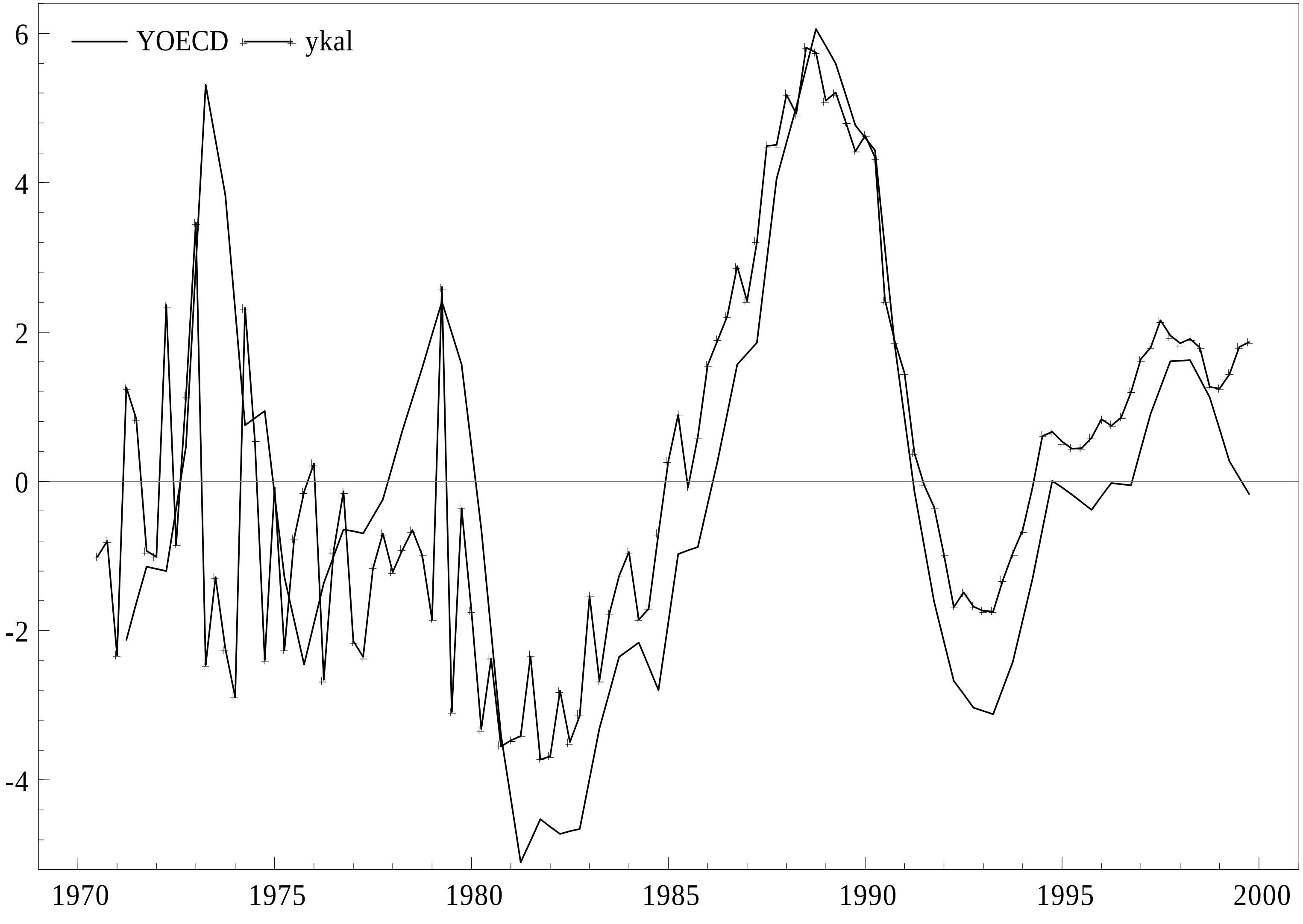

Figure 1 – UK, Output Gaps

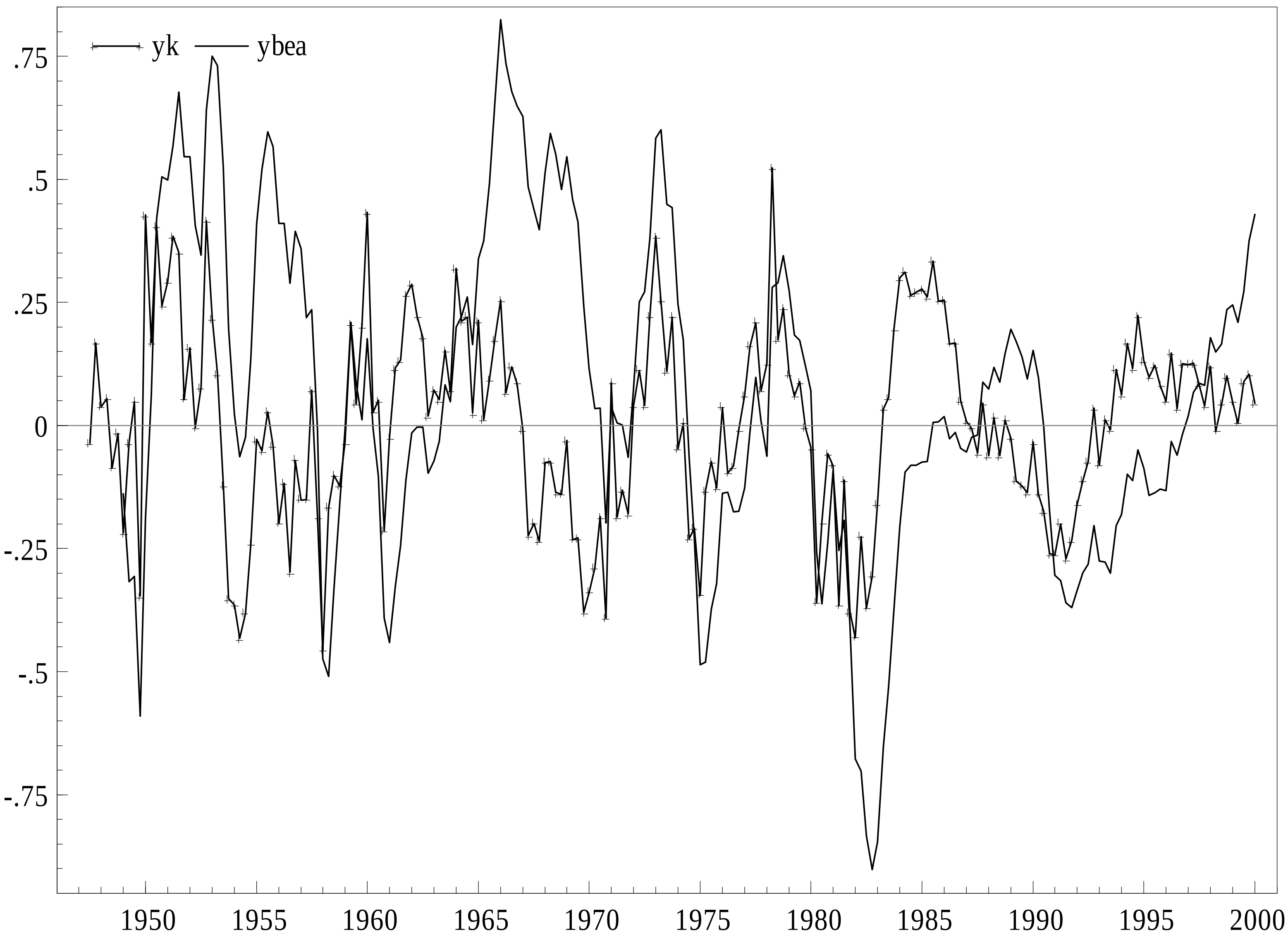

Figure 2 – US, Output Gaps

