



Aggregate Expenditures

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

AE

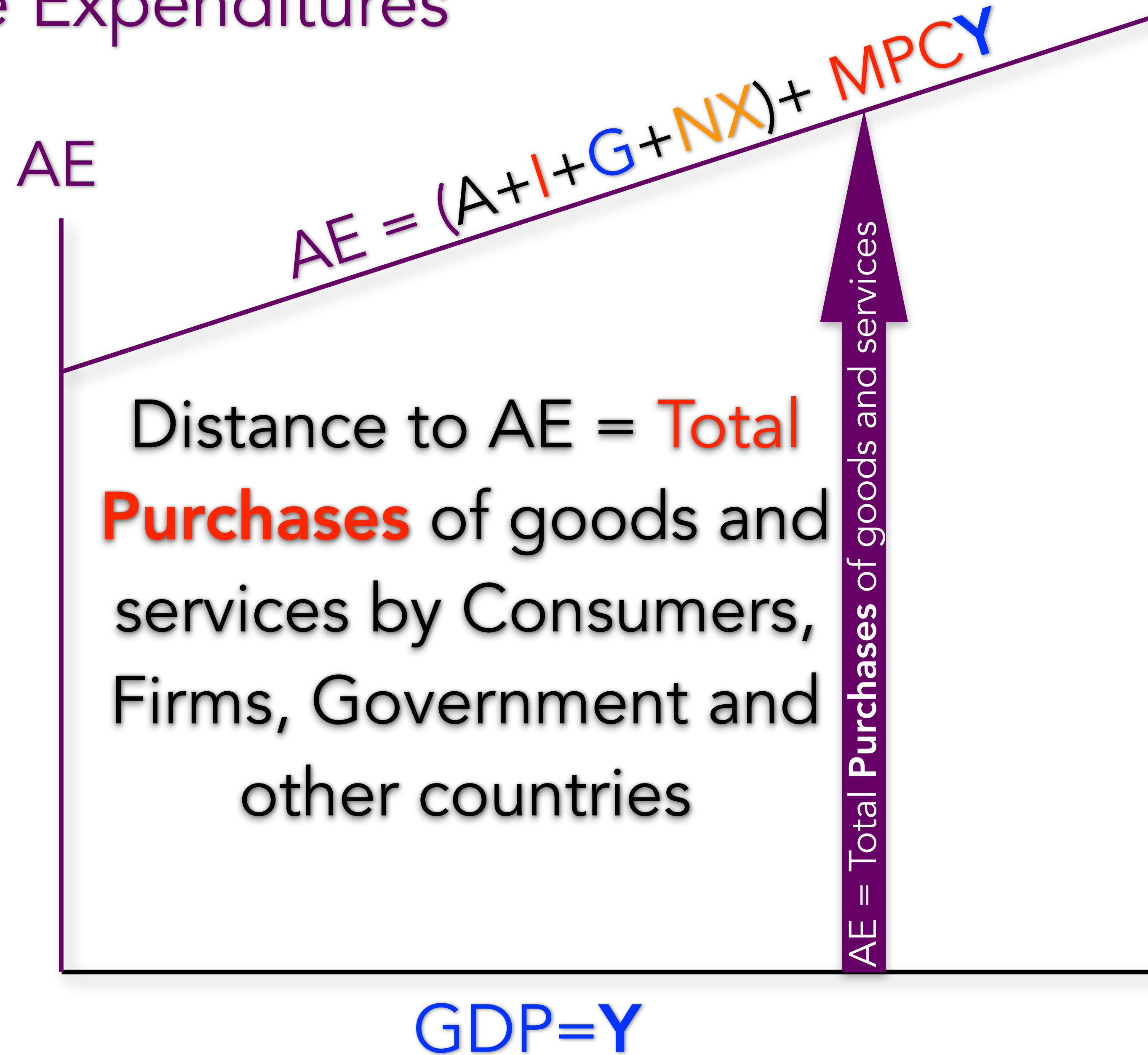
Distance to AE = **Total Purchases** of goods and services by Consumers, Firms, Government and other countries



AE = Total Purchases of goods and services

GDP = Y

Aggregate Expenditures





GDP=Y