

Figure 1: The Credit Market Equilibrium in Autarky

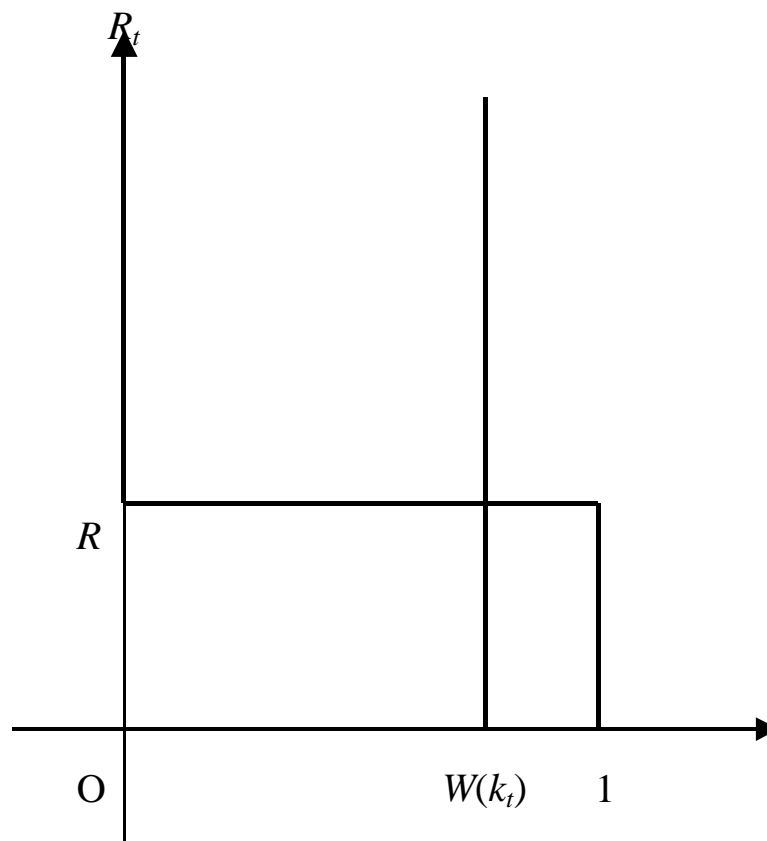
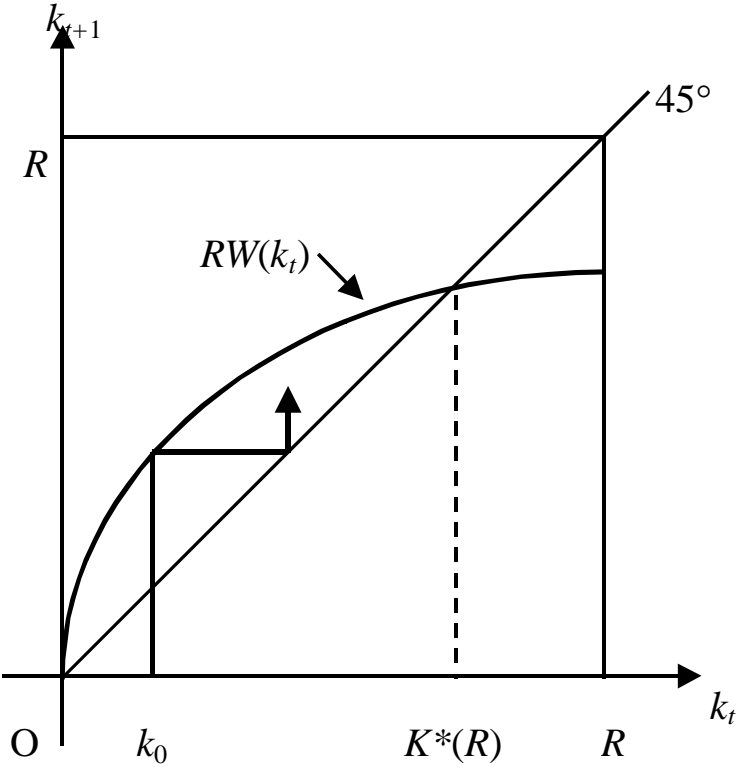
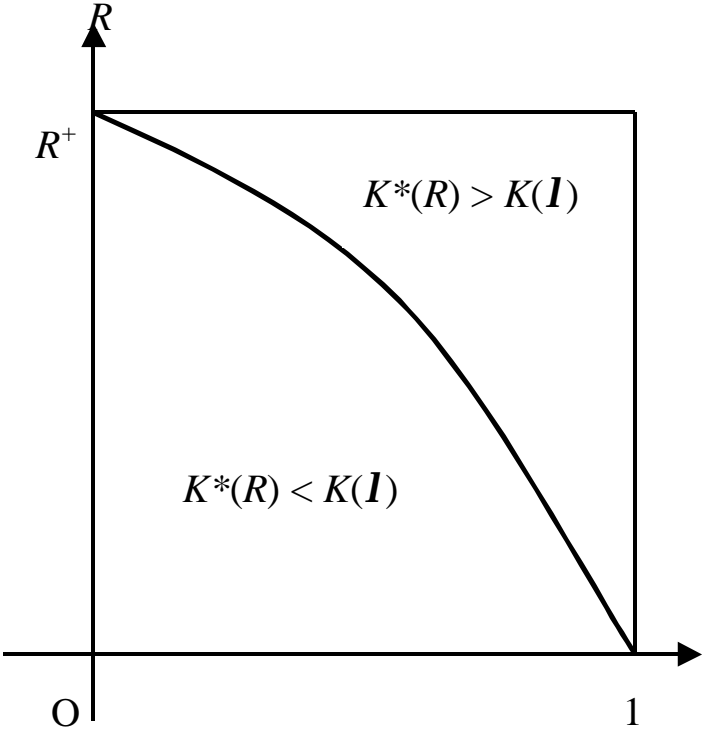


