Belief Shock Non-Belief Shock 0.5 -0.5 **Nowcast Error** 0.0 0.0 -0.5 -0.5 10 10 15 5 15 5 20 20 1.5 1.5 1.0 1.0 0.5 Output 0.5 0.0 0.0 -0.5 -0.5 **-1.0** · -1.0 -1.5 **-1.5** -10 15 10 15 5 5 20 **20**