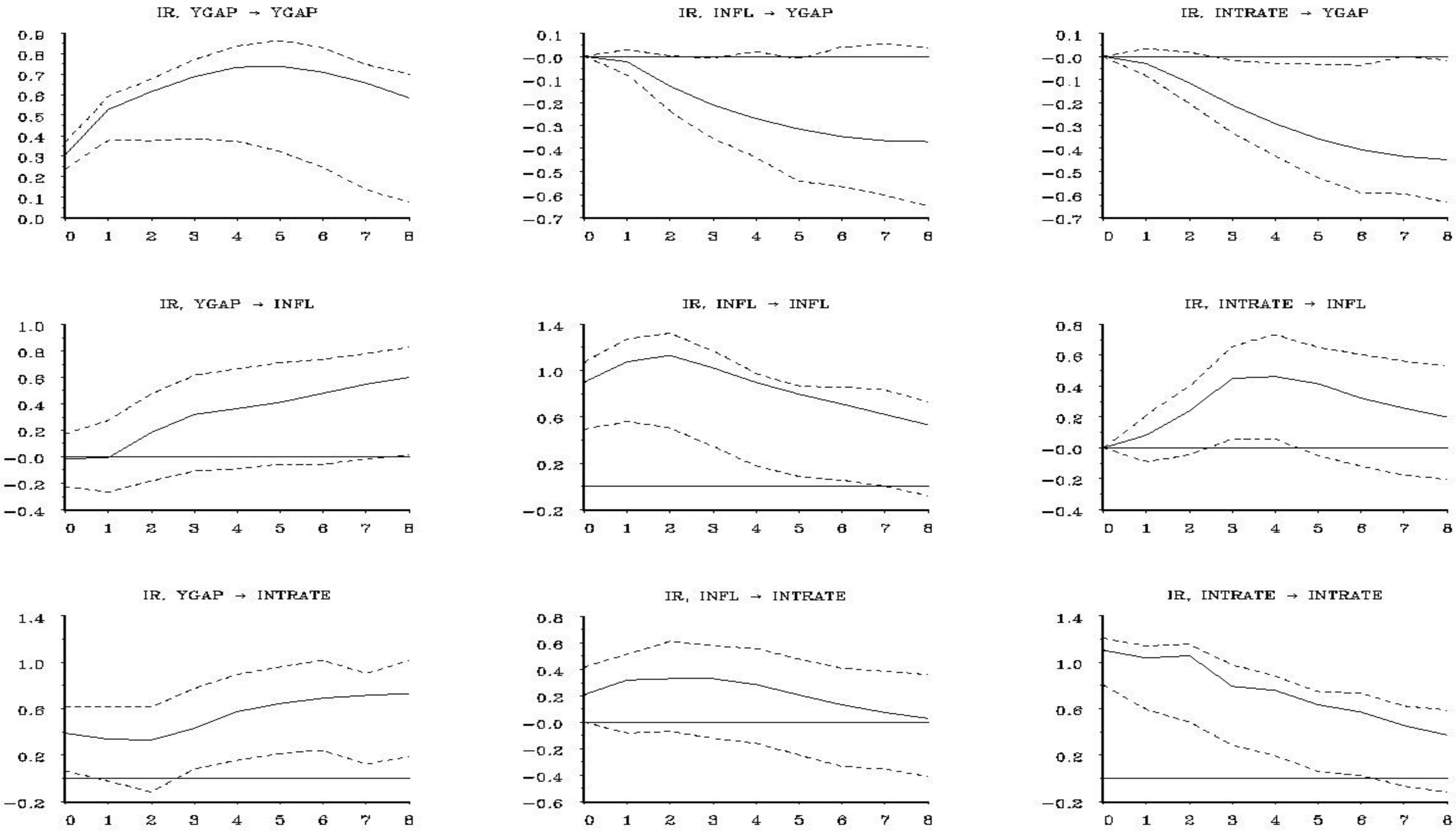

Figure 3. Standard Trivariate VAR Model for UK

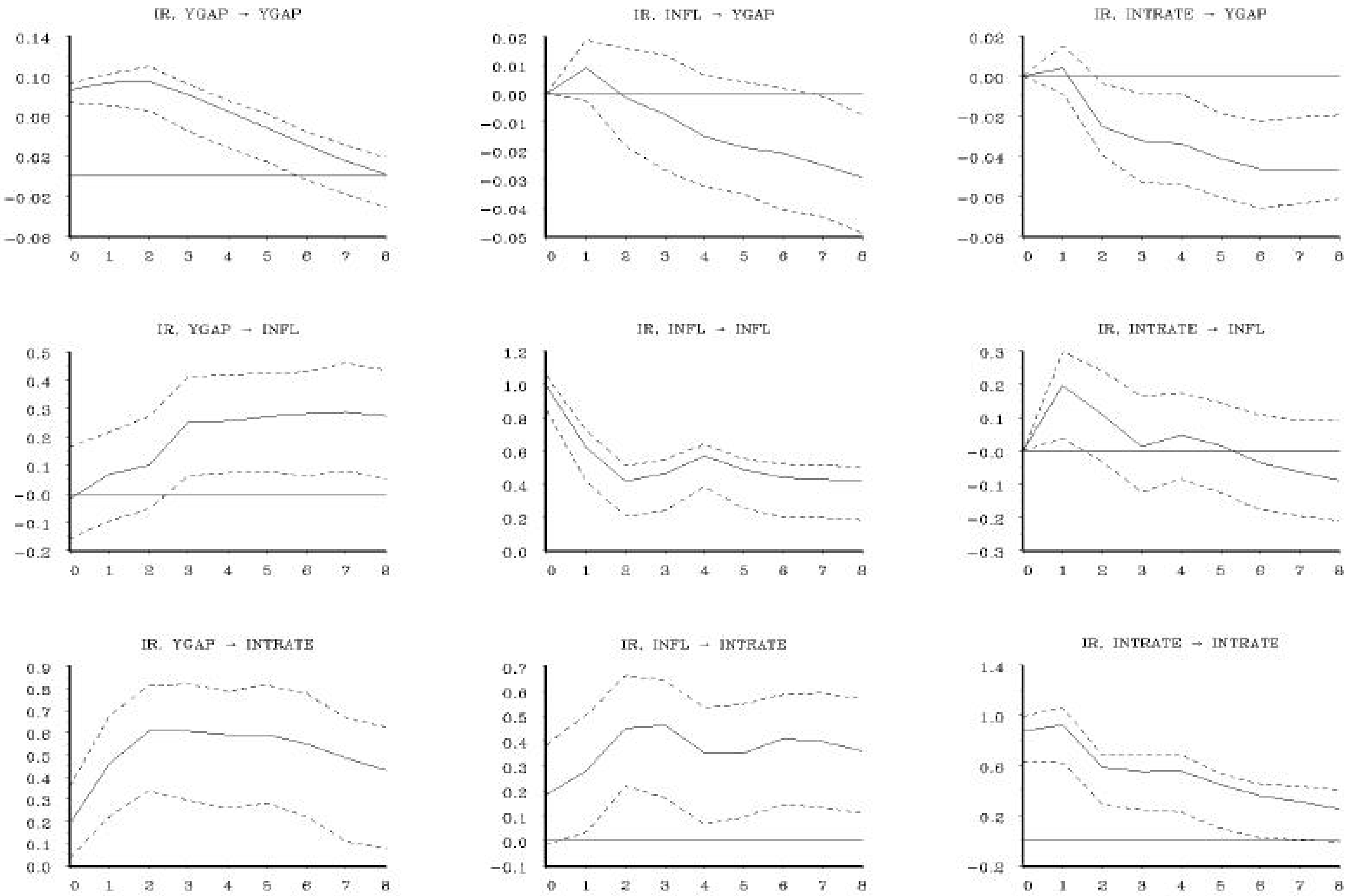

Figure 4. Standard Trivariate VAR Model for US

