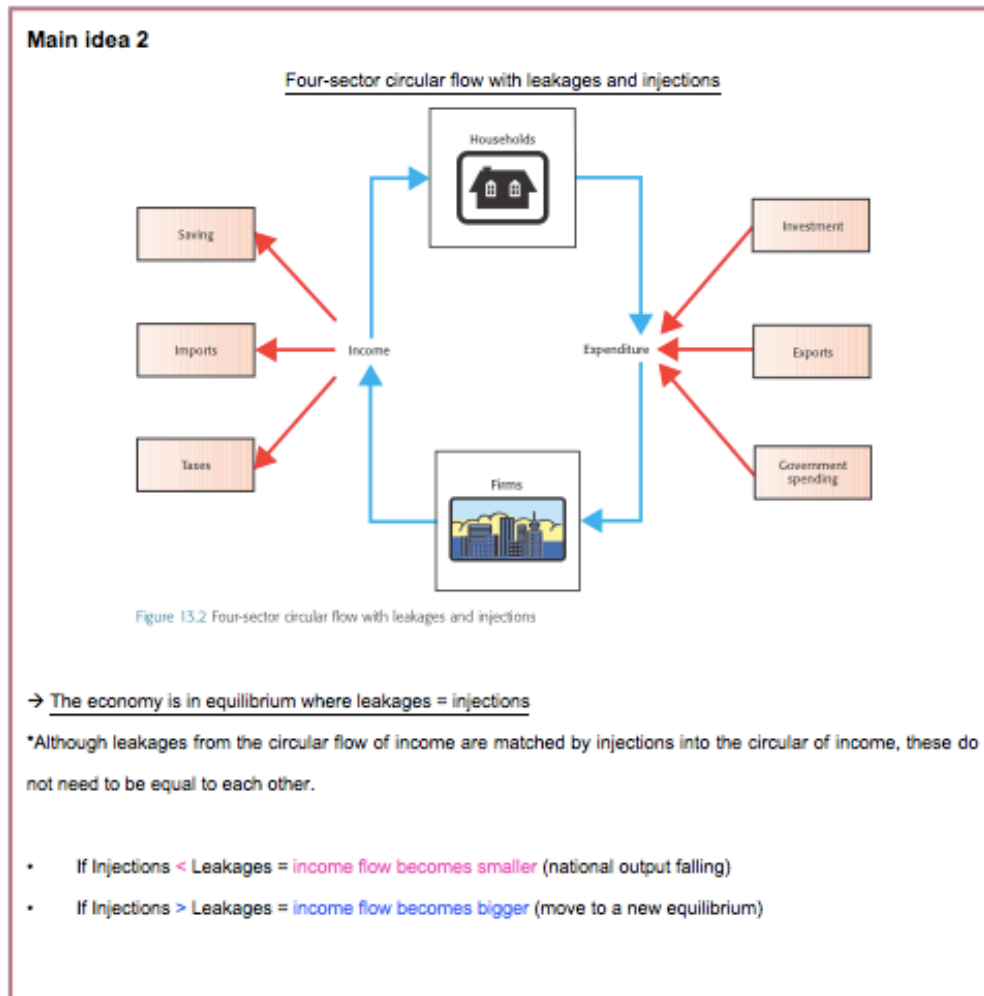


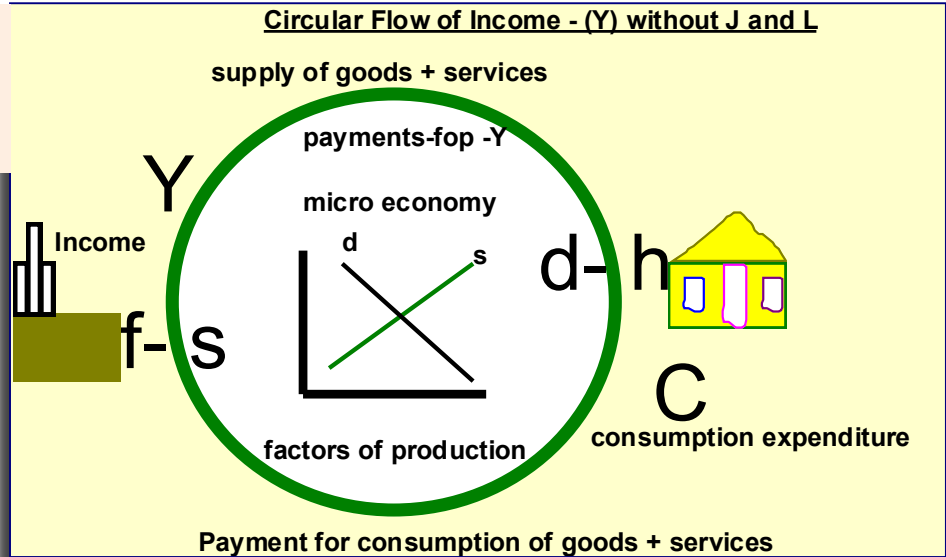
**Syllabus Reference 2.1: The Circular Flow of Income Showing Leakages and Injections (J)**  
<http://www.yellowsubmariner.com>

### 3 Macroeconomic Circular Flow of Income diagrams