Figure 2: The Autarky Case



a)



b)

Figure 3: The Dynamics in Small Open Economies

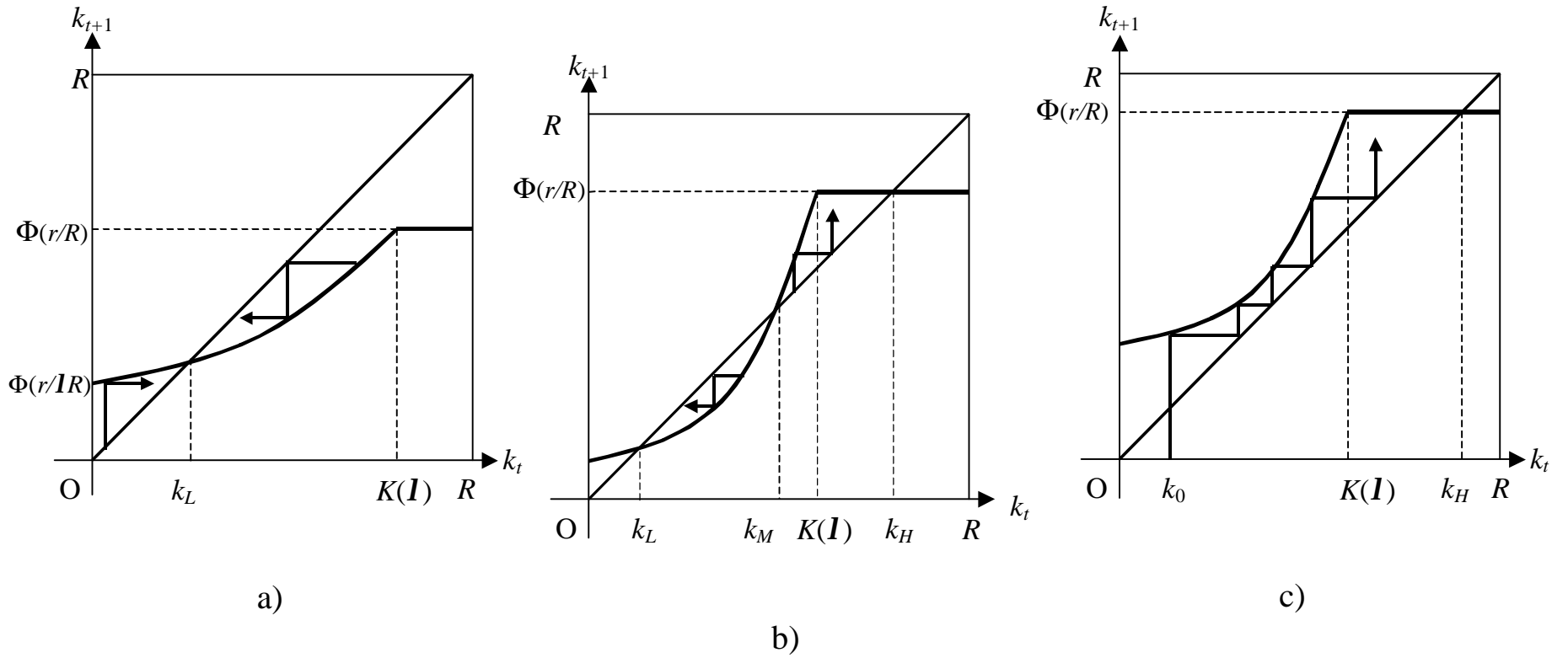


Figure 4: The Small Open Economy Case

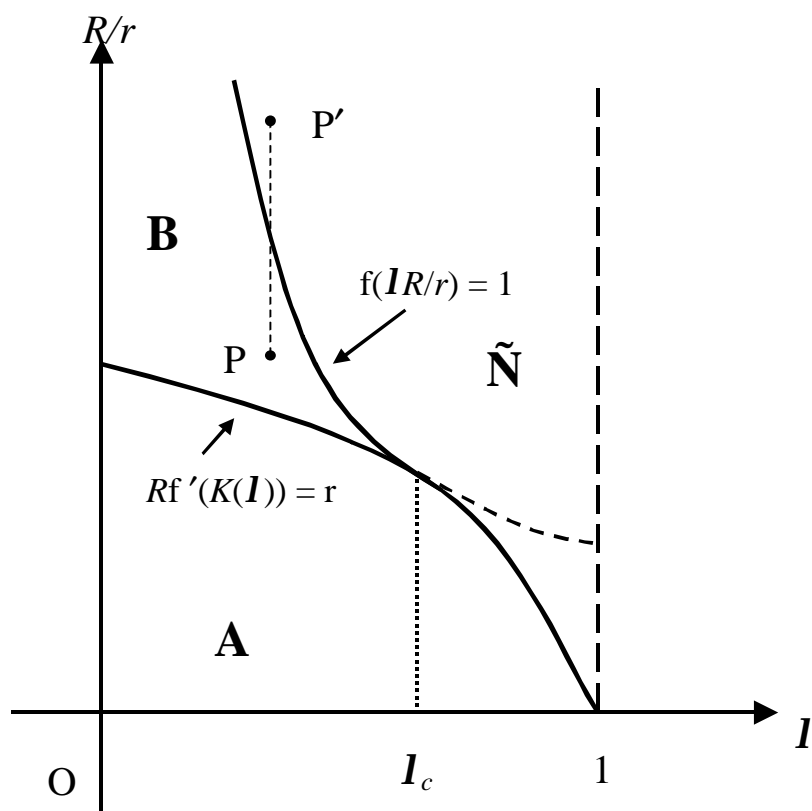


Figure 5: The Instability of the Symmetric Steady State when $K^*(R_c) < K^*(R) < K(\lambda)$

