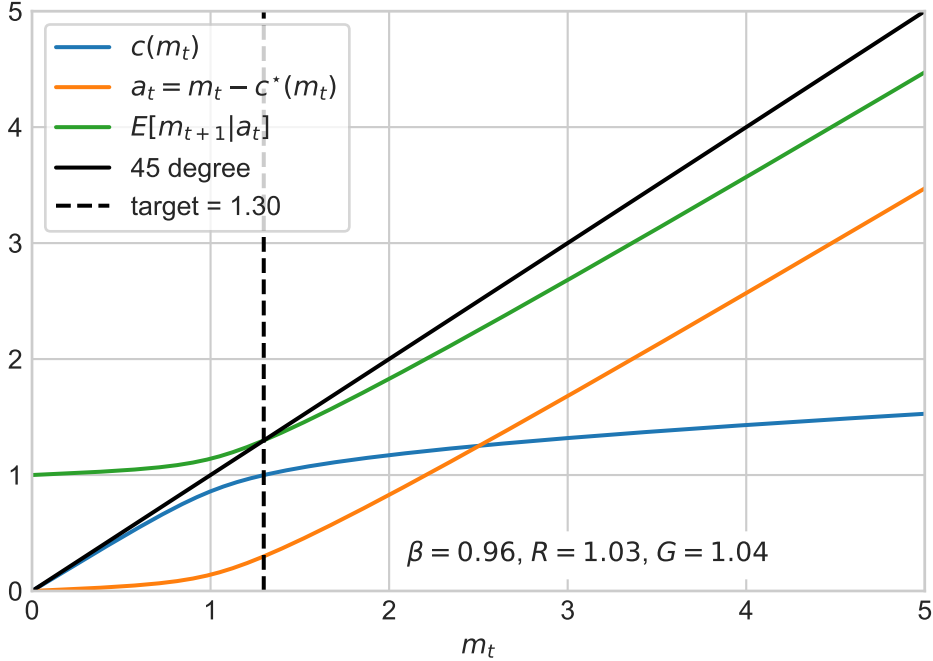
$c(m_t)$
$a_t = m_t - c^\star(m_t)$
$E[m_{t+1}|a_t]$
45 degree
target = 1.30
$\beta = 0.96$, $R = 1.03$, $G = 1.04$
0
1
2
3
4
5
m_t