**Syllabus Reference 2.1: The Circular Flow of Income Showing Leakages and Injections (J)**  
<http://www.yellowsubmariner.com>

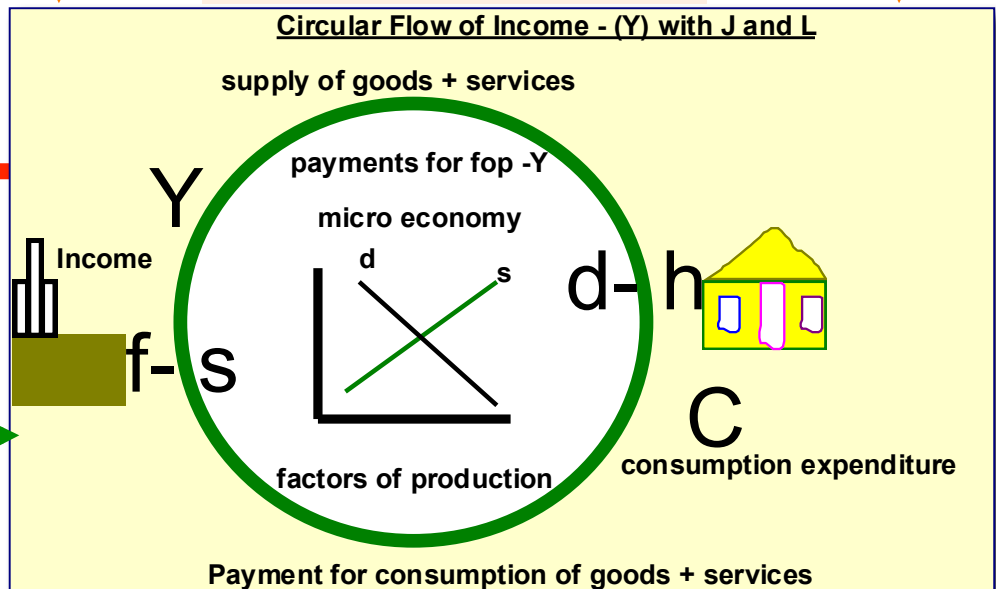
Micro economy  
 (studies individual components of economy and the focus is on markets.)

