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### Expectations in a Kaldor-like business cycle model

**Abstract.** We investigate the dynamics of the nonlinear Kaldor model with expectations. The aggregate consumption is modelled as in Lines and Westerhoff (2006). We investigate the impact of expectations on the dynamics of domestic product. We determine the equilibria and investigate their local asymptotic stability. The global behaviour of the economy is analysed numerically. We present the bifurcation diagrams for each parameter and localize those values, for which the system indicates complex behaviour. We investigate how the dynamics of the model depends on the parameters. We present analytical results whenever it is possible and numerical simulations of the more interesting occurrences.