Econ 581 Homework 6

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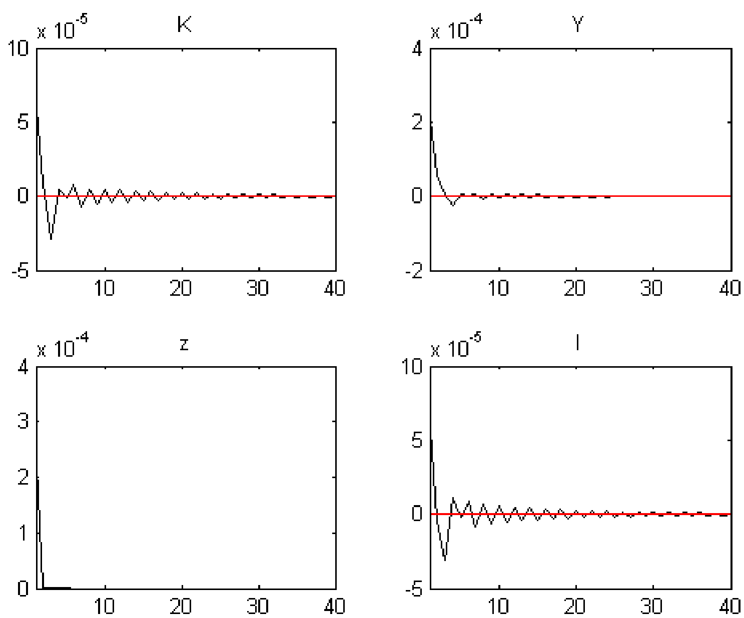
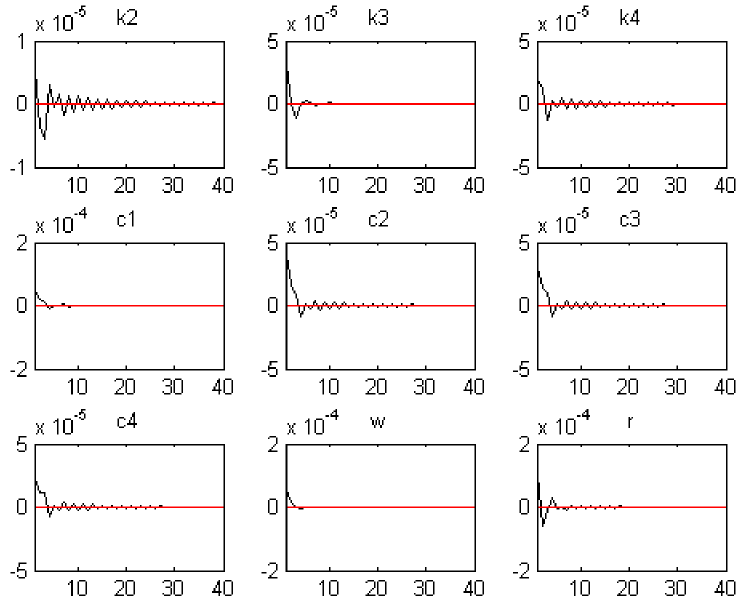
Exercise 1

Paths





SS Results

k2 = 0.117727
k3 = 0.278812
k4 = 0.178062
c1 = 0.285387
c2 = 0.247752
c3 = 0.215081
c4 = 0.186718
w = 0.403114
r = 0.84996
K = 0.574602
Y = 1.39539
z = 0
I = 0.460458

Model Summary

Number of variables: 13
Number of stochastic shocks: 1
Number of state variables: 5
Number of jumpers: 1
Number of static variables: 7

$Simulated variables moments:$

$Variable$	$Mean$	$Std.Dev.$	$Variance$	$Skewness$	$Kurtosis$
$k2$	0.117727	0.000012	0.000000	0.007672	−0.343016
$k3$	0.278810	0.000039	0.000000	0.130038	0.379393
$k4$	0.178061	0.000033	0.000000	−0.108399	0.525654
$c1$	0.285381	0.000069	0.000000	0.182404	−0.173503
$c2$	0.247747	0.000056	0.000000	0.193003	−0.144669
$c3$	0.215077	0.000046	0.000000	0.198076	−0.056893
$c4$	0.186714	0.000038	0.000000	0.195721	0.093621
w	0.403108	0.000071	0.000000	0.158804	−0.117236
r	0.849954	0.000144	0.000000	0.214612	0.232132
K	0.574598	0.000076	0.000000	−0.077032	0.193026
Y	1.395374	0.000247	0.000000	0.158804	−0.117236
z	−0.000018	0.000250	0.000000	0.160410	0.097716
I	0.460455	0.000077	0.000000	−0.063740	−0.021642

$Autocorrelation$

$Variable$	1	2	3	4	5
$k2$	−0.3577	−0.0369	−0.3528	0.3249	−0.1989
$k3$	0.1019	−0.3399	−0.2431	0.0505	0.0760
$k4$	−0.1877	0.1035	−0.5023	0.3156	−0.2306
$c1$	0.1447	0.1063	−0.4419	0.1145	−0.1244
$c2$	0.0834	0.1933	−0.4904	0.1687	−0.1871
$c3$	0.0026	0.2903	−0.5459	0.2360	−0.2608
$c4$	−0.0969	0.3905	−0.6054	0.3147	−0.3418
w	0.1826	−0.0020	−0.3614	0.0558	−0.0560
r	−0.2841	−0.1188	−0.0234	0.1124	−0.1111
K	0.0403	−0.2700	−0.2800	0.0948	0.0278
Y	0.1826	−0.0020	−0.3614	0.0558	−0.0560
z	0.0302	−0.0052	−0.2463	0.0712	−0.0890
I	−0.0987	−0.2278	−0.2505	0.1467	−0.0284