At equilibrium,

Leakages = Injections

S+T+M = I + G + X

Rearrange:

$$S \equiv I + (G - T) + (X - M)$$

Trade Deficit:

Investment

At equilibrium,

Leakages = Injections

S+T+M = I + G + X

Rearrange:

$$S = I + (G - T) + (X - M)$$

Savings finance

Investment

Government's Deficit

Trade Deficit: