

# Lecture notes, Oct 6<sup>th</sup>, 2020

PS1, Q2

Markov matrix:

$$(\tilde{S}_t, \tilde{L}_t, \tilde{R}_t) \underline{P}_t = \begin{pmatrix} 1 - \beta \cdot \tilde{L}_t & \beta \cdot \tilde{L}_t & 0 \\ 0 & 1 - \nu & \nu \\ 0 & 0 & 1 \end{pmatrix}$$

$$X_t = (\tilde{S}_t, \tilde{L}_t, \tilde{R}_t)$$

$$X_{t+1} = X_t \cdot P_t$$