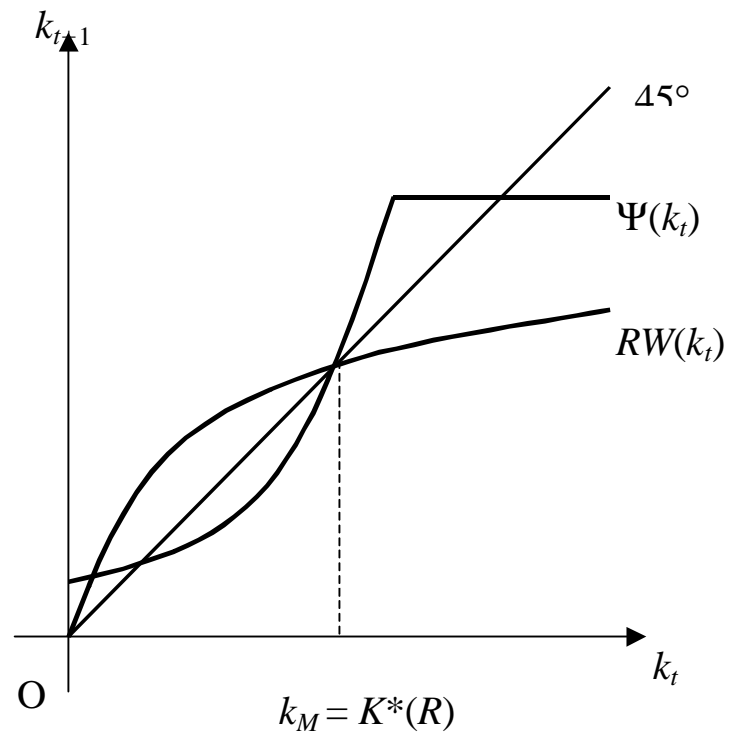
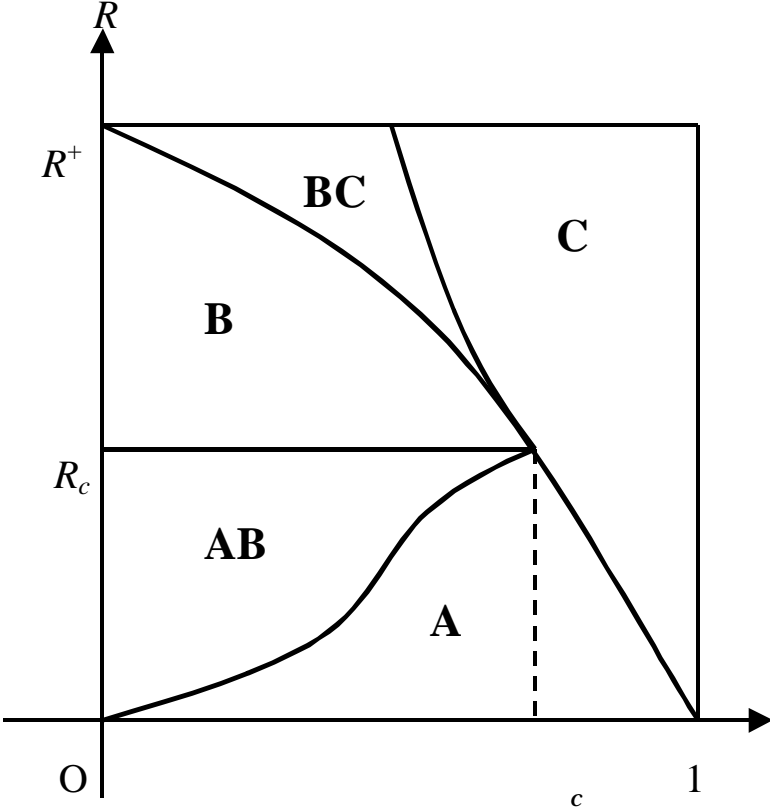


