Table 1 Taxonomy of Perfect Foresight Liquidity Constrained Model Outcomes

For constrained $\grave{c}$ and unconstrained $\bar{c}$ consumption functions

Main Condition Subcondition	Math	Outcome, Comments or Results
~~GIC~~	$1 < \Phi/\Gamma$	Constraint never binds for $m \geq 1$
and RIC	$\Phi/R < 1$	FHWC holds ($R > \Gamma$); $\grave{c}(m) = \bar{c}(m)$ for $m \geq 1$
and ~~RIC~~	$1 < \Phi/R$	$\grave{c}(m)$ is degenerate: $\grave{c}(m) = 0$
GIC	$\Phi/\Gamma < 1$	Constraint binds in finite time for any m
and RIC	$\Phi/R < 1$	FHWC may or may not hold $\lim_{m\uparrow\infty} \bar{c}(m) - \grave{c}(m) = 0$ $\lim_{m\uparrow\infty} \grave{\kappa}(m) = \underline{\kappa}$
and ~~RIC~~	$1 < \Phi/R$	~~FHWC~~ $\lim_{m\uparrow\infty} \grave{\kappa}(m) = 0$

Conditions are applied from left to right; for example, the second row indicates conclusions in the case where ~~GIC~~ and RIC both hold, while the third row indicates that when the GIC and the RIC both fail, the consumption function is degenerate; the next row indicates that whenever the GIC holds, the constraint will bind in finite time.