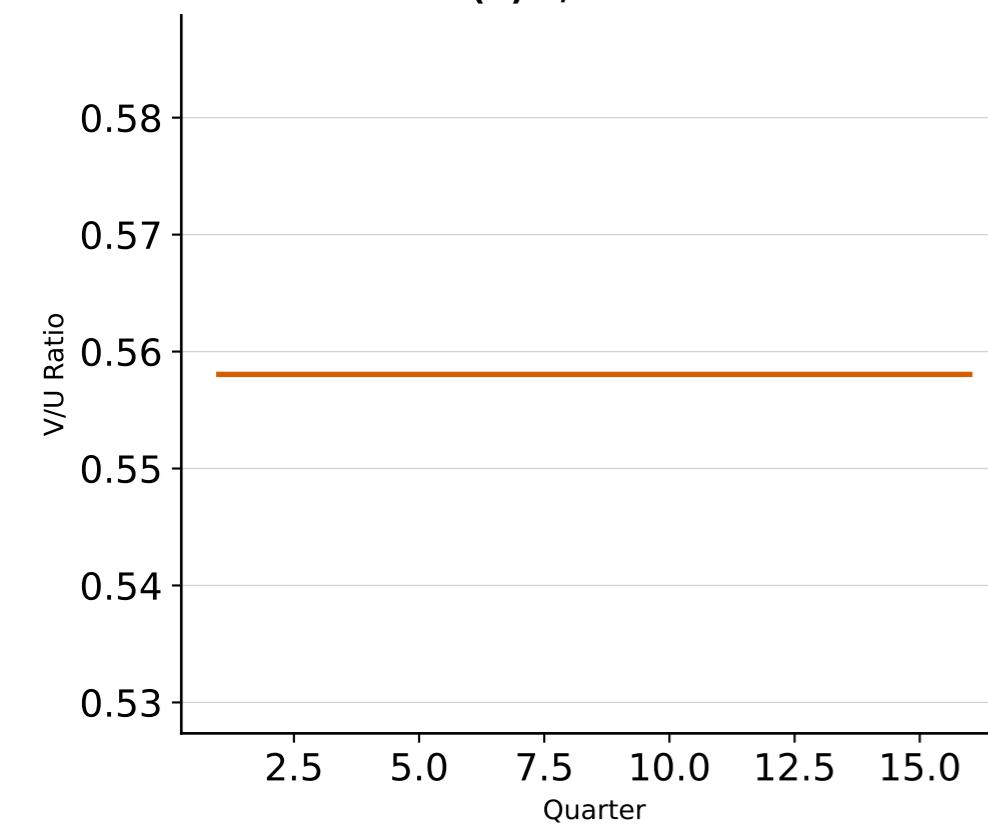
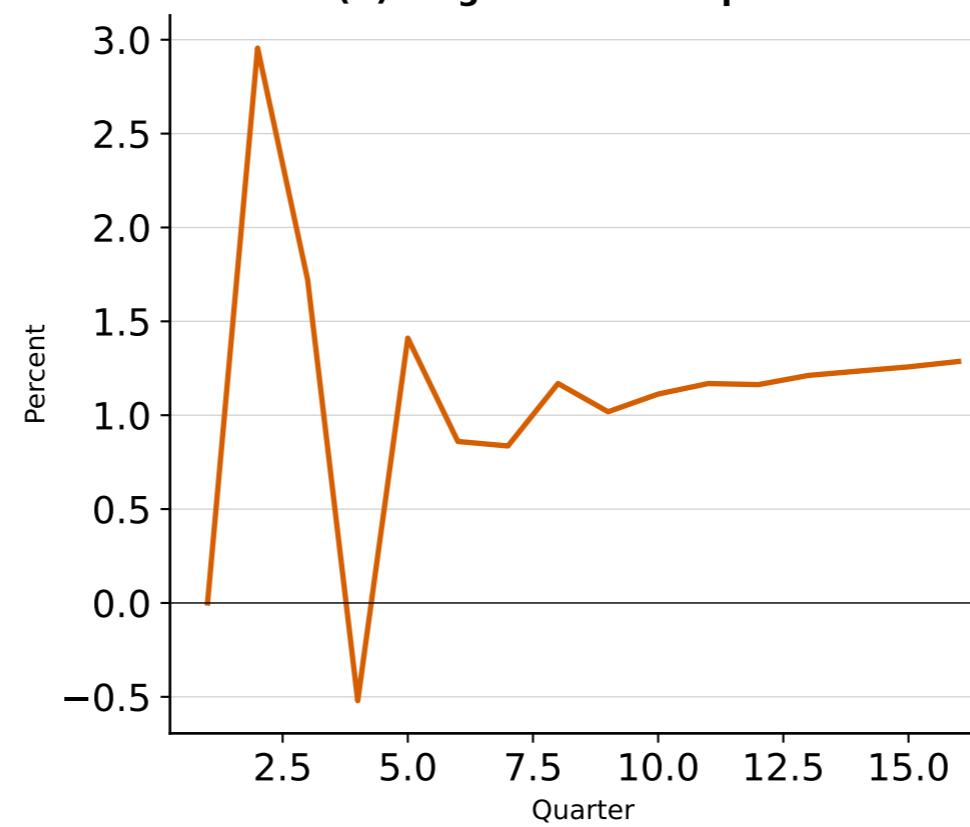


