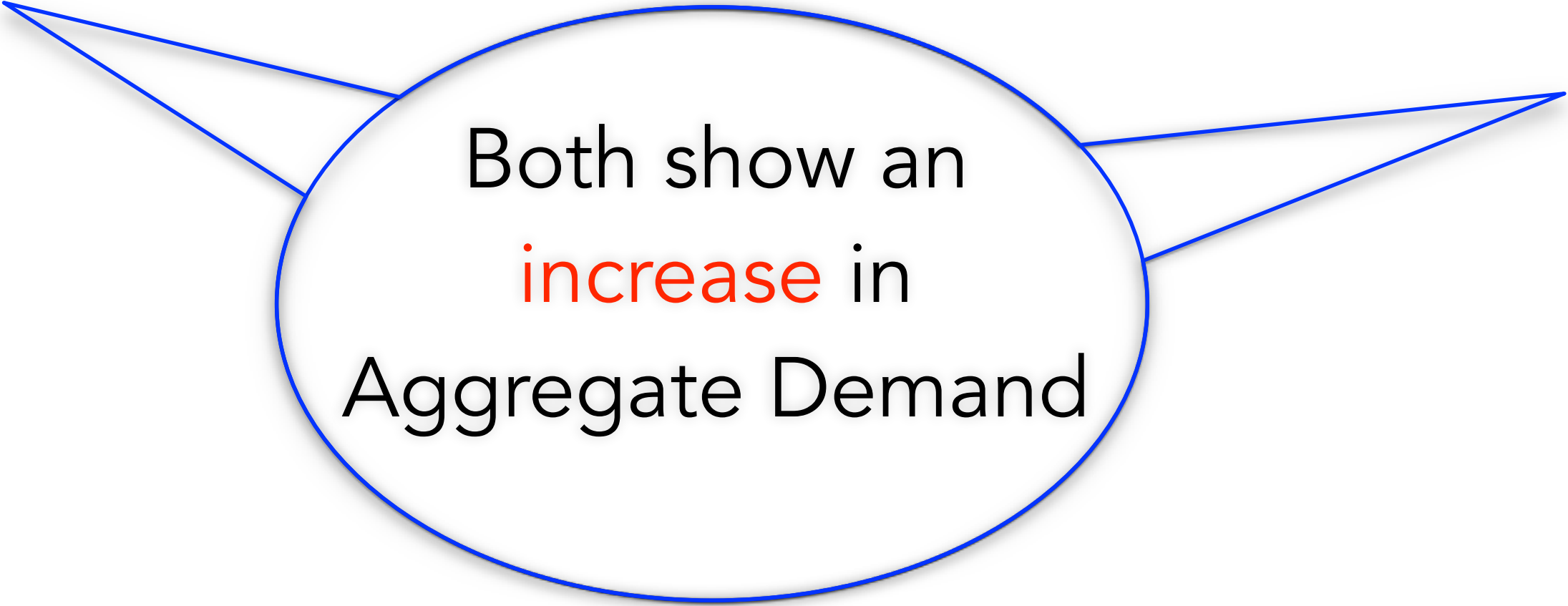


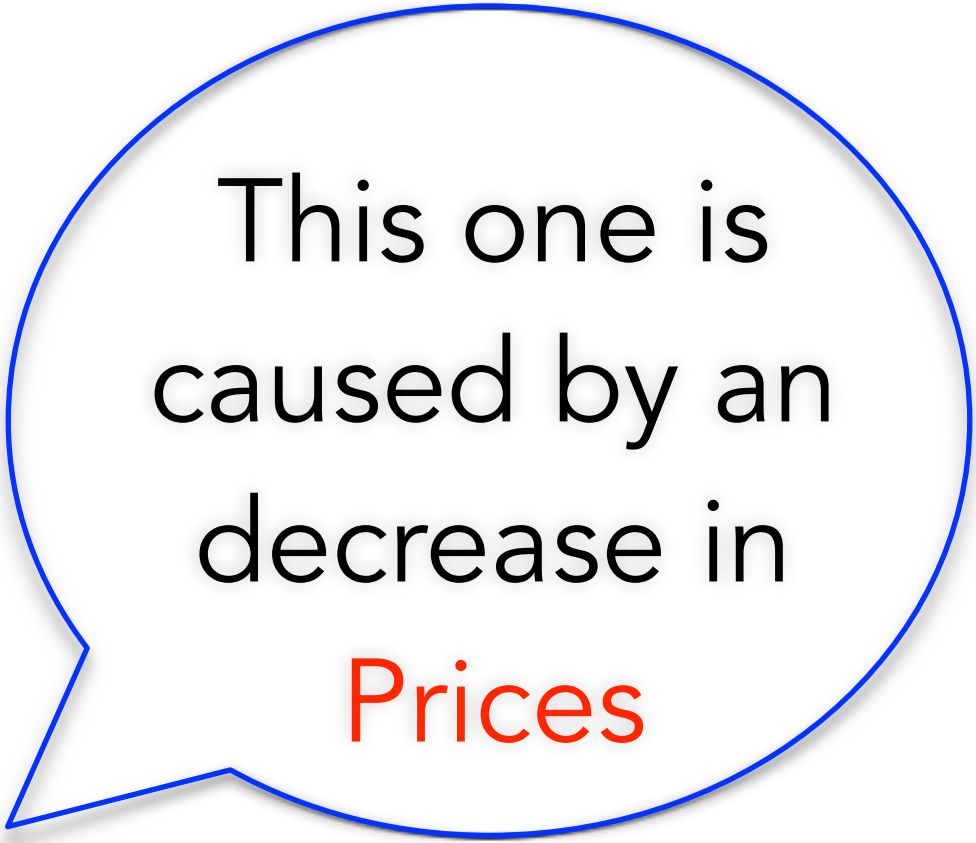


Price Level

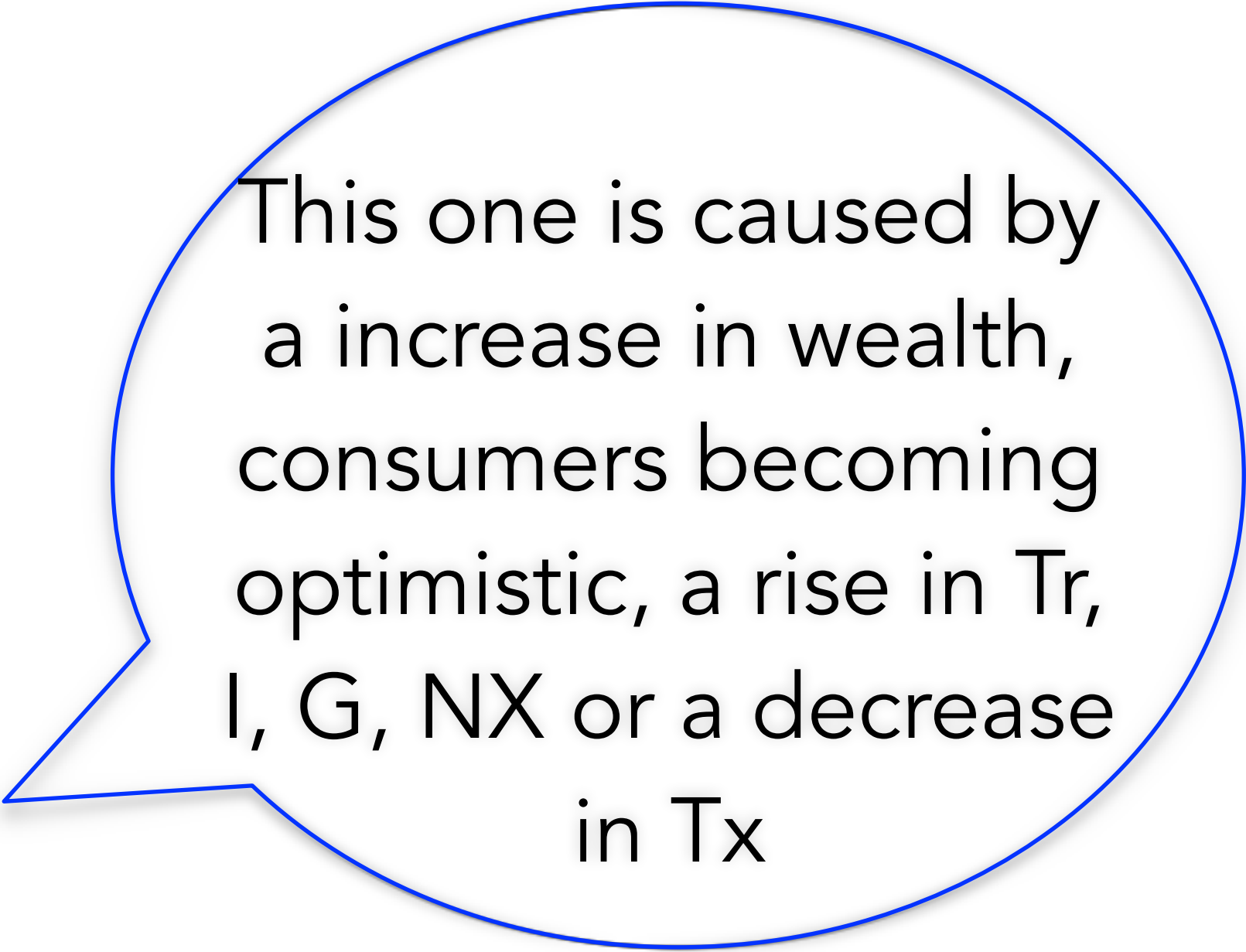




Both show an  
**increase** in  
Aggregate Demand

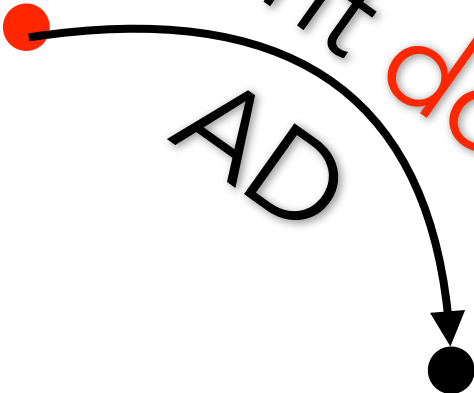


This one is  
caused by an  
decrease in  
**Prices**



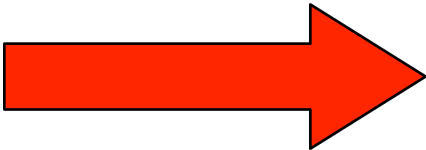
This one is caused by  
a increase in wealth,  
consumers becoming  
optimistic, a rise in  $T_r$ ,  
 $I$ ,  $G$ ,  $NX$  or a decrease  
in  $T_x$


A movement **down** along  
AD



The diagram illustrates a downward movement along the AD curve. It features a red dot at the starting point and a black dot at the ending point, connected by a curved black arrow pointing downwards. The text 'A movement down along' is written in black, with 'down' in red, and 'AD' is written in black below the arrow.

