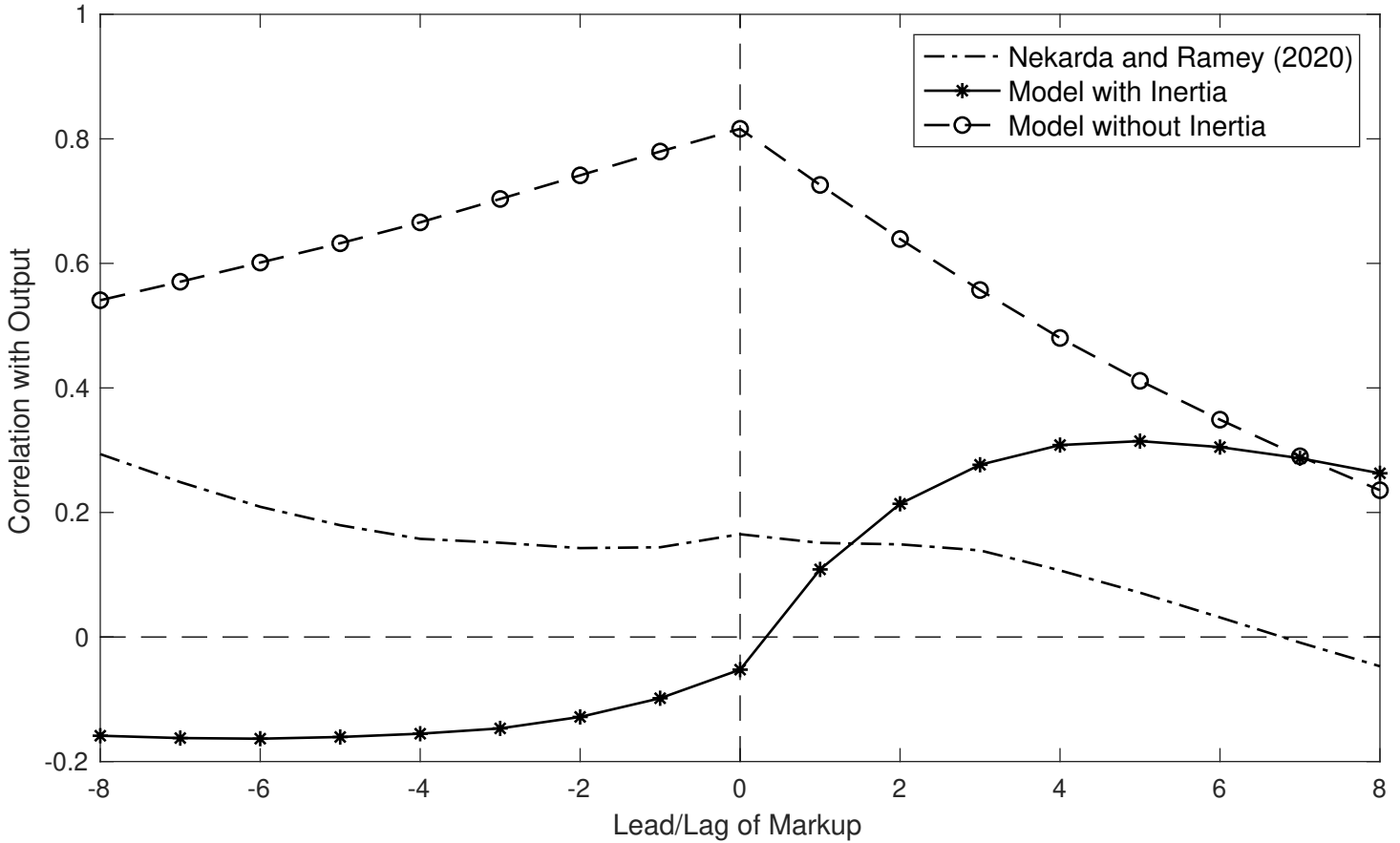
Nekarda and Ramey (2020)
Model with Inertia
Model without Inertia
Correlation with Output
Lead/Lag of Markup
1
0.8
0.6
0.4
0.2
0
-0.2
-8
-6
-4
-2
0
2
4
6
8