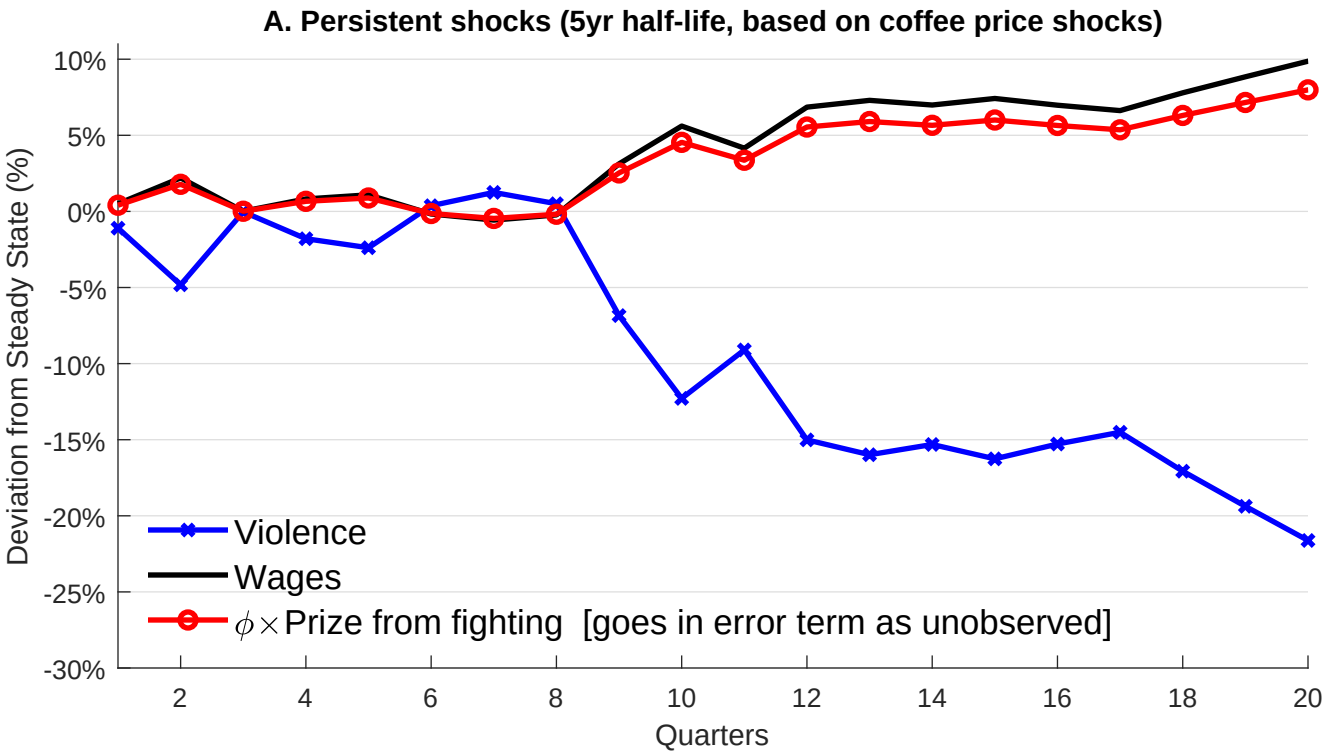
A. Persistent shocks (5yr half-life, based on coffee price shocks)
Deviation from Steady State (%)
10%
5%
0%
-5%
-10%
-15%
-20%
-25%
-30%
2
4
6
8
10
12
14
16
18
20
Quarters
Violence
Wages
$\phi \times$ Prize from fighting [goes in error term as unobserved]