

$$\begin{aligned}
NCR_t = & 0.7 \times NCR_{t-1} + 0.3 \\
& \times \left[ RSTAR_t + 2 \times \left( \frac{PTM_t}{PTM_{t-4}} \times 100 - 100 \right) \right. \\
& \left. - \bar{\pi} - 2 \times LURGAP_t \right] - \Delta_2 LUR_t + \varepsilon_{ncr,t},
\end{aligned}$$