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Refer to the table below and complete the following:

- (a) Show the consumption and saving schedules graphically.
- (b) Determine the APC and APS for each level of income.
- (c) Now determine the MPC and MPS for each change in the income level.
- (d) Locate the break-even point. How is it possible for households to dissave at very low income levels?
- (e) If the proportion of total income that is consumed decreases and the proportion that is saved increases as income rises, explain in both written and graphic forms how the MPC and MPS can be constant at various levels of income.

Level of output and income (GDP = DI) (\$ billion)	Consumption (\$ billion)	Saving (\$ billion)	APC	APS	MPC	MPS
240		-4				
260		0				
280		4				
300		8				
320		12				
340		16				
360		20				
380		24				
400		28				