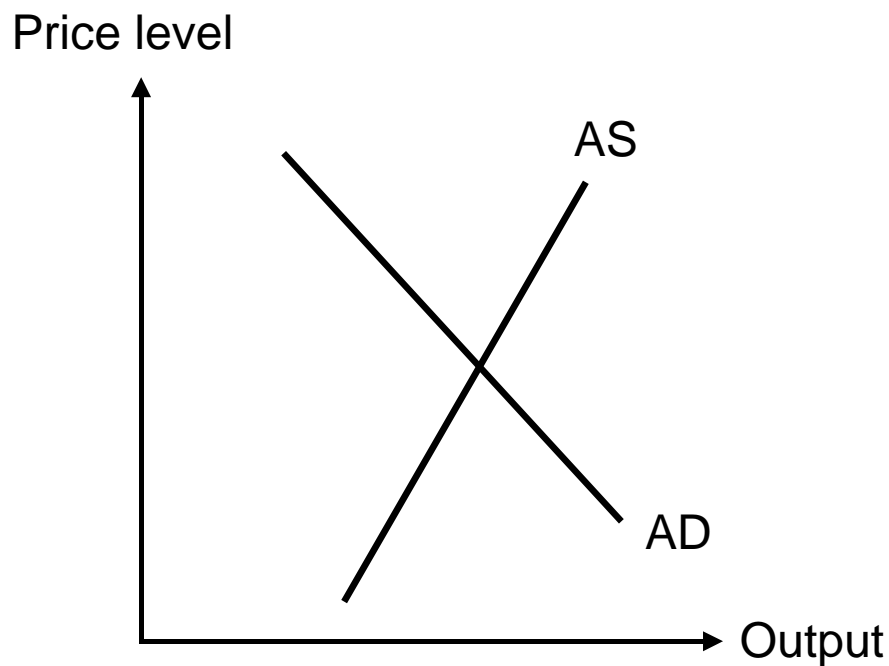


Stagflation

- ⇒ Show how a supply shock (for example by an energy crisis) can bring about a stagflation, which is a combination of inflation and recession.



AS = Aggregate supply
AD = Aggregate demand

[Click here to get the answer!](#)