

Table 1 Taxonomy of Liquidity Constrained Model Outcomes

Name	Condition	Outcome/Comments
PF-GIC	$1 < \mathbf{P}/\Gamma$	Constraint never binds for $m \geq 1$
RIC	$\mathbf{P}/R < 1$	FHWC holds ($R > \Gamma$) $\mathring{c}(m) = \bar{c}(m)$ for $m \geq 1$
RIC	$1 < \mathbf{P}/R$	$\mathring{c}(m)$ is degenerate
PF-GIC	$\mathbf{P}/\Gamma < 1$	Constraint binds in finite time for any m
RIC	$\mathbf{P}/R < 1$	FHWC may or may not hold $\lim_{m \uparrow \infty} \bar{c}(m) - \mathring{c}(m) = 0$ $\lim_{m \uparrow \infty} \mathring{\kappa}(m) = \underline{\kappa}$
RIC	$1 < \mathbf{P}/R$	FHWC $\lim_{m \uparrow \infty} \mathring{\kappa}(m) = 0$

Conditions are applied from left to right; for example, the second and third rows indicate conclusions in the case where ~~PF-GIC~~ and RIC both hold, while the fourth row indicates that when the PF-GIC and the RIC both fail, the consumption function is degenerate; the next row indicates that whenever the PF-GIC holds, the constraint will bind in finite time.