ANALYTIC OPERATOR ALGEBRAS
(FACTORIZATION AND AN EXPECTATION)

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ABSTRACT. Let $M$ be a $\sigma$-finite von Neumann algebra and $\{\alpha_t\}_{t \in T}$ a periodic flow on $M$. The algebra of analytic operators in $M$ is $\{a \in M: sp_{\alpha}(a) \subseteq \mathbb{Z}^+\}$ and is denoted $H^\infty(\alpha)$. We prove that every invertible operator $a \in H^\infty(\alpha)$ can be written as $a = ub$, where $u$ is unitary in $M$ and $b \in H^\infty(\alpha) \cap H^\infty(\alpha)^{-1}$. We also prove inner-outer factorization results for $a \in H^\infty(\alpha)$.

Another result represents $H^\infty(\alpha)$ as the image of a certain nest subalgebra (of a von Neumann algebra that contains $M$) via a conditional expectation. As corollaries we prove a distance formula and an interpolation result for the case where $M$ is an injective von Neumann algebra.

1. Introduction. In this paper we intend to study some aspects of analyticity in operator algebras. In [1] W. Arveson presented the theory of subdiagonal algebras as a noncommutative analogue of the theory of weak* Dirichlet algebras.

In [6] R. Loebl and P. Muhly have shown that some subdiagonal algebras arise as algebras of analytic operators with respect to a flow on a von Neumann algebra. Similar results were obtained independently by S. Kawamura and J. Tomiyama in [5]. Let $M$ be a von Neumann algebra and $\{\alpha_t\}_{t \in \mathbb{R}}$ a $\sigma$-weakly continuous representation of $\mathbb{R}$ as *-automorphisms of $M$ (i.e. $\alpha$ is a flow on $M$). Let $H^\infty(\alpha)$ be the set $\{a \in M: sp_{\alpha}(a) \subseteq [0, \infty)\}$, where $sp_{\alpha}(a)$ is Arveson’s spectrum of $a$ with respect to $\alpha$.

It was shown in [6] that $H^\infty(\alpha)$ is an algebra and if $M$ is $\mathbb{R}$-finite, then $H^\infty(\alpha)$ is a maximal subdiagonal algebra. This class of algebras, obtained in this manner from flows on von Neumann algebras, contains the analytic crossed products (also called nonselfadjoint crossed products) and the nest subalgebras (see [6] for details). The structure of these algebras $H^\infty(\alpha)$ was further studied by several authors (see [7–15]).

In this paper we continue the study of the algebras $H^\infty(\alpha)$ with the assumption that the flow $\alpha$ is periodic and $M$ is a $\sigma$-finite von Neumann algebra.

The main result of §3 is Theorem 3.10 which shows that every invertible operator $a \in M$ can be written as $a = ub$, where $u$ is unitary in $M$ and $B \in H^\infty(\alpha) \cap H^\infty(\alpha)^{-1}$. This result was proved in [1] for finite maximal subdiagonal algebras. We, however, do not assume that $M$ is finite. The result is also related to a factorization result of an operator with respect to a nest algebra (see [3, Theorem 3.3]) and we will comment on this later (see the discussion following Proposition 3.7).

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On the way to the main result we prove some factorization results for vectors in $H$ (where $M$ is represented on a Hilbert space $H$ with a separating and cyclic vector $\xi$ such that $a \to \langle a\xi, \xi \rangle$ is an $\alpha$-invariant state on $M$) that extend the classical inner-outer factorization (when $M = L^\infty(T)$ and $\alpha$ acts by translation, $H^\infty(\alpha)$ is the classical Hardy space $H^\infty(T)$). This is also used to obtain results on subspaces of $H$ that are invariant under $H^\infty(\alpha)$ and are generated by a single vector in $H$.

In §4 we introduce an expectation from a certain von Neumann algebra $R_0'$ onto $M$ such that it maps a certain nest subalgebra of $R_0'$ onto $H^\infty(\alpha)$. If $H = L^2(T)$, $M = L^\infty(T)$ and $H^\infty(a) = H^\infty(T)$, then $R_0' = B(H)$ (the algebra of all bounded operators on $H$) and this expectation is the one used by Arveson in [3, §5]. We believe that this expectation might help to “carry” results that can be proved for nest algebras, or nest subalgebras (of von Neumann algebras) to the algebra $H^\infty(\alpha)$. As examples we prove a distance formula (Corollary 4.7) and an interpolation result (Corollary 4.8).

