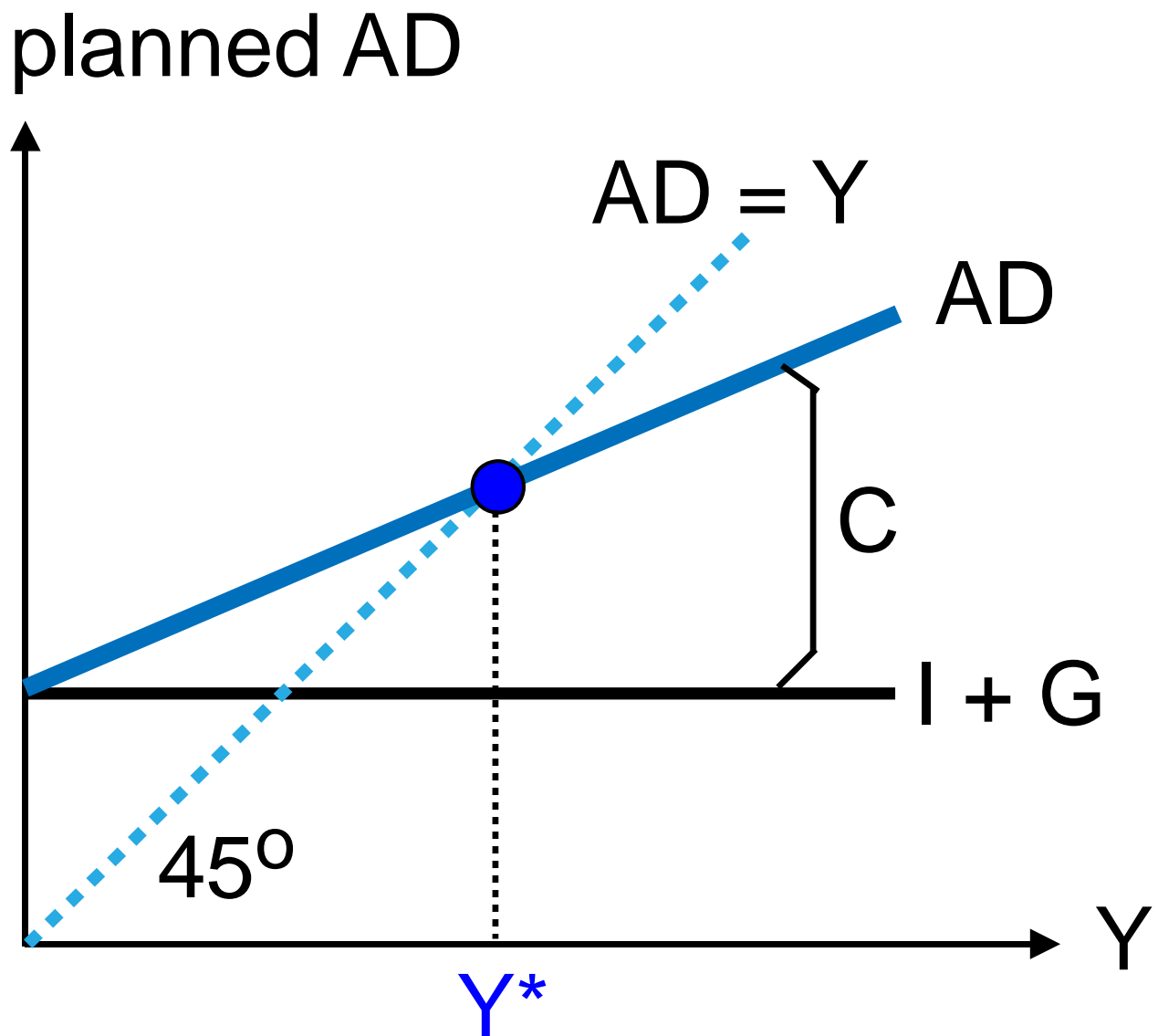


12.5 Aggregate demand (Keynes)



- $AD = C + I + G$ ($M - X = 0$)
- $C = a + bY$
- I and G are not dependent on Y .
- Y^* = Equilibrium national income