Figure 6: The World Economy



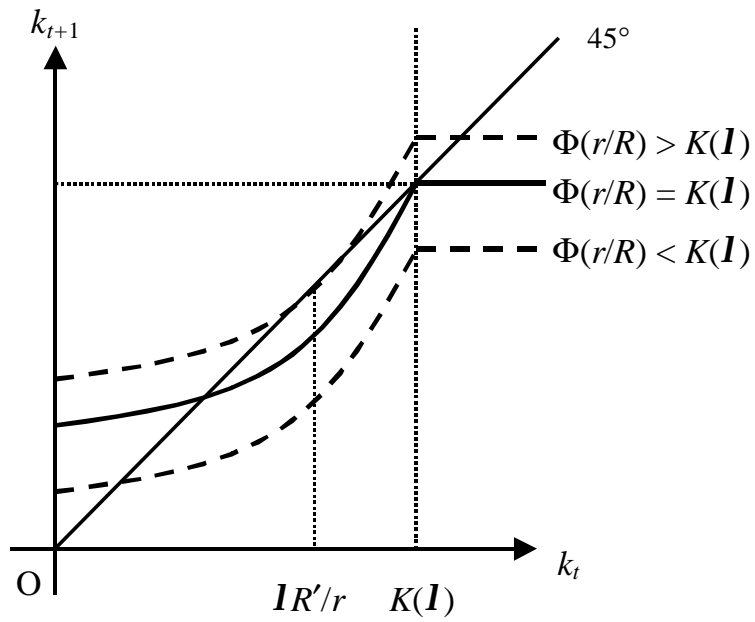


Figure A1: $l < l_c$