2. Preliminaries. Let $M$ be a $\sigma$-finite von Neumann algebra acting on a Hilbert space $H$ and let $\{a_t\}_{t \in \mathbb{R}}$ be a periodic flow (i.e. a periodic $\sigma$-weakly continuous representation of $\mathbb{R}$ as $\sigma$-automorphisms of $M$). We assume that the period is $2\pi$ and write $T$ for the interval $[0, 2\pi]$ identified with the unit circle. Since $T$ is compact, the map $\varepsilon_0$, defined by $\varepsilon_0(x) = \int_0^{2\pi} a_t(x) dt$, $x \in M$, is a well-defined, linear, $\sigma$-weakly continuous map from $M$ onto the fixed point algebra, $M_0$, of $M$ with respect to $\{a_t\}$ (dt denotes the normalized Lebesgue measure on $T$). In fact, $\varepsilon_0$ is a faithful normal expectation from $M$ onto $M_0$ such that $\varepsilon_0 \circ a_t = \varepsilon_0$, $t \in T$. By choosing a faithful normal state $\phi_0$ of $M_0$ and letting $\phi = \phi_0 \circ \varepsilon_0$ we get a faithful normal state $\phi$ on $M$ that is $\{a_t\}$-invariant (i.e. $\phi \circ a_t = \phi$, $t \in T$). Considering the Gelfand-Naimark-Segal construction of $\phi$, we may suppose that $M$ has a separating and cyclic vector $\xi \in H$ such that $\phi(x) = \langle x\xi, \xi \rangle$ is an $\{a_t\}$-invariant state on $M$. The algebra $M$, the flow $\alpha$, the space $H$ and the vector $\xi$, as above, will be fixed throughout the paper.

We now define a canonical pair to be a pair $\{B, \eta\}$ with the following properties:

1. $B$ is a $\sigma$-finite von Neumann algebra acting on $H$.
2. $\xi$ is a separating and cyclic vector for $B$.
3. $\{\eta_t\}_{t \in T}$ is a periodic flow on $B$.
4. $\langle a\xi, \xi \rangle = \langle \eta_t(a)\xi, \xi \rangle$ for $t \in T$, $a \in B$.

The discussion above shows that $\{M, \alpha\}$ is a canonical pair. Property (4) (applied to $\{M, \alpha\}$) shows that we can define unitary operators $\{W_t: t \in T\}$ such that $W_t a\xi = \alpha_t(a)\xi$, $t \in T$, $a \in M$. Let us now write $R$ for the commutant of $M$ and let $\gamma$ be the flow on $R$ defined by $\gamma_t(a) = W_t^*aW_t$, $t \in T$, $a \in R$. Then $\langle \gamma_t(a)\xi, \xi \rangle = \langle W_t^*aW_t\xi, \xi \rangle = \langle a\xi, \xi \rangle$, $a \in R$. Hence $\{R, \gamma\}$ is a canonical pair.

The two canonical pairs $\{M, \alpha\}$ and $\{R, \gamma\}$ will be fixed throughout the paper. In the remainder of this section we will describe some of the structure of a canonical pair and set up notation. Since we will be mostly interested in the pairs $\{M, \alpha\}$ and $\{R, \gamma\}$, we will introduce the notation with respect to $\{M, \alpha\}$ and in parentheses the analogous notation for $\{R, \gamma\}$. Of course, for all the results that will be introduced or defined for $\{M, \alpha\}$, there are analogous results for $\{R, \gamma\}$.
For each \( n \in \mathbb{Z} \) we define a \( \sigma \)-weakly continuous linear map \( \varepsilon_n \) on \( M \) (and analogously \( \lambda_n \) for \( R \)) by

\[
\varepsilon_n(x) = \int_0^{2\pi} e^{-int} \alpha_t(x) \, dt, \quad x \in M.
\]

Let \( M_n \) be \( \varepsilon_n(M) \) (and \( R_n = \lambda_n(R) \)). Then it is easy to check that \( M_n = \{ x \in M : \alpha_t(x) = e^{int} x, \ t \in T \} \).

For each \( n \in \mathbb{Z} \) define a projection \( f_n \) by

\[
f_n = \sup\{ uu^* : u \text{ is a partial isometry in } M_n \}
\]

and \( \gamma_n = \sup\{ uu^* : u \text{ is a partial isometry in } R_n \} \).

Then, by [12, Lemma 2.2] the \( f_n \) lie in \( Z(M_0) \) (the centre of \( M_0 \)). The following lemma appears in [11].

