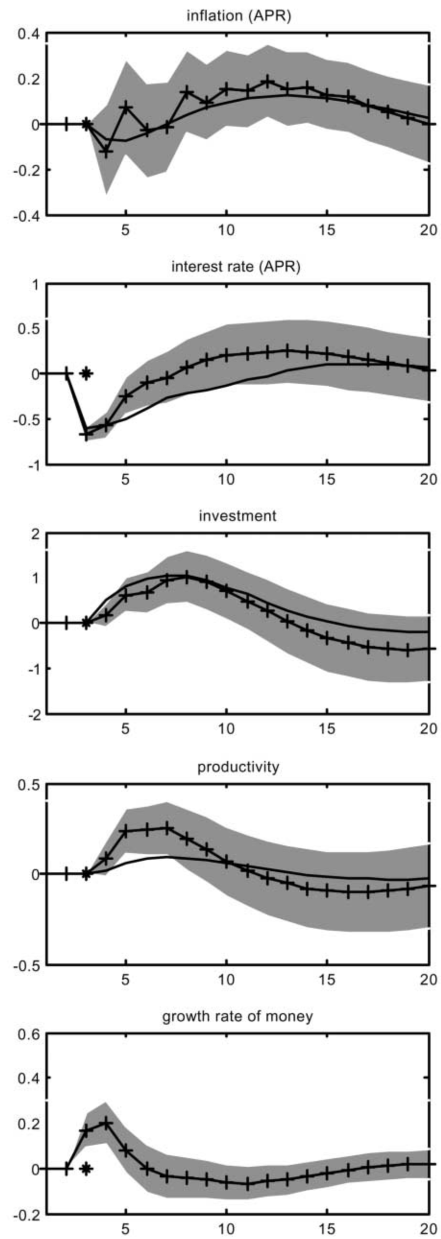

Fig. 1.—Model- and VAR-based impulse responses. Solid lines are benchmark model impulse responses; solid lines with plus signs are VAR-based impulse responses. Grey areas are 95 percent confidence intervals about VAR-based estimates. Units on the horizontal axis are quarters. An asterisk indicates the period of policy shock. The vertical axis units are deviations from the unshocked path. Inflation, money growth, and the interest rate are given in annualized percentage points (APR); other variables are given in percentages.

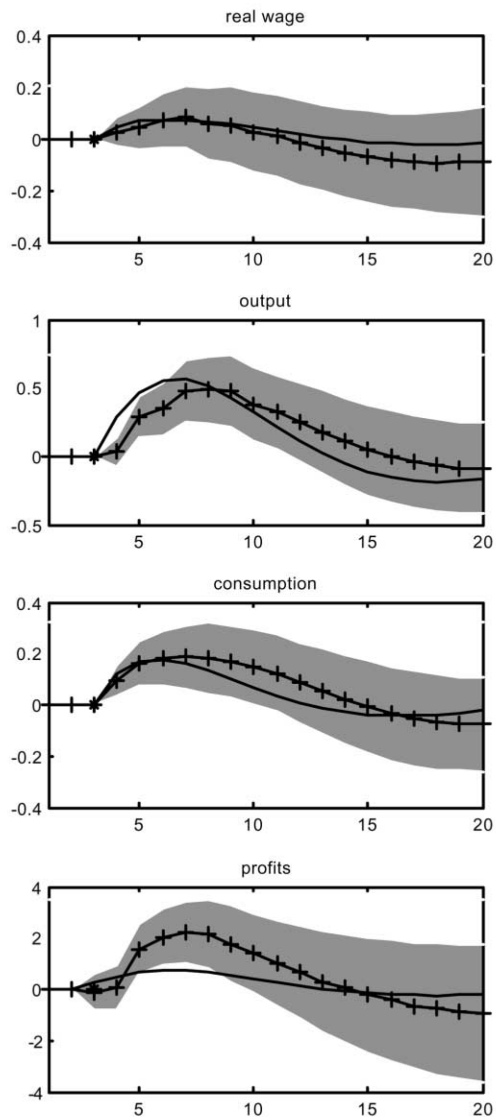

Fig. 1.—*Continued*