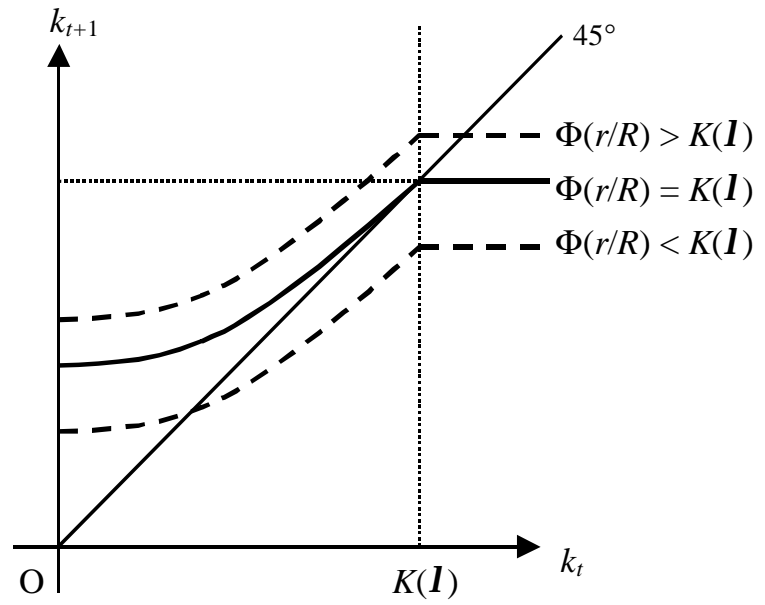


Figure A2: $l > l_c$

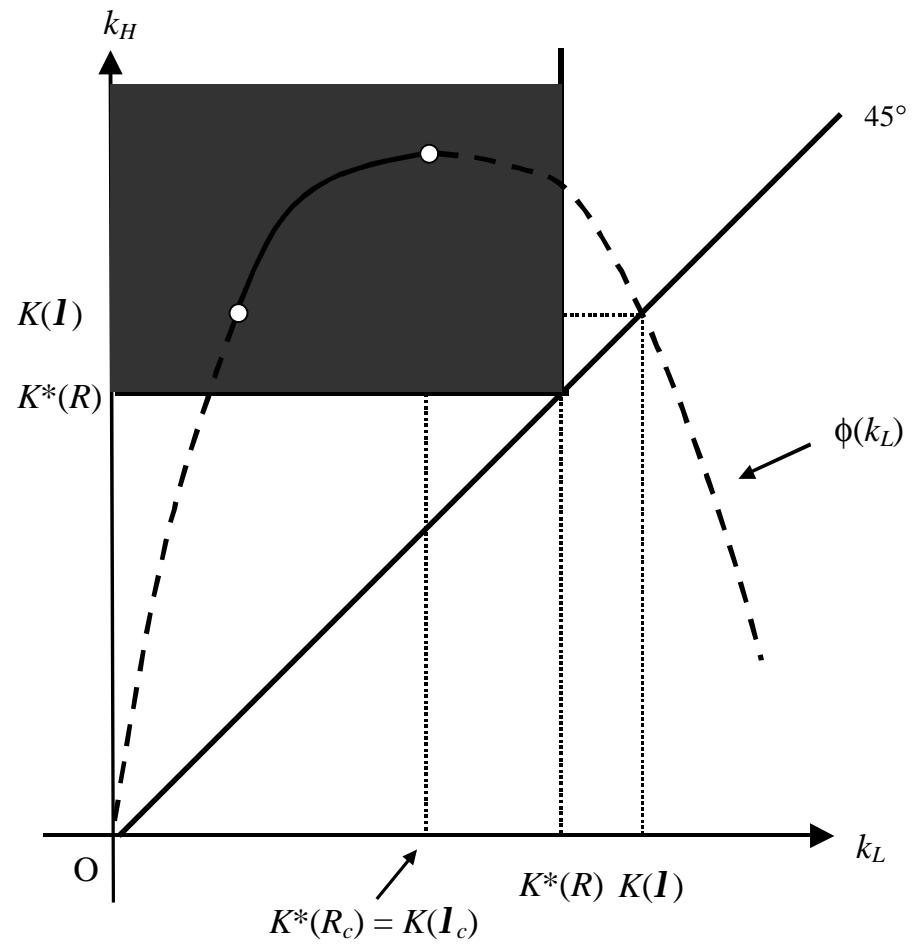


Figure A3