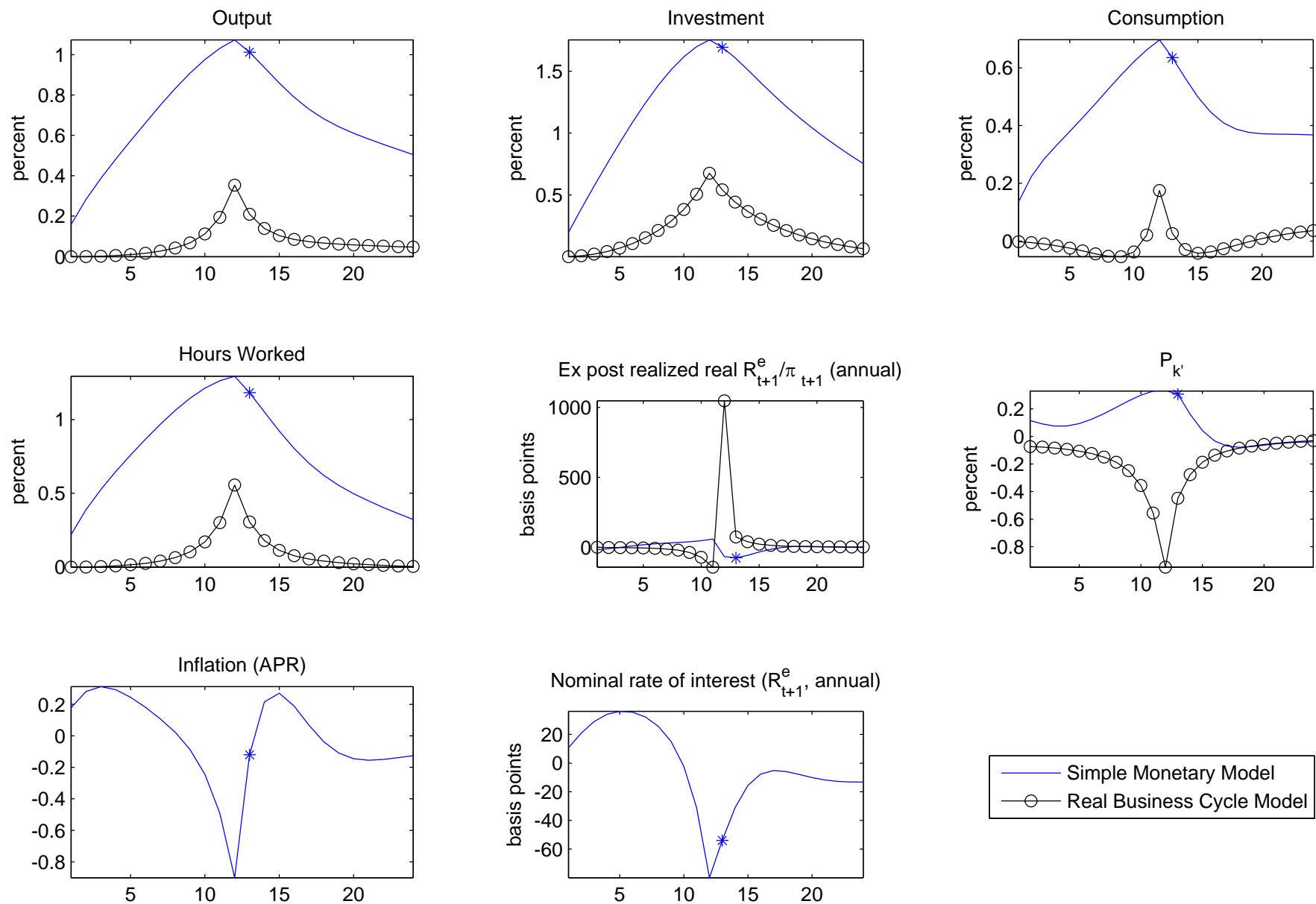


Figure 9: RBC and Simple Monetary Model  
Expectation of Technology Shock in Period 13 Not Realized



Note: subscript on nominal rate of interest indicates date of payoff,  $R_{t+1}^e$ , is graphed at date  $t$ .  $\pi_t$  indicates gross change in price level from  $t-1$  to  $t$ .