

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**...

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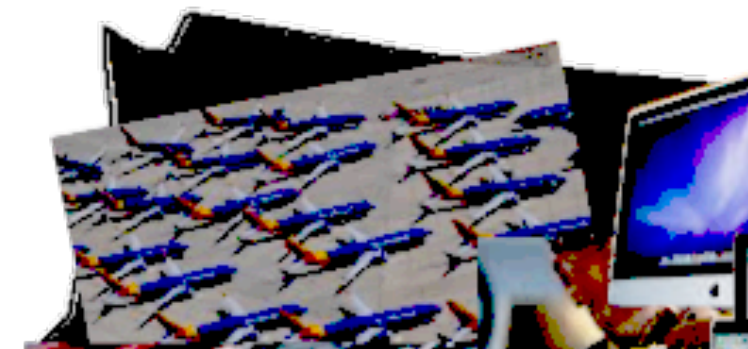


Measuring Total Production **GDP**

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