**Lemma 2.1.** (1) For every \( n, m \in \mathbb{Z} \), \( M_n M_m \subseteq M_{n+m} \), \( M_n^* = M_{-n} \).

(2) Let \( x \in M_n \) and let \( x = v|x| \) be the polar decomposition of \( x \).

Then \( v \in M_n \) and \( |x| \in M_0 \).

The following result can be found in [14, Proposition 2.3 and Theorem 2.4]. Although it was assumed there that the algebra \( M \) is finite, this assumption was not used for the proof of this result.

**Proposition 2.2.** Fix \( n \in \mathbb{Z} \). Then there is a sequence \( \{v_{n,m}\}_{m=1}^{\infty} \) of partial isometries in \( M_n \) with the following properties:

(1) \( v_{n,m} v_{n,j} = 0 \) if \( m \neq j \).

(2) \( \sum_{m=1}^{\infty} v_{n,m} v_{n,m}^* = f_n \).

(3) \( M_n = \sum_{m=1}^{\infty} v_{n,m} M_0 \); i.e. every \( x \in M_n \) can be written as \( \sum_{m=1}^{\infty} v_{n,m} x_m \) for some \( x_m \in M_0 \), where the sum converges to the \( \sigma \)-weak operator topology. (For \( \{R, \gamma\} \) we write \( \{u_{n,m}\}_{m=1}^{\infty} \subseteq R_n \).)

For a flow \( \eta \) on a von Neumann algebra \( B \), let \( B^n(S) \) denote the spectral subspace associated with \( S \); i.e. \( B^n(S) = \{ x \in B : \text{sp}_\eta(x) \subseteq S \} \).

We write \( H_\infty(\alpha) \) for \( M_\alpha(\{n \in \mathbb{Z} : n \geq 0 \}) \) and \( H_0(\alpha) \) for \( M_\alpha(\{n \in \mathbb{Z} : n > 0 \}) \). (Similarly \( H_\infty(\gamma) \) and \( H_0(\gamma) \) are defined.)

We have, for \( n \in \mathbb{Z} \), \( M_\alpha(\{n\}) = M_n \) and, for \( x \in M \), \( \text{sp}_\alpha(x) = \{ n \in \mathbb{Z} : \varepsilon_n(x) \neq 0 \} \). When it causes no confusion we write \( H_\infty \) in place of \( H_\infty(\alpha) \).

The following result appears in [12, Theorem 2.4].

**Proposition 2.3.** (1) \( H_\infty(\alpha) = \{ x \in M : \varepsilon_n(x) = 0 \text{ for } n < 0 \} \).

(2) \( H_\infty(\alpha) \) is the \( \sigma \)-weakly closed subalgebra of \( M \) generated by \( M_0 \) and all partial isometries in \( \bigcup \{ M_n : n > 0 \} \).

In fact, by [9, Theorem 1] \( M \) is linearly spanned by \( \bigcup \{ M_n : n \in \mathbb{Z} \} \) in the \( \sigma \)-weak operator topology.

For a subset \( S \subseteq H \) let \( [S] \) denote the closed linear subspace spanned by \( S \).

For \( m \neq n, a \in M_n, b \in M_m \), we have \( \langle a \xi, b \xi \rangle = \langle \alpha_t(b^*a) \xi, \xi \rangle \) for each \( t \in T \) and therefore \( \langle a \xi, b \xi \rangle = \langle \alpha_0(b^*a) \xi, \xi \rangle = 0 \). Hence \( \{ [M_n \xi] \}_{n \in \mathbb{Z}} \) is an orthogonal family of subspaces. Let \( E_n \) be the projection onto \( [M_n \xi] \). Then \( E_n \in M_0' \) and \( \sum E_n = I \) (as \( \xi \) is a cyclic vector for \( M \) and \( [M \xi] = \sum_n \bigoplus [M_n \xi] \)). Note also that \( W_t = \sum_{n=-\infty}^{\infty} e^{int} E_n \) is the spectral decomposition of \( \{ W_t \}_{t \in T} \) (hence we also...
have that $E_n$ is the projection onto $[R_n \xi]$ and $E_n a \xi = \xi_n(a) \xi$ for $n \in \mathbb{Z}$, $a \in M$.

We write $H^2$ for $\sum_{n=0}^{\infty} \bigoplus [M_n \xi]$ and $H^2_0$ for $\sum_{n=1}^{\infty} \bigoplus [M_n \xi]$. For $n \in \mathbb{Z}$ we let $P_n$ be the orthogonal projection onto $\sum_{m=n}^{\infty} \bigoplus [M_m \xi]$; i.e. $P_n = \sum_{m=n}^{\infty} E_m$ (and $P_n$ is the projection onto $[M^\alpha [n, \infty) \xi] = [R^n [n, \infty) \xi]$). Then $P_{n+1} \leq P_n$ for $n \in \mathbb{Z}$, $\bigvee_{n=-\infty}^{\infty} P_n = I$, and $\bigwedge_{n=-\infty}^{\infty} P_n = 0$.

