

My conclusions (p. 8) ~~are~~ were based on

the example that in foreign balance

there is no policy reaction! (promising)

Where as in budget and in business there is one!

(response to

change in debt position.)

The policy response will always depend

on the initial position — whether there is a large budget deficit  
or large foreign balance surplus.

therefore difficult to generalize!

2. There is a certain asymmetry