# Rightward Shift



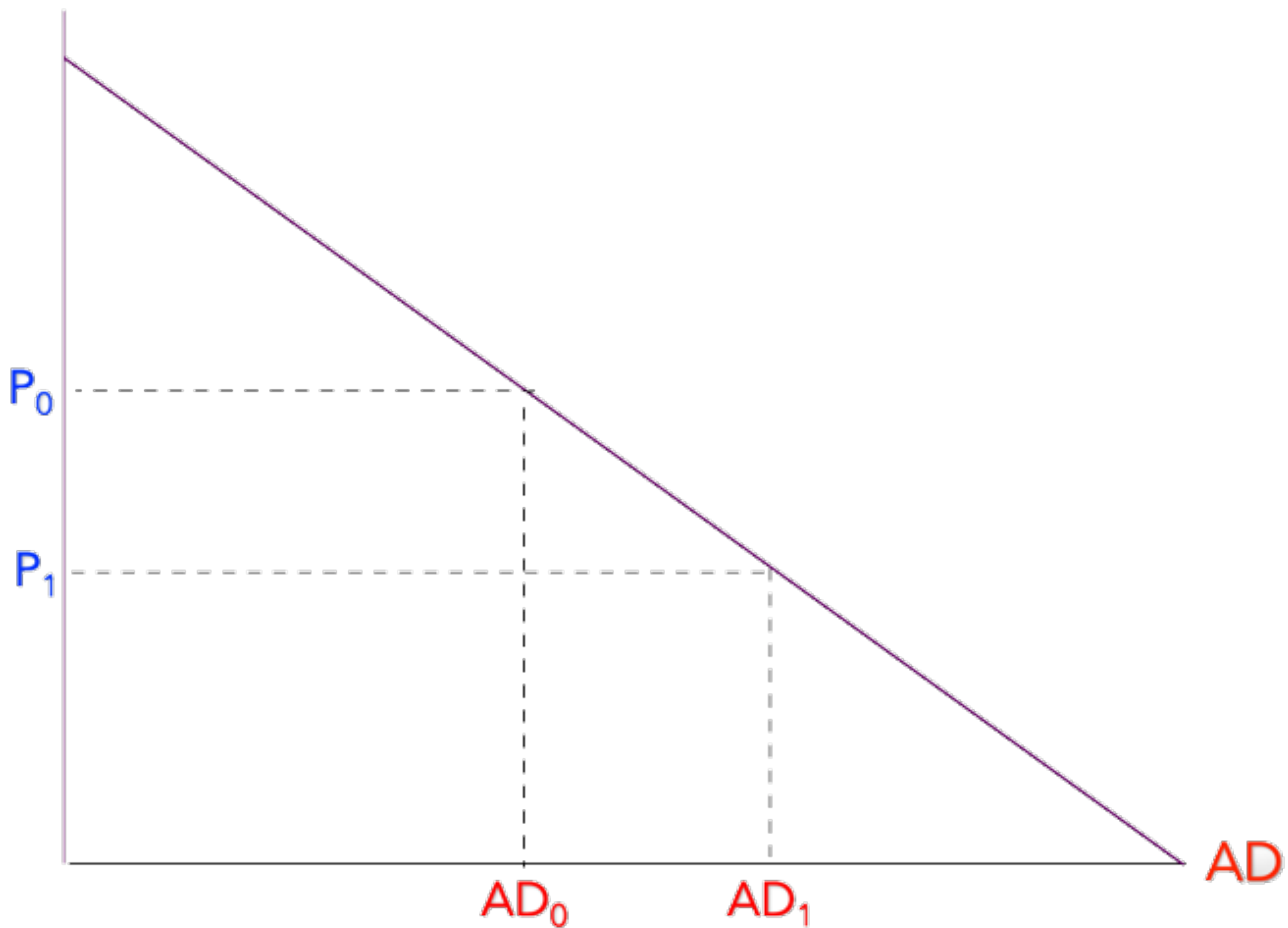


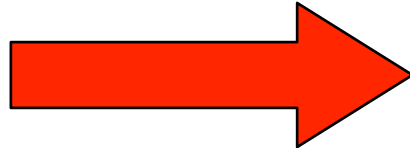
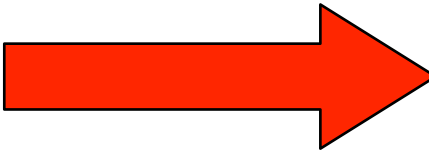
If **Prices** remain  
the same: AD  
shifts right



