

Managerial economy:

analogous to absentee ownership
of land lords

TIBOR:

my equation

is very unsatisfactory - unsolved !!

That ought to give trade cycle and
a "stationary" trend.

A real trend would appear only if μ is
increased "from outside" ; by budget,
or if μ drifts owing to innovations,
but if a one-time shift is sufficient,
then there is an endogenous trend; it would
have to be a continuous shift?

obviously!!! Evidently!

$\frac{\partial \mu}{\partial t}$

will be positive in the long run ...
as a moving average only
if there are innovations.

But if μ is not constant the innovation's continuously effect
the trade cycle + therefore the moving average will not
be zero! The trend is really implied here in the trade cycle.
It is a consequent of expectations not based on
extrapolation of current experience!!