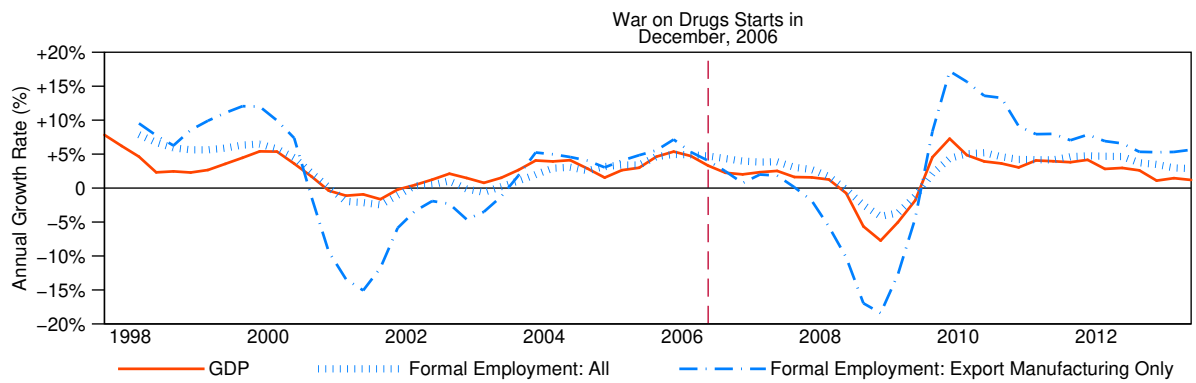


Figure 1: Mexican Economic Activity and The War on Drugs



GDP: Quarterly GDP growth (seasonally adjusted series; National Institute of Statistics and Geography, INEGI). Formal Employment: Own estimations using Mexico's census of formal employment (IMSS dataset).