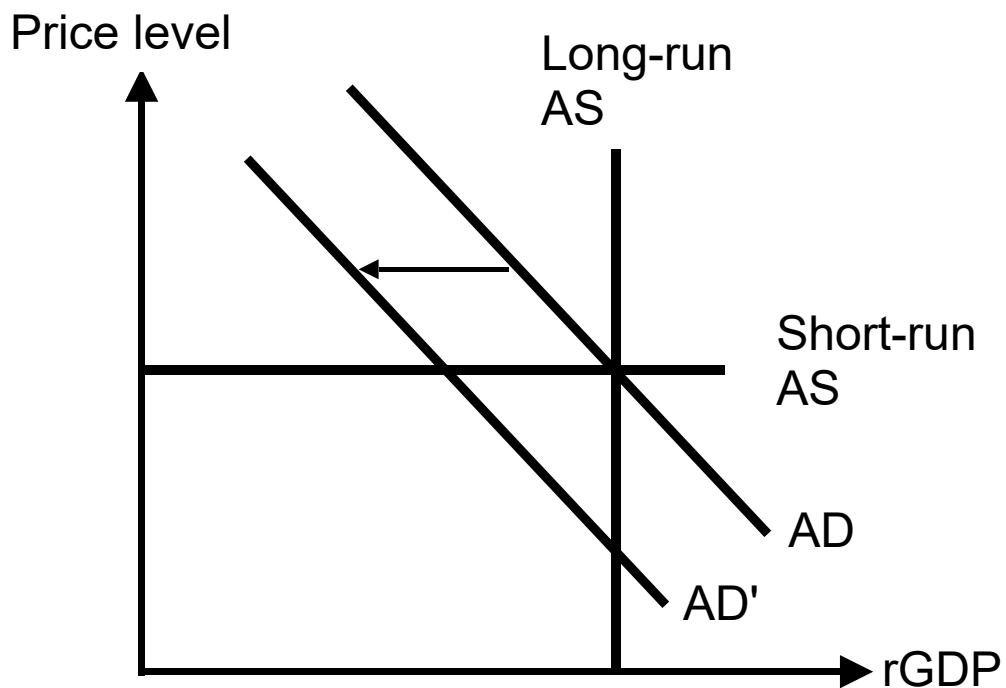


Rigid input costs

- ⇒ In an economy, input costs (wages, capital costs) are rigid (fixed). What are the short-run impacts if there is a decline in consumption?



Abbreviations:

AD = Aggregate demand	rGDP = Real gross domestic product
AS = Aggregate supply	

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