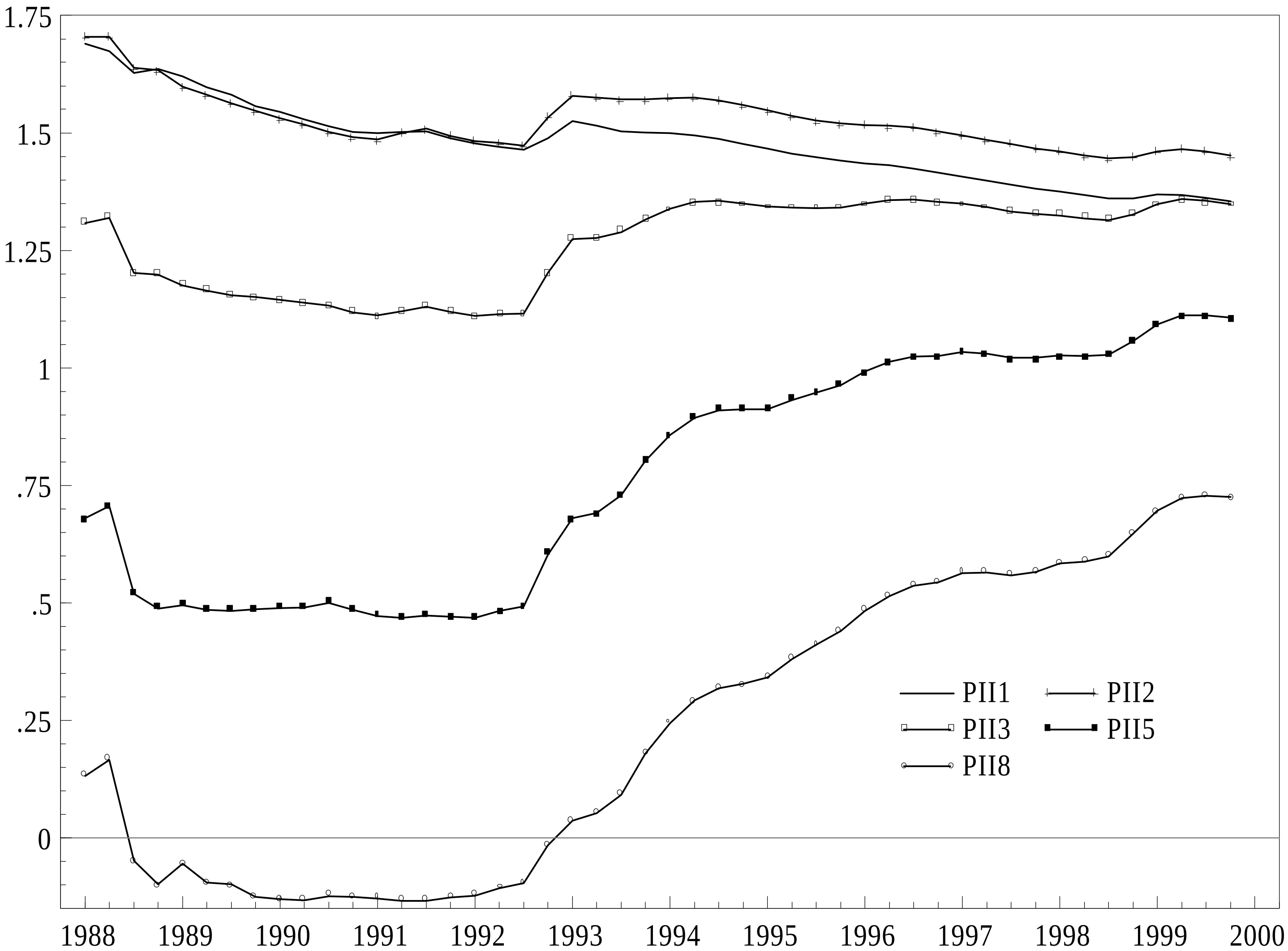

Figure 5. UK Bayesian VAR, Effect on Interest Rate of an Inflation Shock