V/U Shock: Endogenous Feedback Loop
 $(vu \rightarrow gw \rightarrow W \rightarrow ed \rightarrow \text{shortage} \rightarrow gcpi)$

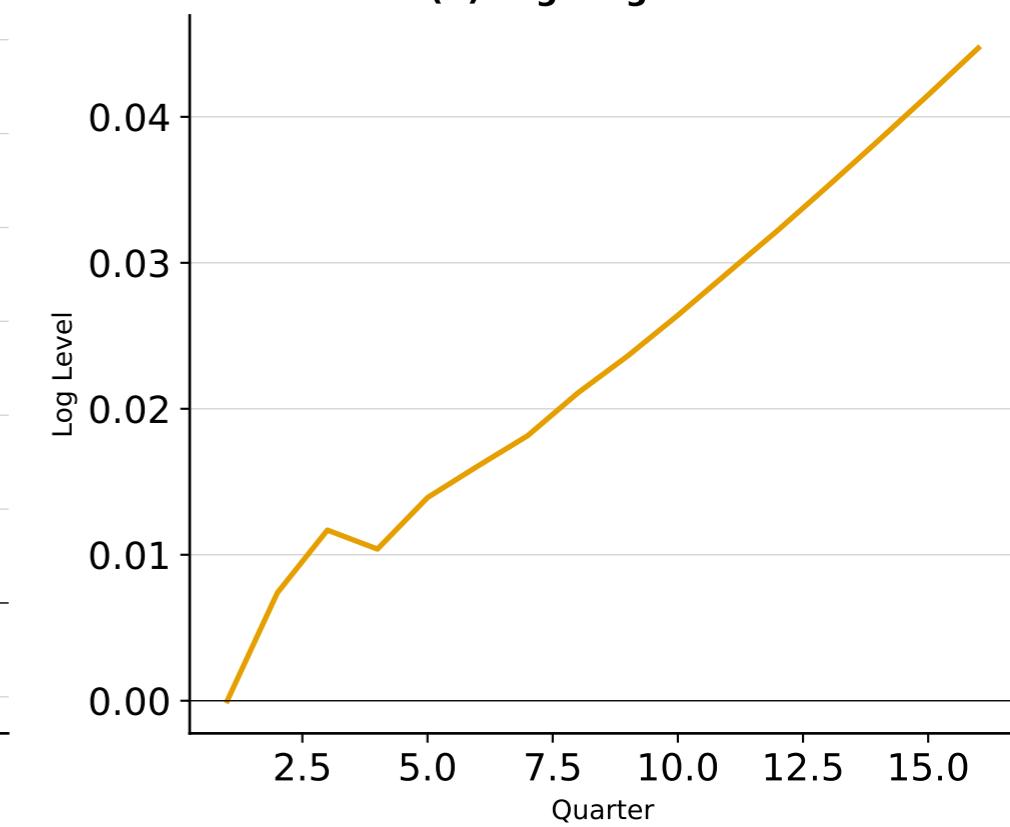
(A) V/U Shock



