Aggregate Expenditures

$$AE = (A + I + G + NX) + MPCY$$
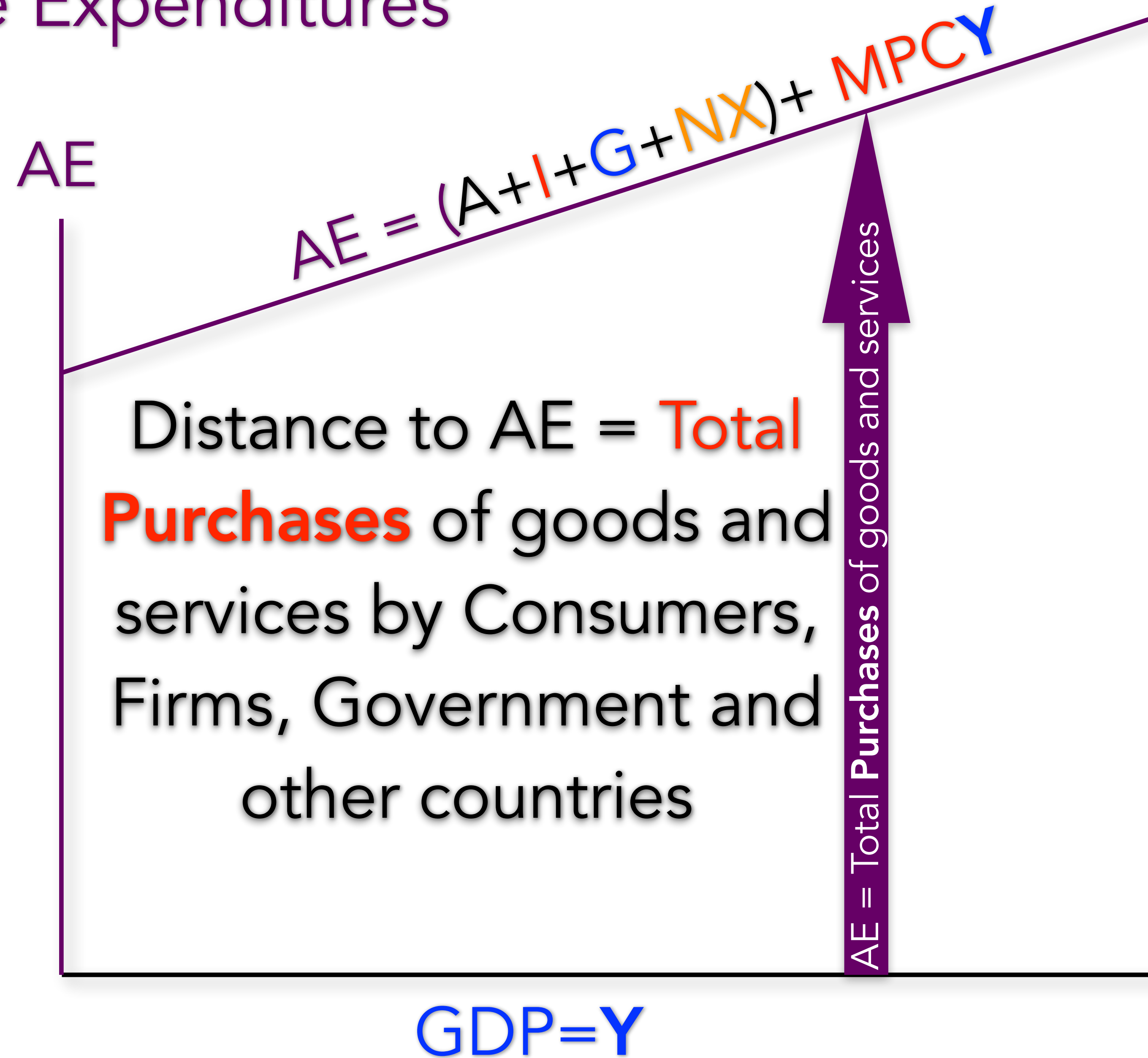
AE

Distance to AE = Total **Purchases** of goods and services by Consumers, Firms, Government and other countries

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$$GDP = Y$$

Aggregate Expenditures

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