

19. Time lags can slow down the economic response of policy initiatives and can be categorised as having either inside or outside lags. The difference between the two is inside lags refer to
- (a) effect lags while outside lags refer to implementation and recognition lags.
  - (b) recognition and implementation lags while outside lags refer to effect lags.
  - (c) recognition and effect lags while outside lags refer to implementation lags.
  - (d) implementation and effect lags while outside lags refer to recognition lags.