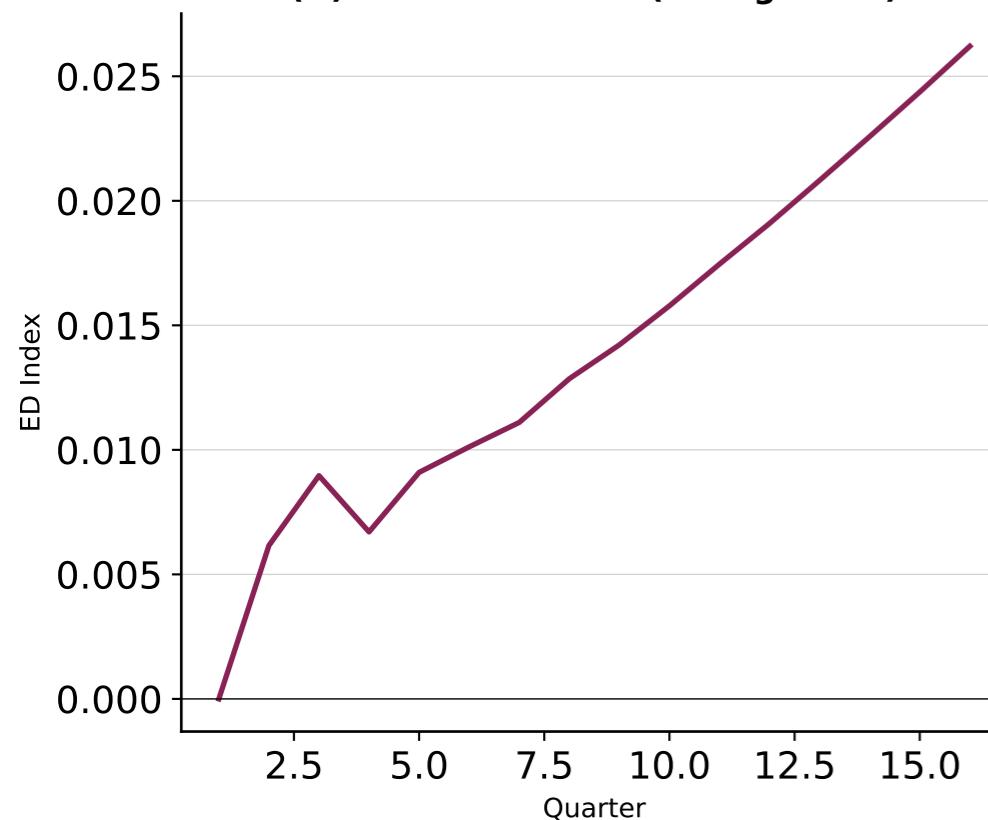
(B) Wage Growth Response



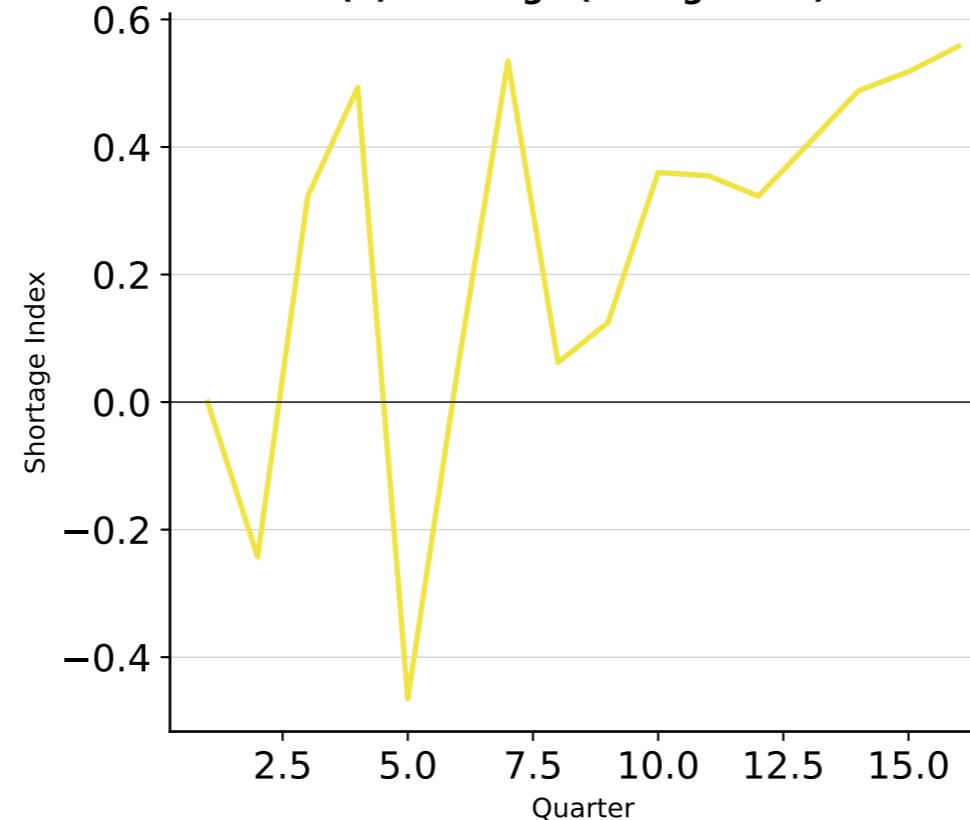
(C) Log Wage Level



(D) Excess Demand (Endogenous)



(E) Shortage (Endogenous)



(F) Inflation Response