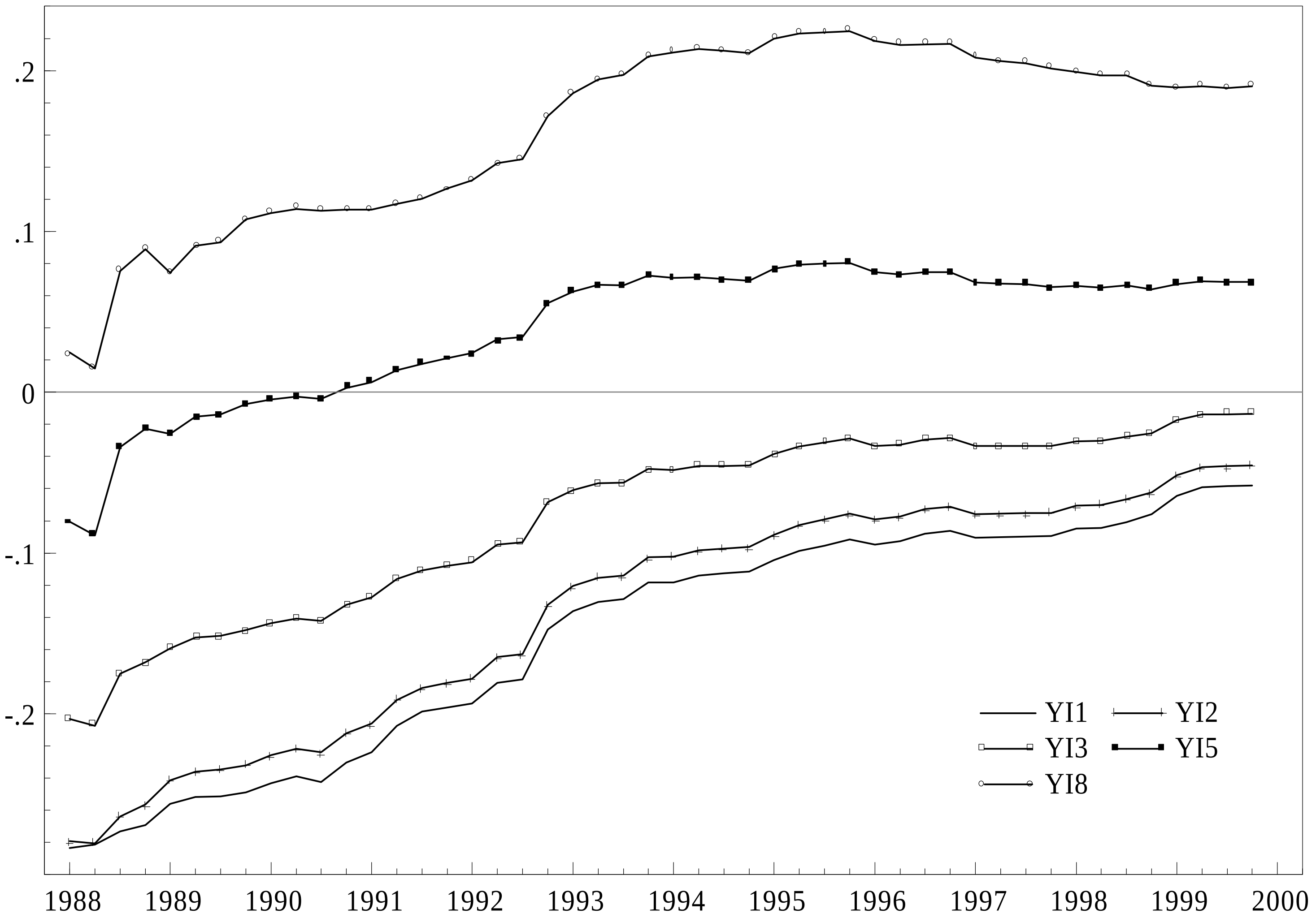

Figure 6. UK Bayesian VAR, Effect on Interest Rate of an Output Gap Shock

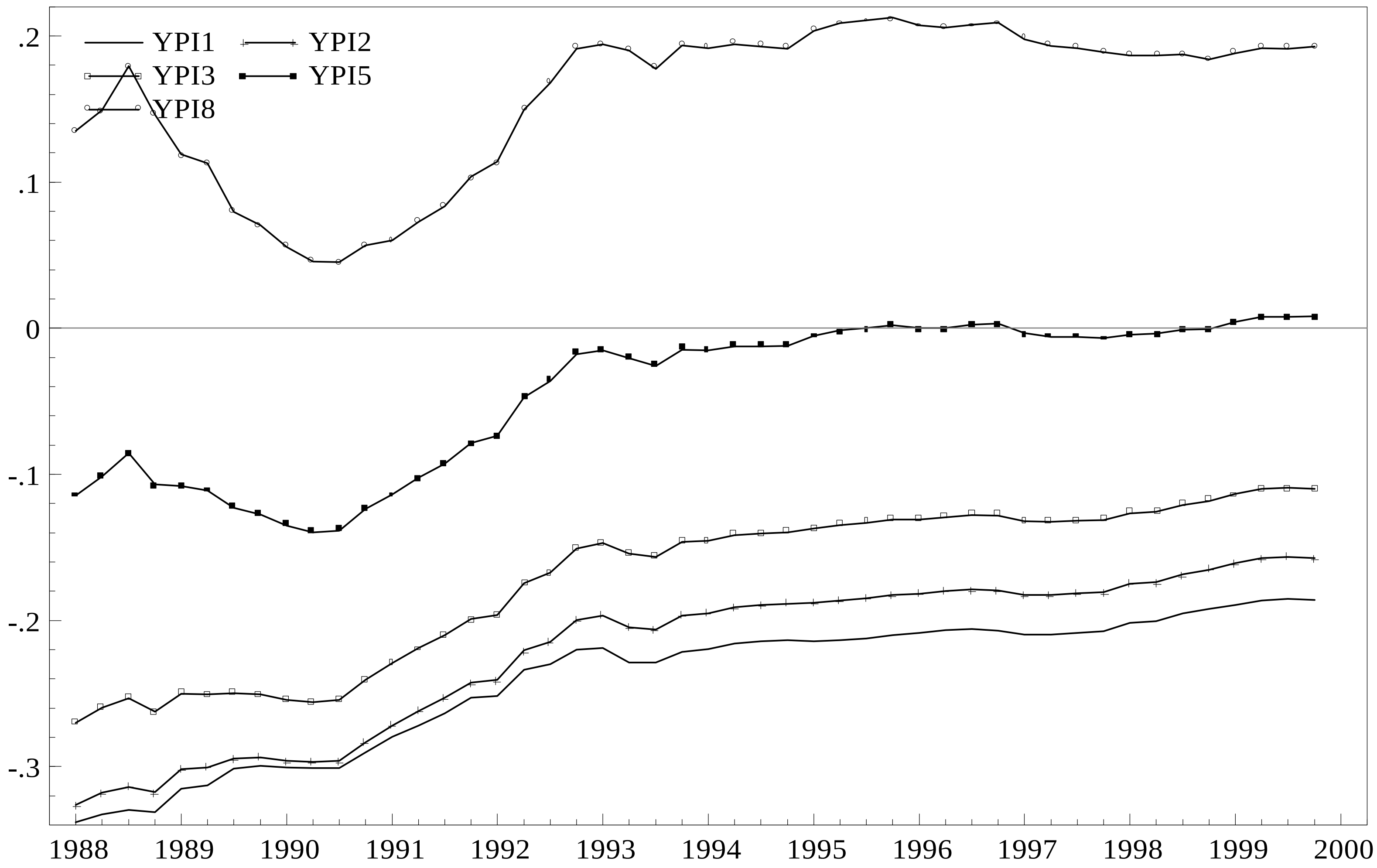