With the partial isometries $\{v_{n,m} : n \in \mathbb{Z}, m \geq 1\}$ defined as in Proposition 2.2, we can define maps $\{\beta_n\}_{n \in \mathbb{Z}}$ on $M'_0$ by the formula

$$\beta_n(T) = \sum_{m=1}^{\infty} v_{n,m} T v_{n,m}^*$$

(and on $R'_0, \eta_n(T) = \sum_{m=1}^{\infty} u_{n,m} T u_{n,m}^*$).

We summarize some of the properties of $\{\beta_n\}_{n \in \mathbb{Z}}$ that will be used later in the following (for its proof see [15, Lemma 2.4]).

**Lemma 2.4.** Fix $n, m \in \mathbb{Z}$.

1. $\beta_n$ is a well-defined *-homomorphism from $M'_0$ onto $f_n M'_0$ whose restriction to $f_n^{-1} M'_0$ is a *-isomorphism onto $f_n M'_0$.
2. Suppose $Q \in M'_0$ is a projection. Then $\beta_n(Q) = \sum_{u \in \mathbb{M}_n} u^* u$.
3. For $T \in M'_0$, $\beta_n \beta_m(T) = f_n \beta_{n+m}(T)$.
4. For $T \in M'_0$, $T$ lies in $M'$ (= $R$) if and only if $\beta_j(T) = f_j T$ for each $j \in \mathbb{Z}$.
5. $\beta_n(E_0) = E_n$ (hence $\beta_m(E_n) = E_m \beta_n(E_0) = f_n E_{n+m}$ and, consequently, $\beta_m(P_n) = f_n P_{n+m}$).

The following notation and definitions will be used later:

1. A projection $Q \in M'_0$ is said to be an $M$-wandering projection if, for each $n \in \mathbb{Z}$, $Q \beta_n(Q) = 0$ (note that this implies that $\beta_n(Q) \beta_m(Q) = 0$ for $n \neq m$). The set of all the $M$-wandering projections in $M'_0$ will be denoted $P_1$.
2. For $Q \in P_1$ we let $\sigma(Q) = \sum_{n=0}^{\infty} \beta_n(Q)$ and we write $P_3$ for $\sigma(P_1)$.
3. A closed subspace $M$ of $H$ is called invariant if $ax \in M$ for each $a \in H^\infty(\alpha)$ and $x \in M$. Let us denote by $P_2$ the set of all orthogonal projections whose range is an invariant subspace (as $M_0 \subseteq H^\infty(\alpha)$, $P_2 \subseteq M_0$).
4. For $P \in P_2$ we let $\delta(P)$ be $P - \bigvee_{n>0} \beta_n(P)$.

The following lemma was proved in [14].

**Lemma 2.5.** If $P \in P_2$, then $\delta(P) \in P_1$ and

$$P = \sigma(\delta(P)) + \bigvee_{n>0} \beta_n(P).$$

The projection $\bigwedge_{n>0} \beta_n(P)$ lies in $M'$ and $P \in P_3$ iff $\bigwedge_{n>0} \beta_n(P) = 0$.

1. Note that if $Q, P \in P_2$ and $Q \leq P \in P_3 (= \sigma(P_1))$ then $Q \in P_3$ since $\bigwedge_{n>0} \beta_n(Q) \leq \bigwedge_{n>0} \beta_n(P) = 0$. In particular any $Q \in P_2$ that satisfies $Q \leq P_0$ (i.e. $Q(H)$ is an invariant subspace, contained in $H^2$) is in $P_3$.

**Lemma 2.6.** $H^\infty(\alpha) = M \cap \text{Alg}\{P_n : n \in \mathbb{Z}\}$; i.e. $a \in H^\infty(\alpha)$ if and only if $a \in M$ and $P_n a P_n = a P_n$ for each $n \in \mathbb{Z}$.

**Proof.** Immediate from [6, Corollary 2.14].
LEMMA 2.7. Let $c(E_n)$ be the central support of $E_n$ (as a projection in $M_0'$). Then $f_n = c(E_n)$.

