



# THE AINO 2.0 MODEL\*

Juha Kilponen<sup>1</sup>, Seppo Orjasniemi<sup>2</sup>, Antti Ripatti<sup>1,3</sup> and Fabio Verona<sup>1,4</sup>

<sup>1</sup> Bank of Finland, Monetary Policy and Research Department

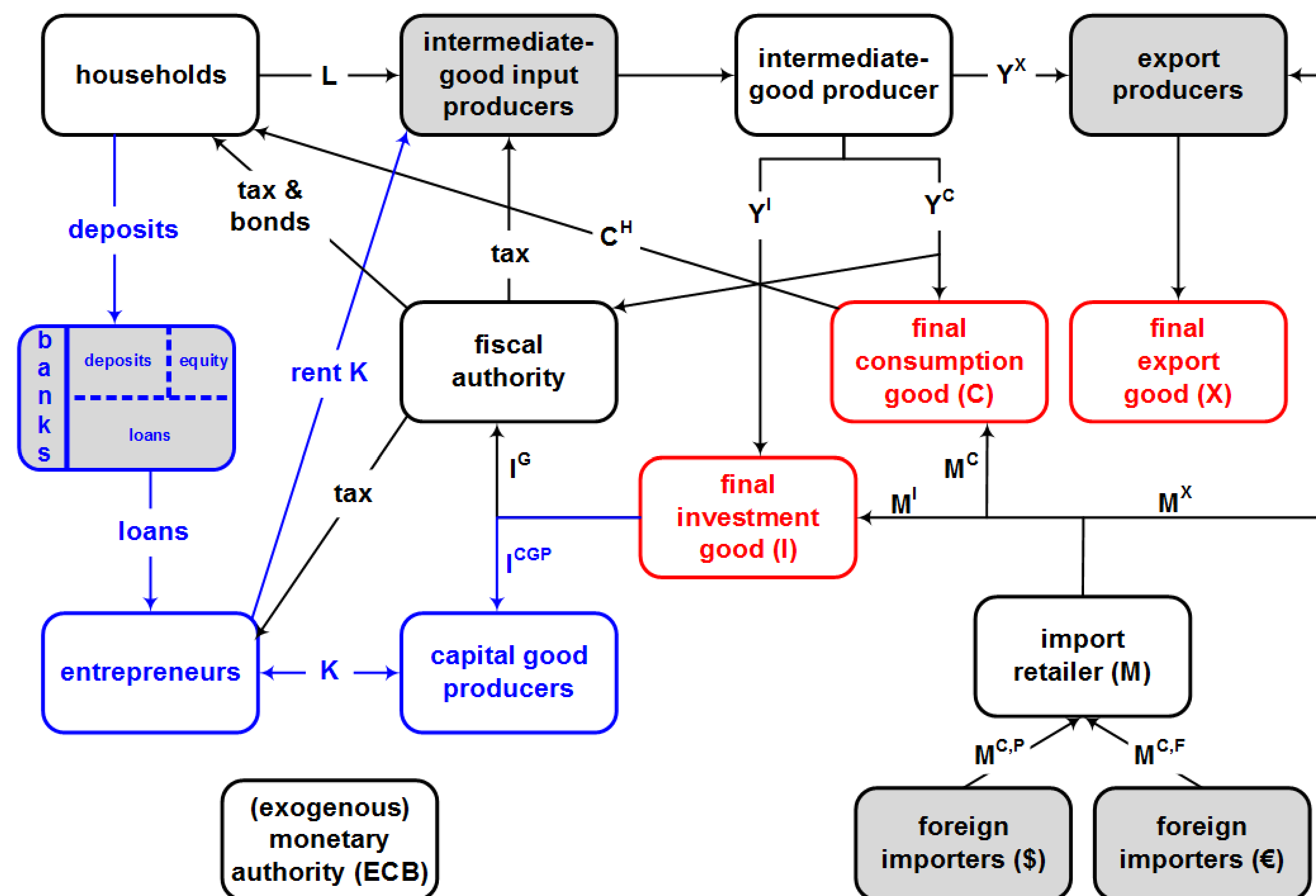
<sup>2</sup> National Audit Office of Finland