Figure 7. UK Bayesian VAR, Effect on Inflation Rate of an Output Gap Shock

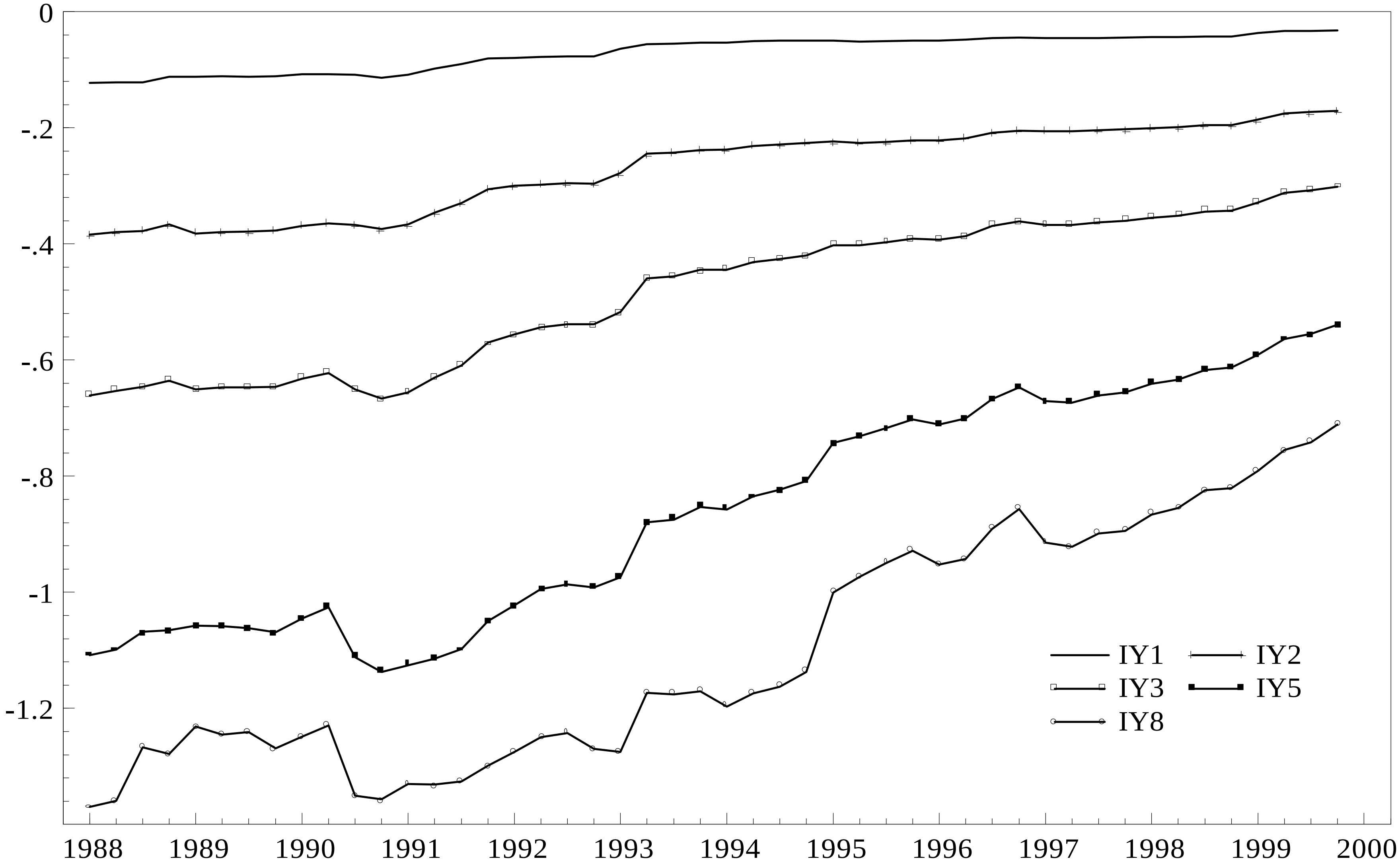

Figure 8. UK Bayesian VAR, Effect