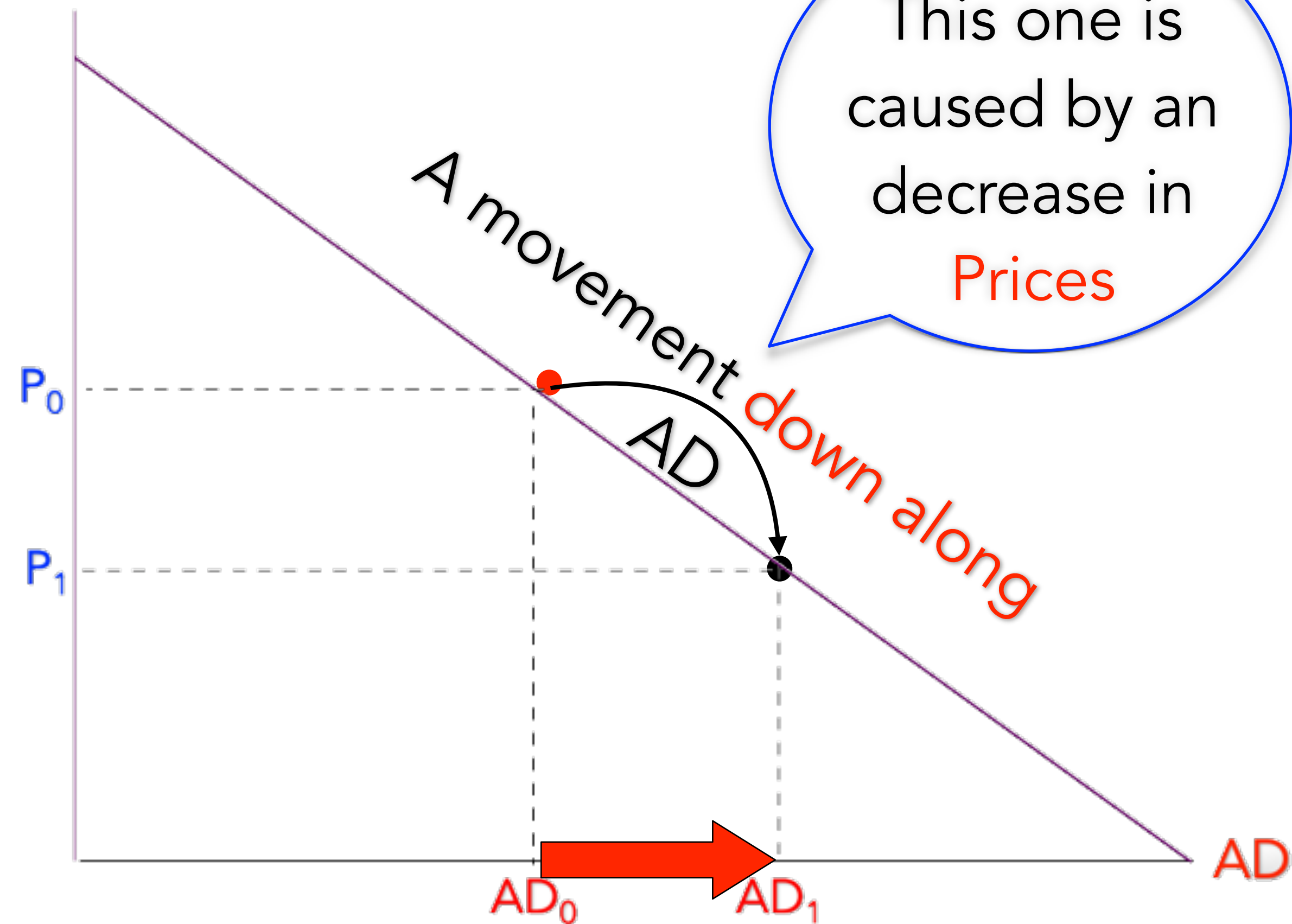
Po —————

Price Level



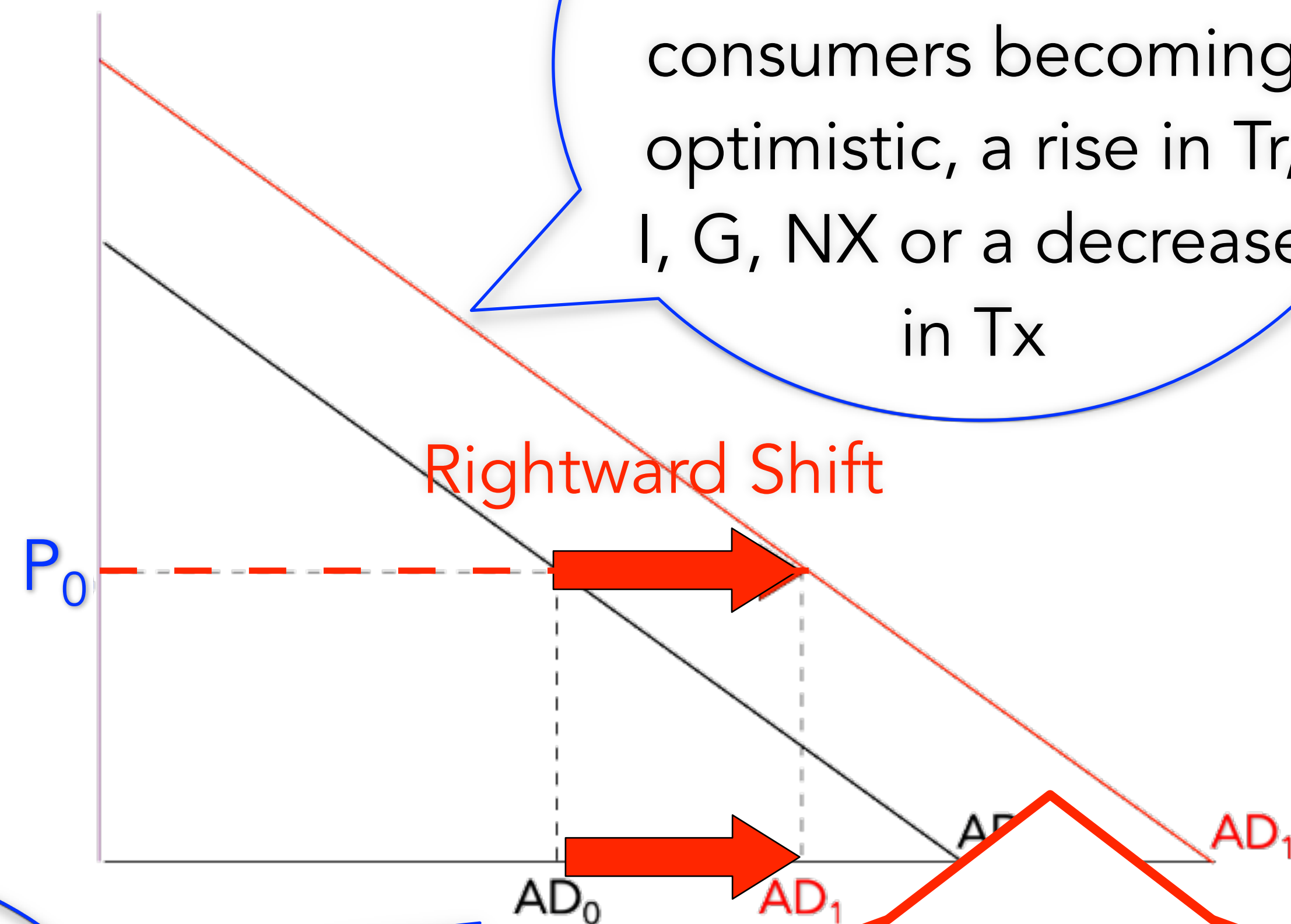


Price Level



This one is caused by an decrease in **Prices**

Price Level



This one is caused by a increase in wealth, consumers becoming optimistic, a rise in  $T_r$ ,  $I$ ,  $G$ ,  $NX$  or a decrease in  $T_x$

Both show an **increase** in Aggregate Demand

If **Prices** remain the same: AD shifts right

# Aggregate Supply