

1 Relational Diagrams for the Inequality Conditions

1.1 For the Unconstrained Perfect Foresight Model

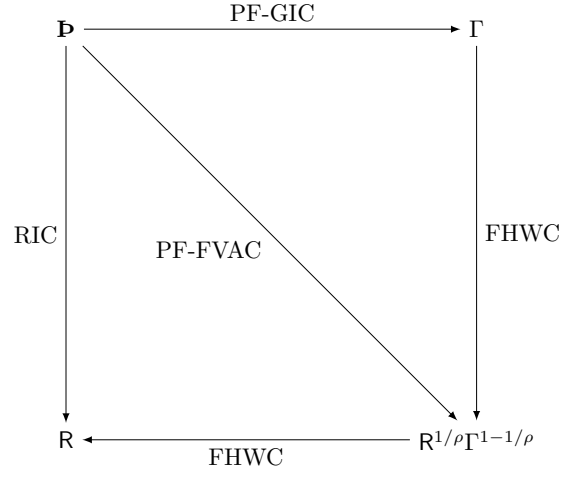


Figure 1 Relation of PF-GIC, FHC, RIC, and PF-FVAC

Arrows reflect the direction of the relationship; an arrowhead points to the larger of the two quantities being compared. For example, the topmost arrow, pointing from \mathbf{P} to Γ indicates that $\Gamma > \mathbf{P}$.