on Output Gap Of Interest Rate Shock

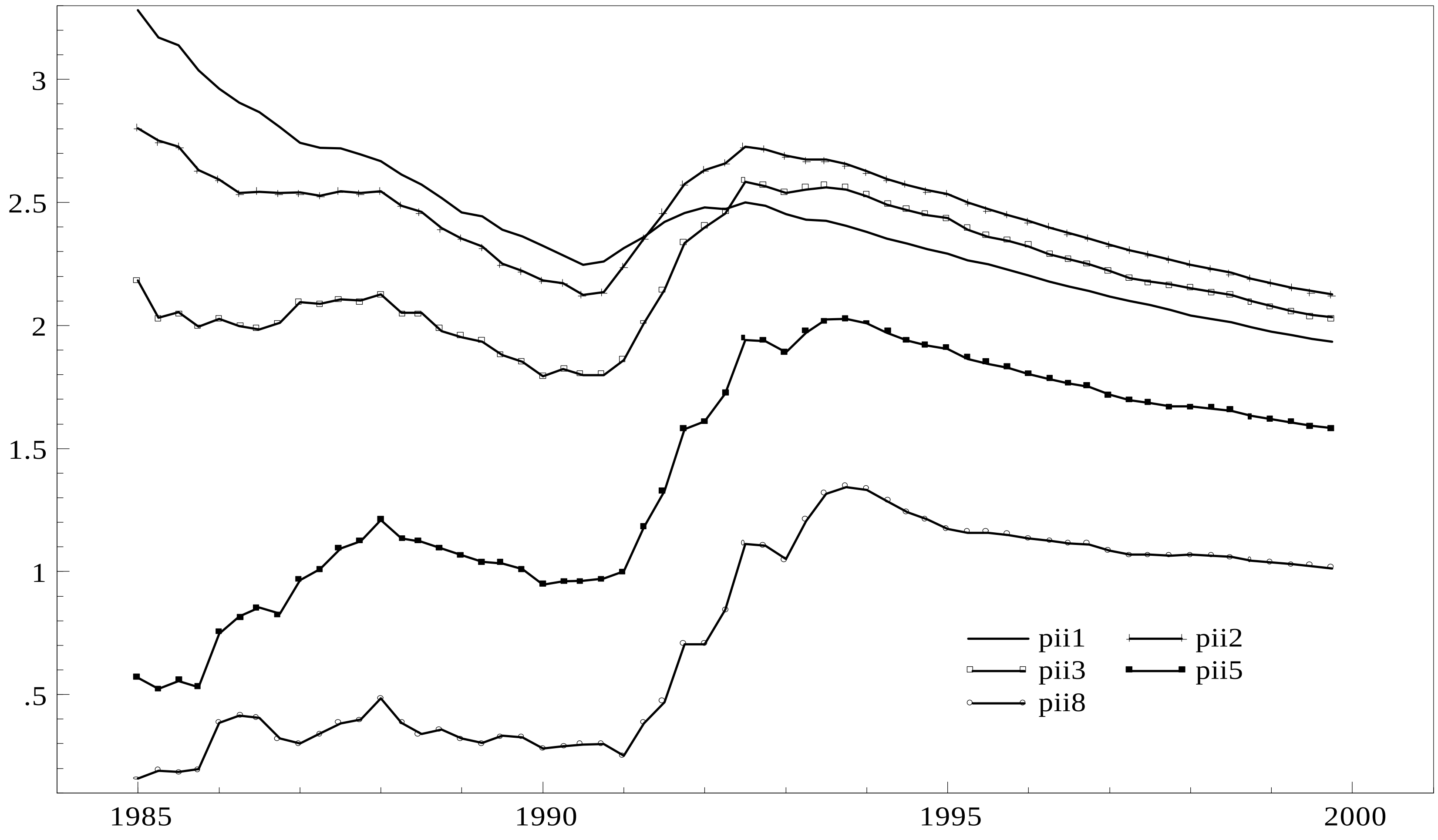

Figure 9. US Bayesian VAR, Effect on Interest Rate of Inflation Shock

