

Figure 1: Business cycle phases: (a) without time lags; (b) with time lags

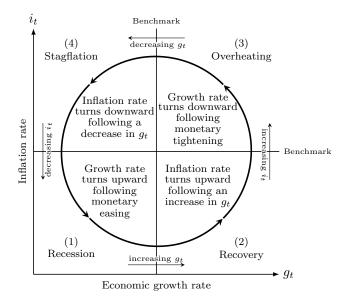


Figure 2: Business cycles: interaction between growth & inflation