BUSINESS ECONOMICS III
DIAGRAM PRACTICE WORKBOOK
SYBCOM SEMESTER-III

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AN ASSIGNMENT FOR PRACTICING DIAGRAMS.
DISCLAIMER : DIAGRAMS TAKEN FROM VARIOUS SOURCES. ONLY FOR LSRC STUDENTS.
Identify the titles of the following diagrams, redraw and explain them.

Module 1

Q1.
Fig. 6.3. Circular Income Flow Model with Government
Fig. 3.4: Effective Demand and Determination of Employment

\[ L_e - L_u \text{ measures unemployment} \]
Fig. 8.6

\[ S = \bar{C} + (1 - \beta)Y \]

Saving Function Curve

- Slope = \( 1 - \beta = \frac{\Delta S}{\Delta Y} \)
- Break-even point
- Disposable Income (Y)

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Fig. 7: Liquidity Trap
Module 3

Fig. 20.1. Derivation of IS Curve: Linking Rate of Interest with National Income through Investment and Aggregate Demand
Fig. 20.1. Derivation of LM Curve
Fig. 17: Shift of the IS curve
Fig. 16: Shift in LM curve
Fig. 26.1. Stagflation arising from an Adverse Supply Shock
Fig. 15.2. Liquidity Preference Curve and Liquidity Trap.