Figure 5.11. Fiscal Expansion in a Large Economy Compared with a Small Open Economy with Monetary Accommodation\textsuperscript{1,2}

Impulse responses to 1 percent increase in deficit in year 1 and 0.5 percent increase in deficit in year 2.

Source: IMF staff calculations.
\textsuperscript{1}Time in years; shock occurs in period zero.
\textsuperscript{2}All units in deviation from baseline.