Figure 6.1
Figure 6.2

Period 2 consumption, $C_2$

Period 1 consumption, $C_1$

GDP

$\text{GNP}^D$

$U (\eta = 0)$

$U^D$

$J^D$
Figure 6.3
Figure 6.4
Figure 7.1

\[ \Delta k = 0 \]
Figure 7.2

Capital-labor ratio, $k$

Consumption per capita, $c$

$\Delta k = 0$

$\Delta c = 0$

$\tilde{c} = c_0$

$\tilde{c} = c_1$

$\tilde{c}_{NEW}$

$-g/(1+n)$

$\bar{k}_{NEW}$

$\bar{k}$

Capital-labor ratio, $k$

$\Delta k_{NEW} = 0$
Figure 9.1
Figure 9.2
Figure 10.1

\[ \bar{\mu} - \bar{\mu}^* = e^{\text{flex}} \]

Percent change in exchange rate, \( e \)

Percent change in relative domestic consumption, \( c - c^* \)