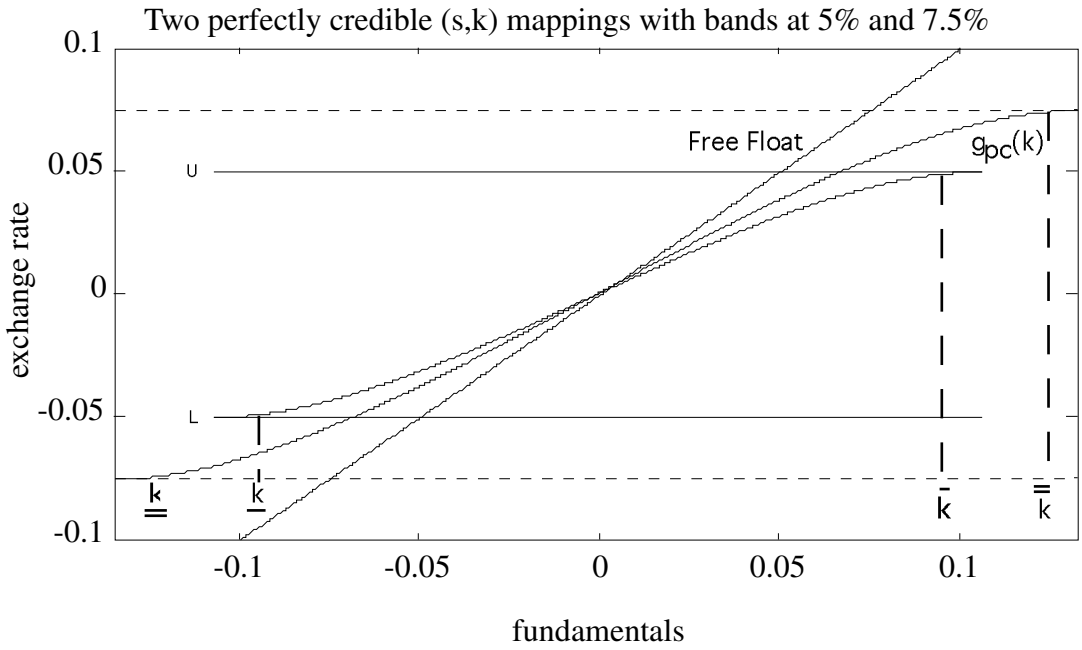
Two perfectly credible (s,k) mappings with bands at 5% and 7.5%
0.1
0.05
0
-0.05
-0.1
exchange rate
U
L
Free Float
$g_{pc}(k)$
$\underline{\underline{k}}$
$\underline{k}$
$\bar{k}$
$\bar{\bar{k}}$
-0.1
-0.05
0
0.05
0.1
fundamentals