<sup>3</sup> University of Helsinki and HECER

<sup>4</sup> University of Porto, CEF.UP

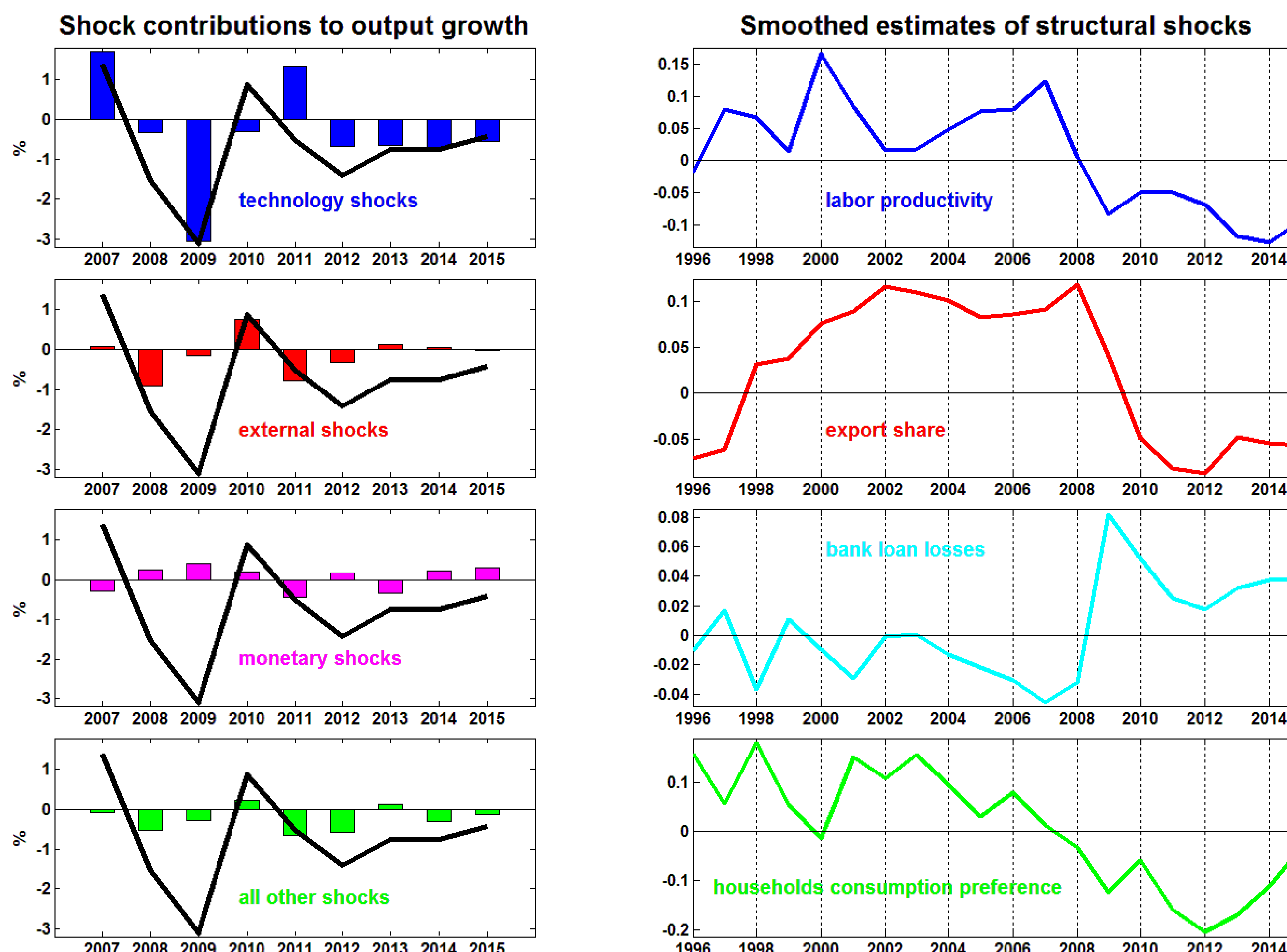
## THE MODEL

SMALL OPEN ECONOMY DSGE MODEL WITH BANKING SECTOR, ESTIMATED USING BAYESIAN METHODS



## SECULAR STAGNATION IN FINLAND

MAIN CAUSES: COLLAPSE OF PRODUCTIVITY AND EXTERNAL DEMAND



(\*) Kilponen, Orjasniemi, Ripatti and Verona, "The Aino 2.0 model", Bank of Finland Research Discussion Paper 16 / 2016  
For comments or questions, please email us at: juha.kilponen@bof.fi, seppo.orjasniemi@vtv.fi, antti@ripatti.net, fabio.verona@bof.fi