



United States - no internal divisions

Measuring Total Production

GDP

Consumption

Government Spending

Investment

Exports

Not all goods produced are purchased by one of these four groups

Some goods remain **unsold**...

If we only add goods that were
purchased, we will not get the
value of total **production**...

F



r



h



S



e

a

S



n



W

e

n

e

e

d





m



d





y



h

e

d

e





n









n







n





S



m



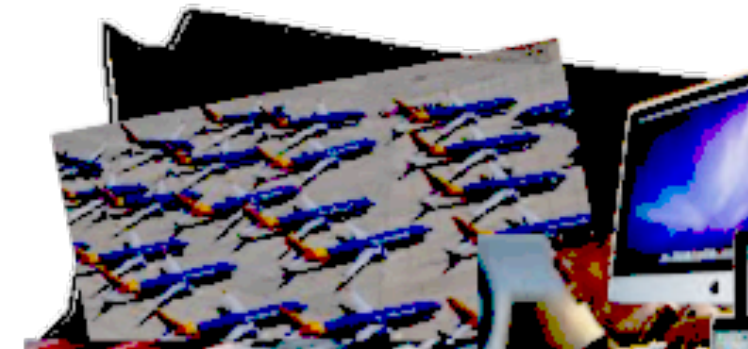


Measuring Total Production **GDP**

Not all goods produced are purchased by one of these four groups
Some goods remain **unsold**...

For this reason, we
need to modify the
definition of
Investment

If we only add goods that were
purchased, we will not get the
value of total **production**...



**Government
Spending**



Exports



Consumption

Investment



Investment