

Folder “IRFs”

The main file (`RUN_MacroBaseline.m`) runs the model in Dynare (using `BGG.mod`), simulates the model with pruning in Dynare++ (using `BGGpp.mod`), and compute impulse responses. Results are stored in the Matlab file `BGG_results.mat` and figures with the impulse responses are saved in the folder “`./IRF`”

Folder “Unconditional”

The main file (`RUN_Unconditional.m`) reads the data from `Data.xlsx` and computes summary statistics of the filtered data. It then computes the same summary statistics using data simulated from the model with pruning in Dynare++ (using `BGGpp.mod`). The results are saved in the file `Results.xls`.

Folder “_CODES”

This folder includes all the Matlab functions needed to run the main files described above.