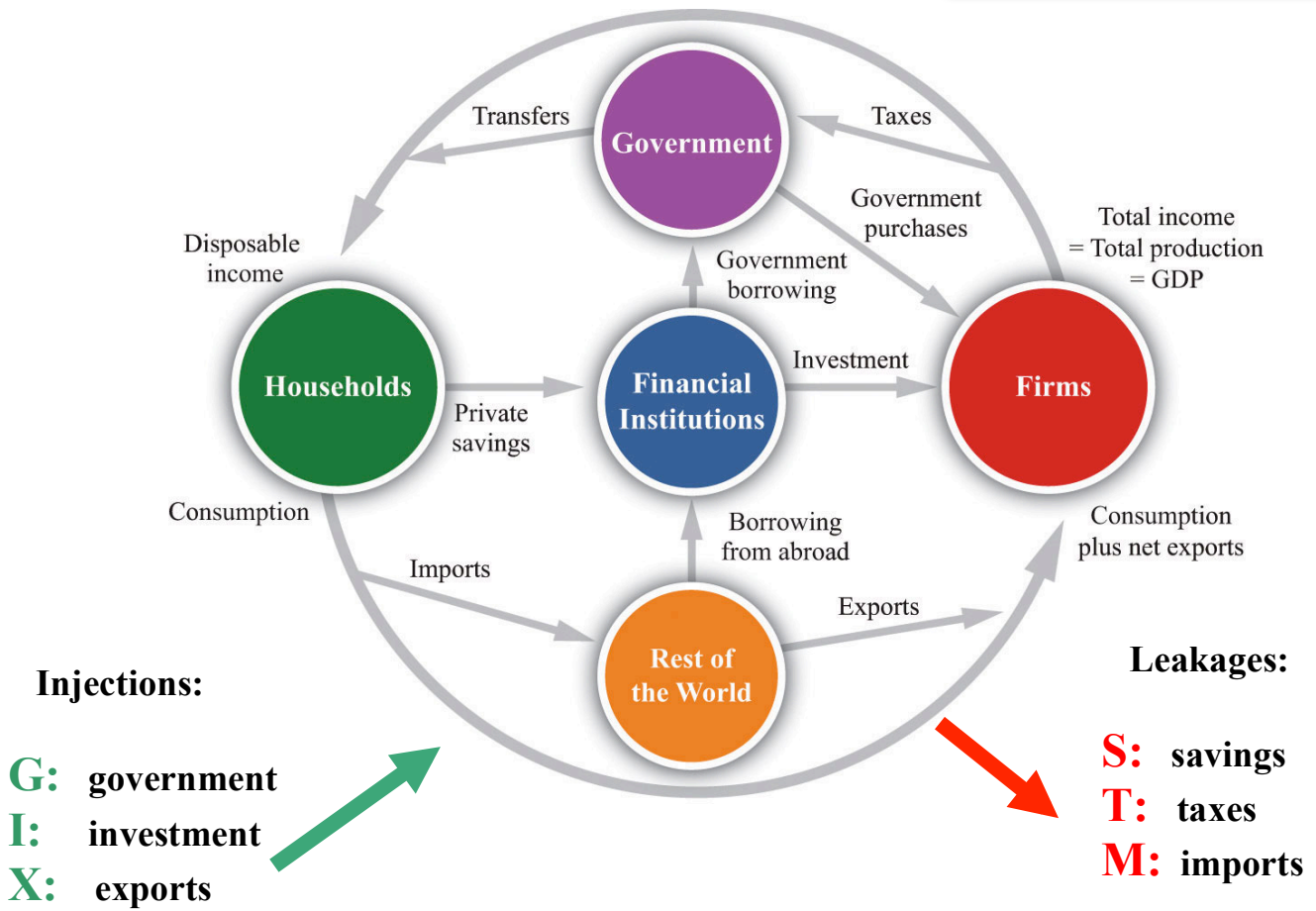


Macro economy  
 (use aggregate demand + aggregate supply)

- Leakages (L)**
1. Savings
  2. Taxes
  3. imports

- Injections (J)**
1. Investment
  2. Government spending
  3. Exports





Note: See also flowchart of Macro economy and role for Government in 3.1

**Alternative Macro circular flow of income: showing importance of Monetary sector to whole economy**