**Factors that can Shift the Expenditure Curves**

<table>
<thead>
<tr>
<th>Consumption</th>
<th>Planned Investment</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Real Wealth (+)</td>
<td>1. Sales Relative to Capacity (+)</td>
</tr>
<tr>
<td>2. Real Interest Rate (-)</td>
<td>2. Expected Future Sales (+)</td>
</tr>
<tr>
<td>3. Expectations</td>
<td>3. Interest Rate (-)</td>
</tr>
<tr>
<td>A. Future Income and Wealth (+)</td>
<td></td>
</tr>
<tr>
<td>B. Future Prices (+)</td>
<td>Net Exports</td>
</tr>
<tr>
<td>4. Prices (-)</td>
<td>1. Foreign Income (+)</td>
</tr>
<tr>
<td></td>
<td>2. Exchange Rate (+)</td>
</tr>
<tr>
<td></td>
<td>3. Price Level (-)</td>
</tr>
</tbody>
</table>

Note 1: This is a Table that I’ll post on the weblog.

Note 2: These have all been covered in previous lectures. If you are unclear about these, you should consult your TA for clarification.