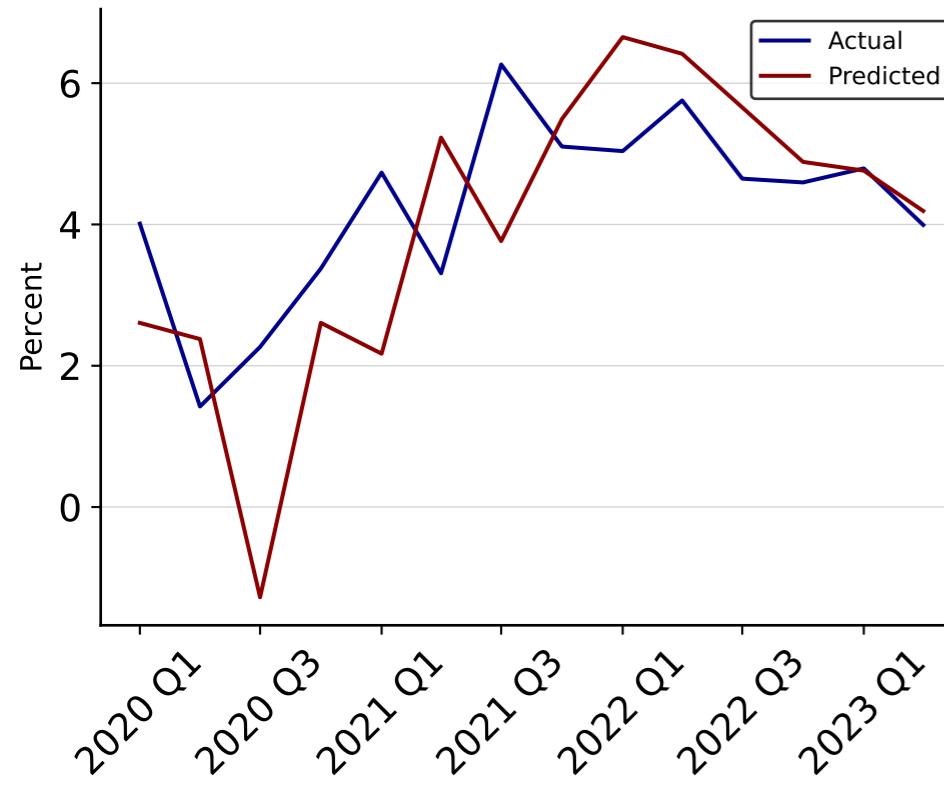


# Modified Bernanke-Blanchard Model (Liang & Sun 2025)

## Out-of-Sample Predictions: 2020 Q1 - 2023 Q2

Figure 3. WAGE GROWTH  
(with capacity utilization)



NEW: SHORTAGE  
(endogenous equation)