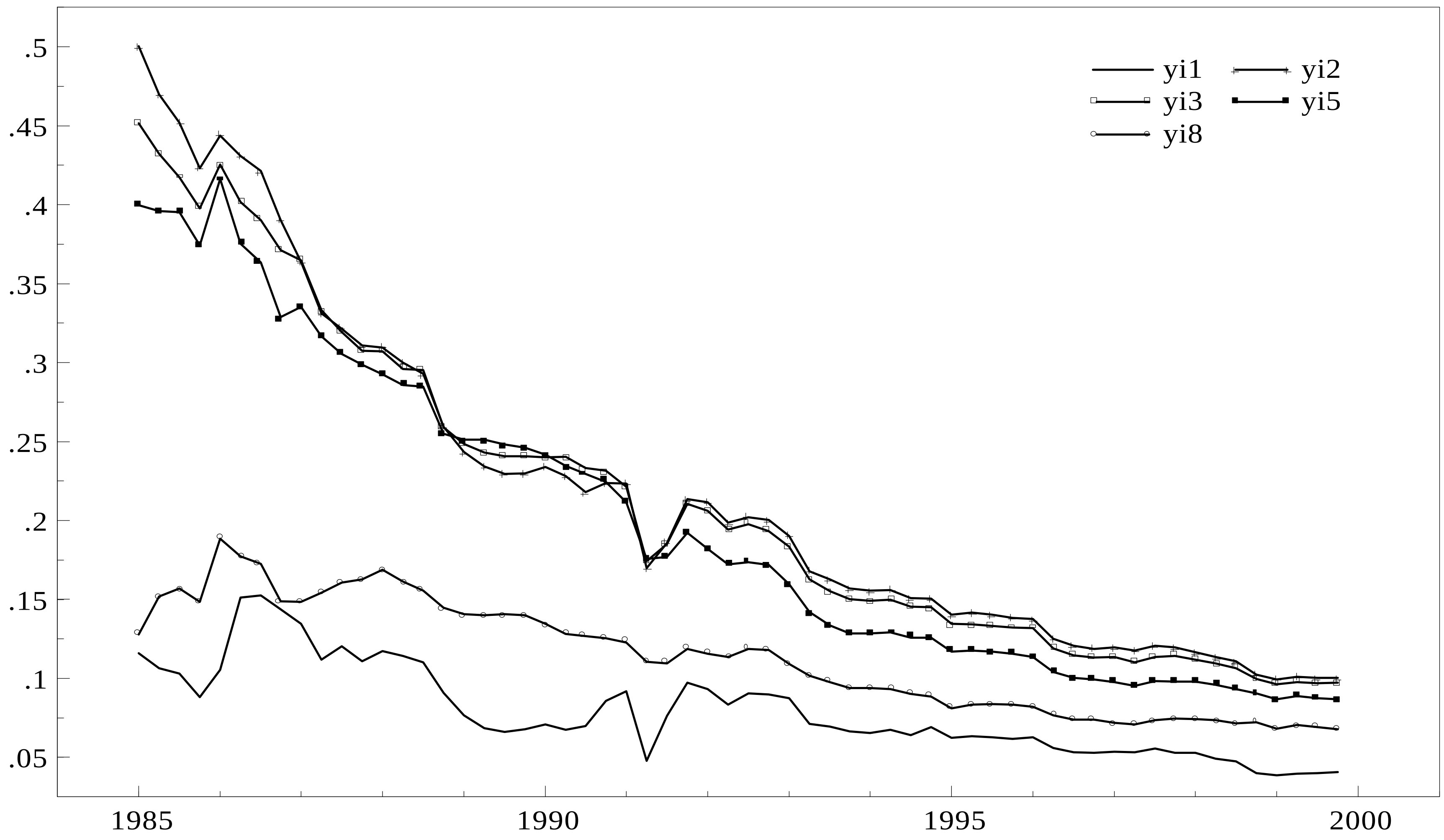

Figure 10. US Bayesian VAR, Effect on Interest Rate of Output Gap Shock

Figure 11. US Bayesian VAR, Effect