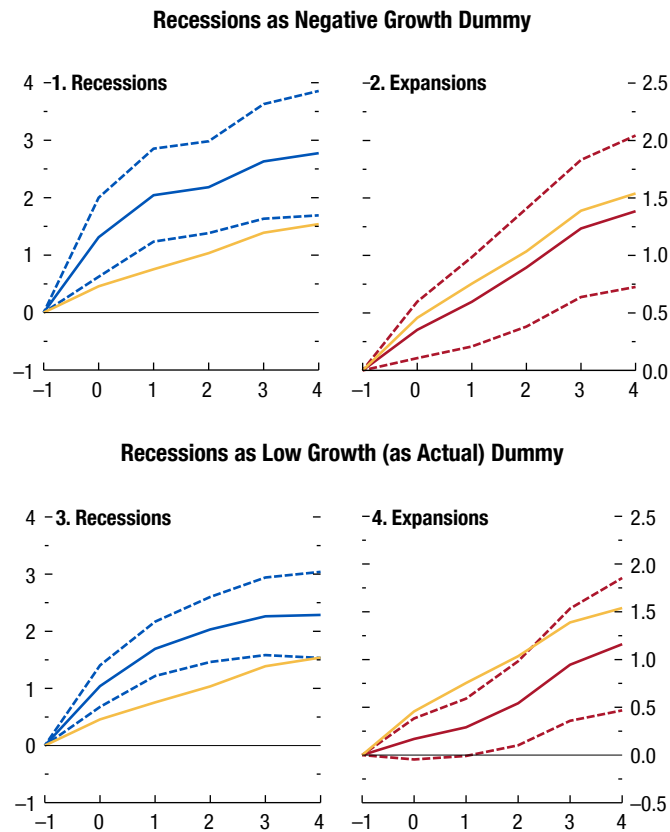


Figure 3.13. Effect of Public Investment Shocks on Output, Recessions versus Expansions: Robustness Checks
(Percent; years on x-axis)



Source: IMF staff calculations.

Note: $t = 0$ is the year of the shock; dashed lines denote 90 percent confidence bands. Blue lines represent recessions; red lines represent expansions; yellow lines represent the baseline. Shock represents an exogenous 1 percentage point of GDP increase in public investment spending.