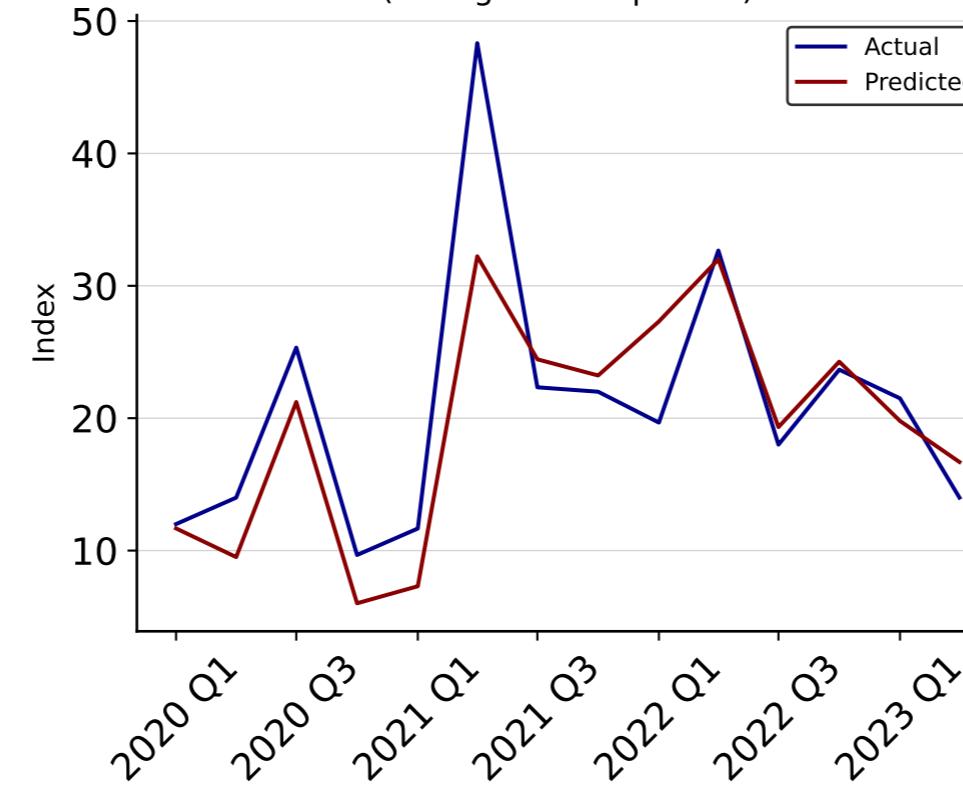


Figure 7. INFLATION

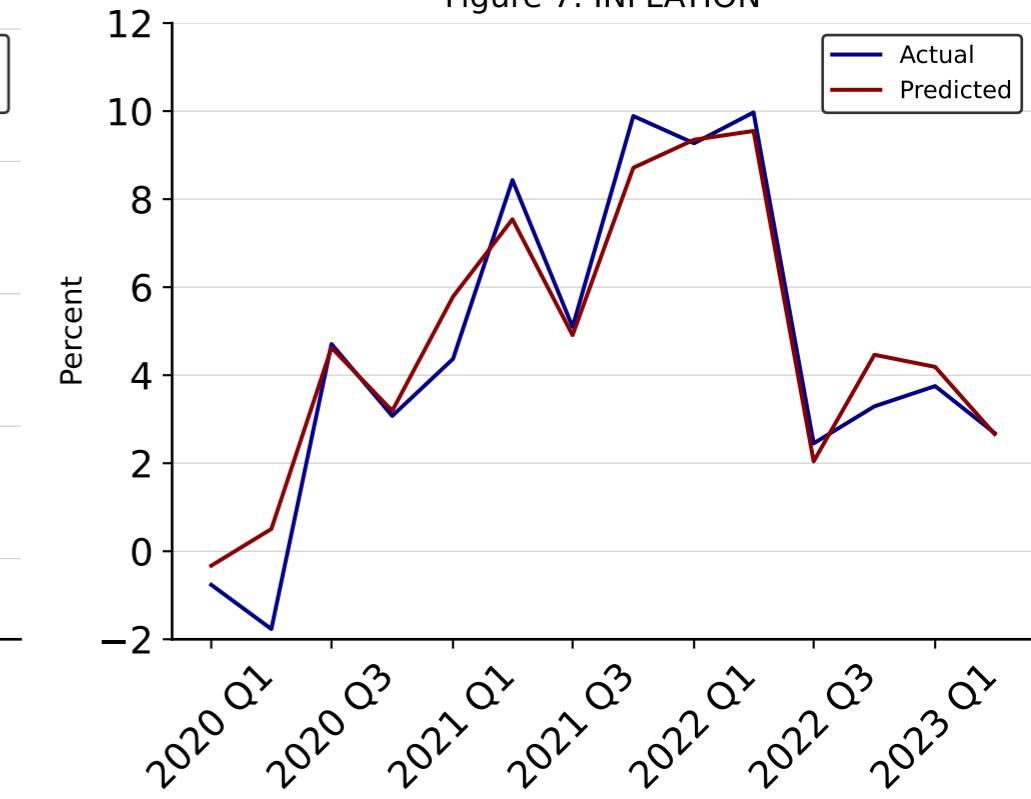


Figure 8. SHORT-RUN  
EXPECTATIONS

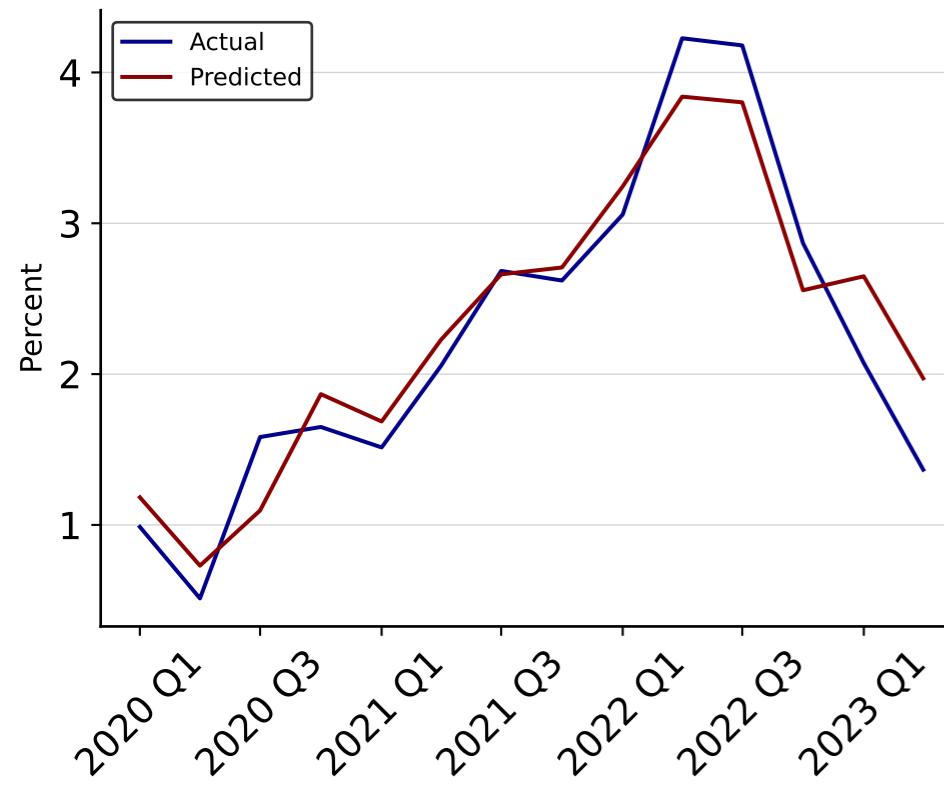


Figure 9. LONG-RUN  
EXPECTATIONS

