

Dynamic Relationship Between
Inflation and Growth in Indonesia:
Regional Threshold Approach

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Discussion by
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“Signpost” to monitor inflation and to guide the inflation target

Comments and Questions

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 - What drives the results? (region, period)
 - Incidence of aggregate inflation around 5% (peak, trough, outliers)

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 - Initial income has a positive coefficient (no regional catch up)
 - More intuition on the impact of the other co-variates

Comments and Questions *last slide!*

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 - Other inflation dynamics are also important (persistence, volatility)

References

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The End
Thank you