PROOF. Since $f_n \in Z(M_0)$ and $f_nE_n = E_n$ we have $f_n \geq c(E_n)$. Suppose $z$ is a nonzero projection in $Z(M_0)$ such that $zE_n = 0$ and $z \leq f_n$. Then there is a nonzero partial isometry $v \in M_n$ such that $vv^* \leq z$. Since $zE_n = 0$ and $v\xi \in E_n(H)$, $zv\xi = 0$ and $vv^*v\xi = 0$. Hence $v\xi = 0$. Since $\xi$ is a separating vector and $v \neq 0$ we get a contradiction. Therefore $f_n = c(E_n)$. □

3. Factorization and invariant subspaces. For $g \in H$ let $M(g)$ be $[H^\infty g]$ and $P(g)$ be the projection onto $M(g)$. Then $P(g) \in P_2$.

PROPOSITION 3.1. For $g \in H$ the following two conditions are equivalent:

(i) $P(g) \in P_3$.

(ii) There is a partial isometry $U \in R$ such that $U^*g \in H^2$ and $UU^*g = g$.

Moreover,

(iii) If (ii) is satisfied, then we can choose $U$ in such a way that $U^*U \in R_0$ and $M(U^*g) = M(E_0U^*g)$.

(iv) If (i) is satisfied and $P(g) = \sigma(Q)$, $Q \in P_1$, then $[M_0Qg] = Q(H)$ and $\beta_n(Q)(H) = [M_nQg]$ for $n \in \mathbb{Z}$.

PROOF. (ii) implies (i). Suppose that $f = U^*g \in H^2$ and $Uf = g$ for some partial isometry $U \in R$. Then $P(g) = UP(f)U^*$. But $P(g) \leq P_0$, hence $P(f) \in P_3$.

Now if $P(f) = \sigma(Q)$, $Q \in P_1$, then $P(g) = \sigma(UQU^*)$ and $UQU^* \in P_1$.

(i) implies (ii). Suppose now that $P(g) \in P_3$, hence $P(g) = \sigma(\delta(P(g)))$, and let $Q$ be $\delta(P(g))$. Let $a$ be in $M_n$ for some $n > 0$. Then $a = \sum v_{n,m}x_m$ for some $x_m$ in $M_0$ and $aQg = \sum v_{n,m}Qx_mg \in \beta_n(Q)(H)$. Since $Q$ is $M$-wandering, $h = Qg$ is a wandering vector in the sense that $\langle ah, h \rangle = 0$ for $a \in M$ with $\epsilon_0(a) = 0$. Hence $\langle ah, h \rangle = \epsilon_0(a)h, h \rangle$ for all $a \in M$. The map $a \rightarrow \langle ah, h \rangle$ is a normal positive linear functional on $M_0$. Consider $M_0$ as acting on $E_0(H) = [M_0\xi]$; then $\xi$ is a cyclic and separating vector for $M_0$ and thus (by [4, Theorem 4, Part III, Chapter 1]) there is some $h_0 \in [M_0\xi]$ such that $\langle ah_0, h_0 \rangle = \langle ah, h \rangle$ for every $a \in M_0$. For $a \in M_n$, $n \neq 0$, $ah_0 \in E_n(H)$ and $\langle ah_0, h_0 \rangle = 0$ (as $\langle ah, h \rangle$). Hence $\langle ah_0, h_0 \rangle = \langle ah, h \rangle$ for each $a \in M$.

Now define a partial isometry $U$ on $H$ by extending the isometric map $a_0h_0 \rightarrow ah_0, a \in M$. Then the initial subspace of $U$ is $[Mh_0]$ and the final subspace is $[Mh]$.

Since, for $b \in M, Ubah_0 = bah = bUa_0h_0, U \in M' = R$.

Since $W_tah_0 = \alpha_t(a)W_th_0 = \alpha_t(a)h_0$ for $a \in M, t \in T, W_t[Mh_0] = [\alpha_t(M)h_0] = [Mh_0]$ for each $t \in T$. Hence $W_tU^*UW_t = U^*U$. Thus $U^*U \in R_0$. Let $f$ be $U^*g$.

It is left to show that, with this choice of $U$, we get $M(f) = M(E_0f)$. For this, note that we have:

(a) $[M_0(1 - Q)g] = (1 - Q)[M_0g] \subseteq \sum_{n=1}^{\infty} \beta_n(Q)(H)$

(as $[H^\infty g] = \sum_{n=0}^{\infty} \beta_n(Q)(H)$).

(b) $[M_0Qg] \subseteq Q(H)$.

