|  |  |  |  |
| --- | --- | --- | --- |
| **Advantages** | **Explanation** | **Diagram/ RWE (Real World Examples)** | **CLASPP** |
| **Ability to target sectors of the economy** |  |  |  |
| **Direct impact on aggregate demand** |  |  |  |
| **Promoting economic activity in a recession** |  |  |  |
| **Disadvantages** |  |  |  |
| **Time lags** |  |  |  |
| **Political constraints** |  |  |  |
| **Crowding out** |  |  |  |
| **The inability to deal with supply-side causes of instability** |  |  |  |