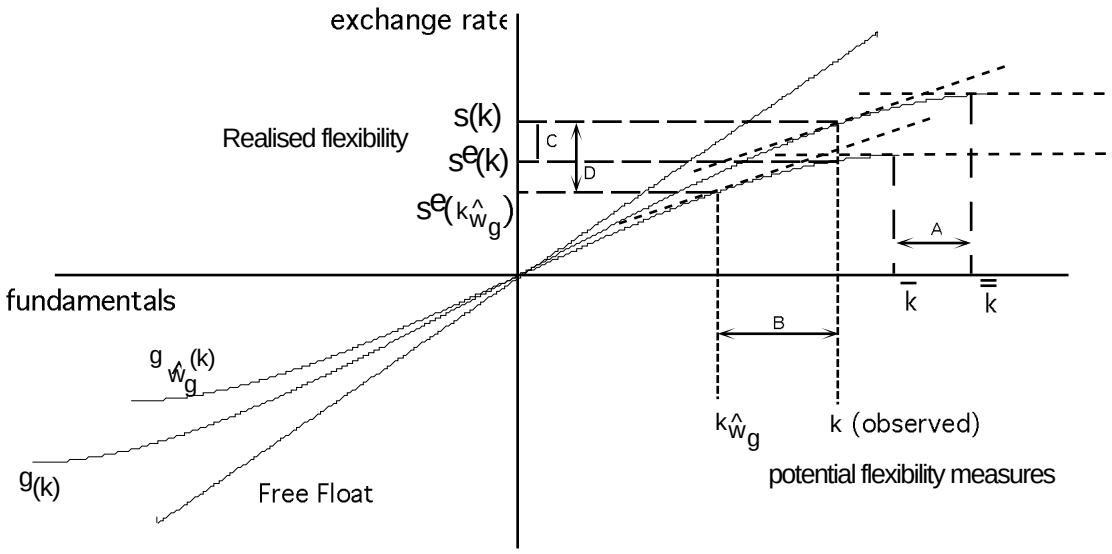
exchange rate
Realised flexibility
s(k)
$s^e(k)$
$s^e(k\hat{}_{w_g})$
C
D
A
B
fundamentals
$g_{\hat{w}_g}(k)$
$g_{(k)}$
Free Float
$k\hat{}_{w_g}$
k (observed)
potential flexibility measures