(c) $[H_0g] \subseteq \sum_{n=1}^{\infty} \beta_n(Q)(H)$ (as $a\beta_n(Q)g \in \beta_{n+k}(Q)(H)$ for $a \in M_k$).
This implies that $Q(H) = Q[H^\infty g] = Q[M_0g] = [M_0Qg] = [M_0h]$. Also, for $n \in \mathbb{Z}$, $[M_nh] = V\{[vM_0h]: v \in M_n \text{ is a partial isometry}\} = \beta_n(Q)(H)$. Hence $[H^\infty g] = [H^\infty h]$. But

$$M(f) = [H^\infty f] = [H^\infty U^* g] = U^*[H^\infty g] = U^*[H^\infty h] = [H^\infty h_0],$$

and

$$f - h_0 = U^*(g - Qg) = U^*(1 - Q)g \in U^* \sum_{n=1}^\infty \beta_n(Q)(H) = U^* \sum_{n=1}^\infty [M_nh] \subseteq \sum_{n=1}^\infty E_n(H).$$

Hence $h_0 = E_0f$ and $[H^\infty f] = [H^\infty h_0] = [H^\infty E_0f]$. □

The following proposition shows the uniqueness of the above representation.

**PROPOSITION 3.2.** Suppose $g \in H$ and $g = U_1f_1 = U_2f_2$ such that, for $i = 1, 2$,

1. $U_i$ is a partial isometry in $R$ with initial subspace $[Mf_i]$,
2. $[H^{\infty}f_i] = [H^{\infty}E_0f_i] \subseteq H^2$.

Then $U_2U_1$ and $U_1U_2$ lie in $R_0$.

**PROOF.** Since $g$ has such a representation, $P(g) = \sum_{n=0}^\infty \beta_n(Q)$ for some $Q \in P_1$. We first claim that $U_i^*Qg \in E_0(H)$, $i = 1, 2$. Fix $i = 1$ or 2 and let $h_0$ be $U_i^*Qg$. Then $h_0 = U_i^*Qg \in U_i^*[H^\infty g] = [H^\infty f_i] \subseteq H^2$. Using Proposition 3.1(4) we see that $Q(H) = [M_0Qg]$, $\beta_n(Q)(H) = [M_nQg]$ for $n \in \mathbb{Z}$, and $[H^\infty g] = \sum_{n=0}^\infty \beta_n(Q)(H) = [H^\infty Qg]$. Hence $[H^\infty E_0f_i] = [H^{\infty}f_i] = U_i^*[H^\infty g] = [H^\infty h_0]$ and consequently

$$[H_0^{\infty}E_0f_i] = [H_0^{\infty}[H^{\infty}E_0f_i]] = [H_0^{\infty}h_0] = [H_0^{\infty}h_0].$$

We then have $[M_0h_0] = [M_0E_0f_i]$ since

$$[H^{\infty}E_0f_i] = [M_0E_0f_i] \oplus [H_0^{\infty}E_0f_i]$$

and

$$[H^\infty h_0] = U_i^*[H^\infty Qg] = U_i^*([H_0^{\infty}Qg] \oplus [M_0Qg]) = [H_0^{\infty}h_0] \oplus [M_0h_0] = [H_0^{\infty}E_0f_i] \oplus [M_0h_0].$$

In particular $h_0 \in E_0(H)$. Now,

$$f^i - h_0 = U_i^*(1 - Q)g \in U_i^* \sum_{n=1}^\infty \beta_n(Q)(H) = U_i^* \sum_{n=1}^\infty [M_nQg] = \sum_{n=1}^\infty [M_nh_0] \subseteq \sum_{n=1}^\infty E_n(H).$$

Hence $h_0 = E_0f^i$.

Let $F^*_n$ be the projection onto $[M_nh_0]$. Then $U_i[M_nh_0] = [M_nQg] = \beta_n(Q)(H)$. Hence $U_iF^*_nU^*_i = \beta_n(Q)$. As the initial subspace of $U_i$ is $[Mf_i] = [M[H^\infty f_i]] = [M[H^\infty h_0]] = [Mh_0] = \sum_{n=-\infty}^\infty F^*_n(H)$, $U_i E_n U^*_i = U_iF^*_nU^*_i = \beta_n(Q)$. In particular $U_1 E_n U^*_1 = U_2 E_n U^*_2$ for each $n \in \mathbb{Z}$. Consequently $U_1W_t U^*_1 = U_2W_t U^*_2$ for each $t \in T$ and $U_2^* U_1 W_t U^*_1 U_1 = U_2^* U_2 W_t U_2 U_1$. But $U_1^* U_1, U_2^* U_2 \in R_0$, hence $U_2^* U_1 W_t = W_t U_2^* U_1, t \in T$. Thus $U_2^* U_1 \in R_0$. □
LEMMA 3.3. Suppose \( g \) lies in \( H^2 \). Then there is a partial isometry \( U \in H^\infty(\gamma) \) such that \( U^*U \in R_0, U^*g \in H^2 \) and \( M(U^*g) = M(E_0U^*g) \).