on Output Gap of Interest Rate Shock

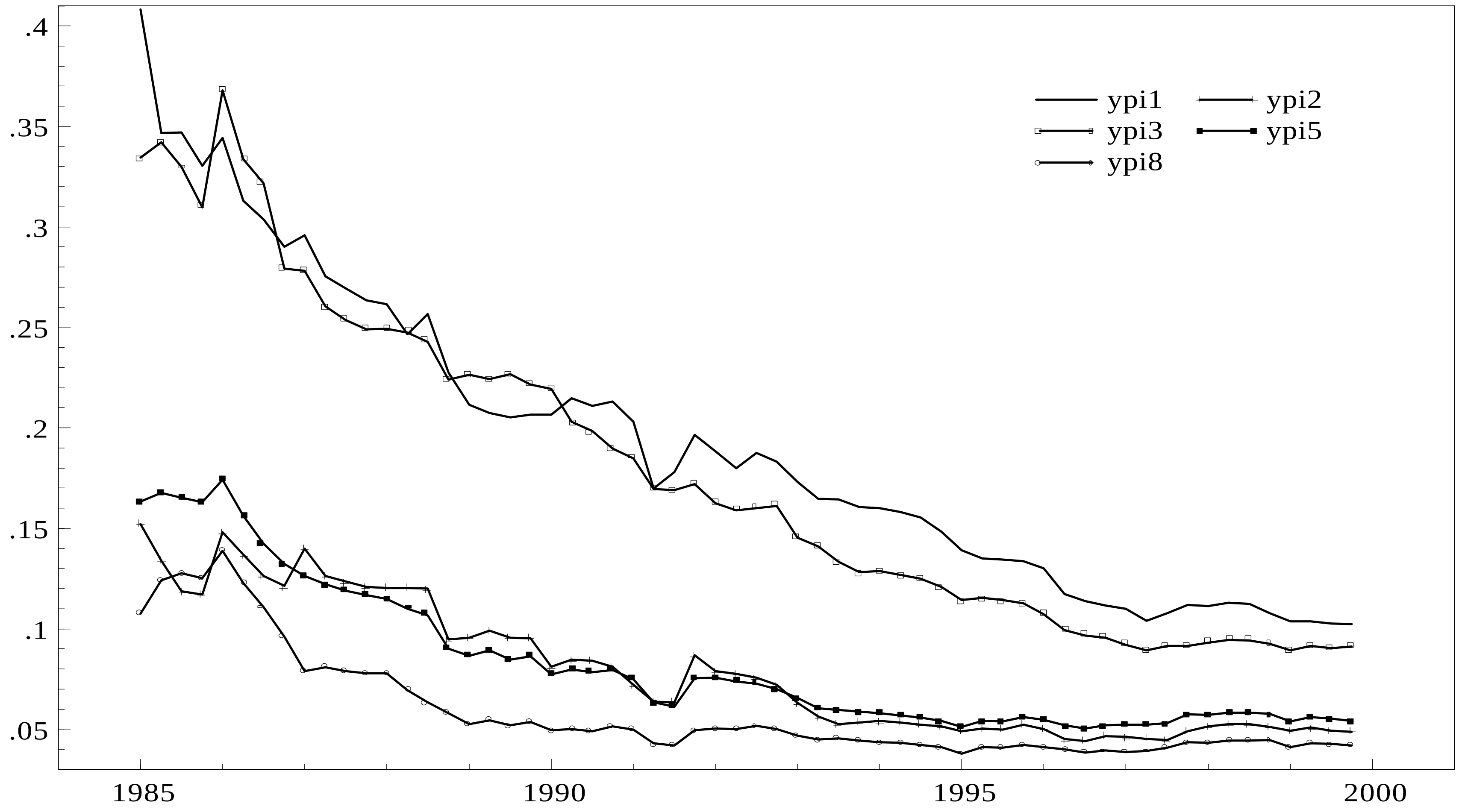

Figure 12. US Bayesian VAR, Effect on Inflation of Output Gap Shock