

Instructions for running code

To generate Figure 4 in the paper, proceed as follows:

1. Unzip the file at some appropriate place on your hard drive (keep the file structure). Open Matlab and change directory to ALLS2-118_Code.
2. At the Matlab prompt, type SetPath (give access to solve directories)
3. Open the script “ALLS2_IRF_script_FigIRF_with_3shocks.m” and change the MainPath to the place where you have saved the code on your hard drive (in #1 above).
4. At the Matlab prompt, type “ALLS2_IRF_script_FigIRF_with_3shocks” and hit enter.

The code to create the variance frontiers can be found in the “VarianceFrontiers” folder where you proceed in a similar way as in the example above.

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