PROOF. Since \( g \in H^2 \), \( P(g) \in P_3 \) and we can construct a partial isometry \( U \in R \) as in Proposition 3.1. It is left to show that \( U \), as constructed there, lies in \( H^\infty(\gamma) \). Let \( P(g) = \sum_{n=0}^{\infty} \beta_n(Q) \), for some \( Q \in P_1 \), then, from the way \( U \) was constructed, \( UE_0f = Qg \) where \( f = U^*g \). Therefore \( U[M_nE_0f] = [M_nQg] \subseteq [M_nH^2] \subseteq P_n(H) \). Since the initial subspace of \( U \) is \( \sum_{n=-\infty}^{\infty} \oplus [M_nE_0f] \), \( UE_nU^* \leq P_n \) and, consequently, \( UP_nU^* \leq P_n \). Hence \( U \in R \cap \text{Alg}\{P_n: n \in \mathbb{Z}\} = H^\infty(\gamma) \) (by Lemma 2.6). \( \square \)

COROLLARY 3.4. Let \( g \) be in \( H^2 \). Then there are partial isometries \( U \in H^\infty(\gamma), V \in H^\infty(\alpha) \), such that:

1. \( U^*g \) and \( V^*g \) lie in \( H^2 \).
2. \( UU^*g = VV^*g = g \).
3. \( U^*U \in R_0, VV^* \in M_0 \).
4. \( [H^\infty(\alpha)U^*g] = [H^\infty(\alpha)E_0U^*g] \) and \( [H^\infty(\gamma)V^*g] = [H^\infty(\gamma)E_0V^*g] \).

PROOF. The assertions for \( U \) follow from Lemma 3.3 and the assertions for \( V \) follow from Lemma 3.3 applied to \( \{R, \gamma\} \) in place of \( \{M, \alpha\} \). \( \square \)

Let \( M \) be the algebra \( L^\infty(\mathbb{T}) \) acting on \( L^2(\mathbb{T}) \) and let \( \{\alpha_t\}_{t \in \mathbb{T}} \) be defined by translations. Then \( H^\infty(\alpha) \) is the classical algebra \( H^\infty \). In this case \( M = R \) and \( \alpha = \gamma \). An element \( f \in H^2 \) is called outer, in this case, if \( [H^\infty f] = H^2 \). But this is equivalent to \( [H^\infty f] = [H^\infty E_0f] \neq 0 \) (note that in this case, \( E_0f \) is just the zeroth Fourier coefficient of \( f \)). Hence Lemma 3.3 is the inner-outer factorization in the classical case. It is also known, in this case, that \( f \in H^2 \) is outer if and only if \( \exp \int \log |f| \, dt = |E_0f| \neq 0 \). Since, by Szegő's theorem, \( \exp \int \log |f| \, dt = \inf \{||f - g||: g \in [H^\infty f]\} \), \( f \in H^2 \) is outer if and only if \( |E_0f| = \inf \{||f - g||: g \in [H^\infty f]\} \neq 0 \).

In our more general setting we say that \( f \in H^2 \) is \( R \)-outer if \( [H^\infty(\alpha)f] = [H^\infty(\alpha)E_0f] \neq \{0\} \) and \( M \)-outer if \( [H^\infty(\gamma)f] = [H^\infty(\gamma)E_0f] \neq \{0\} \). Also we say that \( U \in R \) is \( R \)-inner if \( U \) is a partial isometry in \( H^\infty(\gamma) \) with \( U^*U \in R_0 \) and \( V \in M \) is \( M \)-inner if \( V \) is a partial isometry in \( H^\infty(\alpha) \) with \( V^*V \in M_0 \). Then Corollary 3.4 presents the \( M \)-inner-outer and the \( R \)-inner-outer factorizations (which are the classical inner-outer factorization if \( M = L^\infty(\mathbb{T}) \) and \( \alpha \) acts by translations). The next proposition is analogous to the characterization of an outer function, mentioned above, in the classical case.

