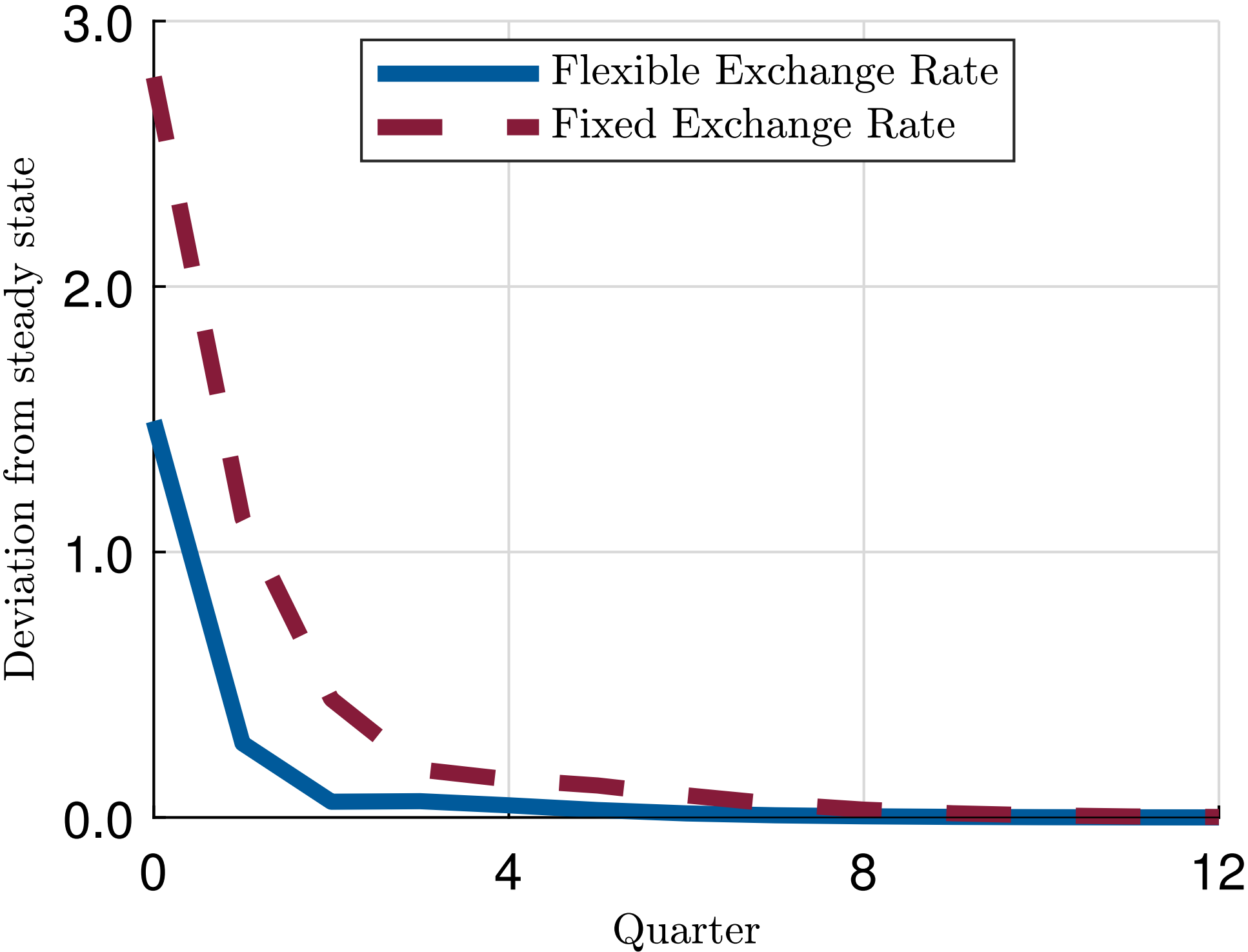
Flexible Exchange Rate
Fixed Exchange Rate
Deviation from steady state
3.0
2.0
1.0
0.0
0
4
8
12
Quarter