Forecast Error Variance Decomposition (FEVD)
How much of Y_1 forecast uncertainty comes from each shock?

Legend: Own shock (ε_1), Other shock (ε_2)

Forecast Horizon (h)	Own shock (ε_1)	Other shock (ε_2)
h=1	95%	5%
h=2	85%	15%
h=4	70%	30%
h=8	55%	45%
h=12	50%	50%
h=20	48%	52%

Y-axis: Percentage of Variance Explained
X-axis: Forecast Horizon (h)