Figure 1
Response of Model to an Exogenous Monetary Policy Shock

- **Price Level - % dev from SS**
- **Employment - % dev from SS**
- **Money Stock - % dev from SS**
- **Consumption - % dev from SS**
- **Inflation Rate - APR**
- **Output - % dev from SS**
- **Interest Rate - APR**
- **Investment - % dev from SS**

% dev from SS: deviation from unshocked nonstochastic steady state growth path expressed in percent terms
APR: annualized percentage rate