PROPOSITION 3.5. For \( f \in H^2 \) the following conditions are equivalent:

1. \( f \) is \( R \)-outer (resp. \( f \) is \( M \)-outer).
2. \( [H^\infty(\alpha)f] = N_0H^2, \) where \( N_0 \) is a nonzero projection in \( R_0 \) (resp. \( [H^\infty(\gamma)f] = N_0H^2, \) \( 0 \neq N_0 \in M_0 \)).
3. \( ||E_0f|| = \inf \{||(1-\alpha)f||: a \in H^\infty(\alpha)\} \neq 0 \) (resp. \( ||E_0f|| = \inf \{||(1-\alpha)f||: a \in H^\infty(\gamma)\} \neq 0 \)).

PROOF. It will suffice to prove the \( R \)-version.

(1) implies (2). Suppose \( f \in H^2 \) is \( R \)-outer. Then \( [H^\infty(\alpha)f] = [H^\infty(\alpha)E_0f] = \sum_{n=0}^{\infty} \oplus [M_nE_0f] \). Let \( F_0 \) be the projection onto \( [M_0E_0f] \). Then \( \beta_n(F_0)(H) = \)}
\[ [M_n E_0 f] \text{ for all } n \in \mathbb{Z}. \] Let \( N_0 \) be \( \sum_{n=-\infty}^{\infty} \beta_n(F_0) \). Then

\[
\beta_m(N_0) = f_m \sum_{n=-\infty}^{\infty} \beta_{n+m}(F_0) = f_m N_0 \quad \text{for each } m \in \mathbb{Z}.
\]

Hence \( N_0 \in R \). Also, as \( \beta_n(F_0) \leq E_n \) for each \( n \in \mathbb{Z} \), \( N_0 \in \{E_n : n < \mathbb{Z}\}' \). Thus \( N_0 \in P_0 \). Now \( N_0 H^2 = \sum_{n=0}^{\infty} \beta_n(F_0)(H) = [H^\infty(\alpha)E_0 f] = [H^\infty(\alpha) f] \).

(2) implies (3). Suppose \([H^\infty(\alpha) f] = N_0 H^2 \). Then

\[
[H^\infty_0(\alpha) f] = [H^\infty_0(\alpha) [H^\infty(\alpha) f]] = [H^\infty_0(\alpha) N_0 H^2] = N_0 H^2.
\]

Hence

\[
\inf \{ \| (1 - a) f \| : a \in H^\infty_0(\alpha) \} = \inf \{ \| f - g \| : g \in N_0 H^2 \}.
\]

Since \( f = N_0 f \),

\[
\inf \{ \| (1 - a) f \| : a \in H^\infty_0(\alpha) \} = \inf \{ \| f - g \| : g \in H^2_0 \} = \| E_0 f \|.
\]

If \( \| E_0 f \| = 0 \) then \( f \in H^2_0 \) and \( [H^\infty(\alpha) f] \subseteq H^2_0 \). Hence \( N_0 H^2 \subseteq H^2_0 \). But \( N_0 E_0 \subseteq E_0 \) (as \( N_0 \in R_0 \)). Therefore

\[
N_0 = \sum_{n=-\infty}^{\infty} N_0 E_n = \sum_{n=-\infty}^{\infty} N_0 \beta_n(E_0) = \sum_{n=-\infty}^{\infty} \beta_n(N_0 E_0) = 0.
\]

(3) implies (1). Suppose \( \| E_0 f \| = \inf \{ \| (1 - a) f \| : a \in H^\infty_0(\alpha) \} \). Let \( P \) be the projection onto \([H^\infty_0(\alpha) f] \). Then \( P \leq P_1 \) and \((1 - P) f = E_0 f + (P_1 - P) f \). Hence

\[
(\inf \{ \| (1 - a) f \| : a \in H^\infty_0(\alpha) \})^2 = \| (1 - P) f \|^2 = \| E_0 f \|^2 + \| (P_1 - P) f \|^2.
\]

Thus \( P_1 f = P f \) and \( E_0 f = (1 - P) f \in [H^\infty(\alpha) f] \). It is left to show that \( f \in [H^\infty(\alpha) E_0 f] \). Let \( F_m \) be the projection onto \([M_m E_0 f] \). Then \( F_m \leq E_m \) and \( \sum_{m=0}^{\infty} F_m(H) = [H^\infty(\alpha) E_0 f] \). Suppose \( E_m f \in [H^\infty(\alpha) E_0 f] \) for all \( 0 \leq m < j \) (note that \( E_0 f \in [H^\infty(\alpha) E_0 f] \)). Then for each \( a \in H^\infty_0(\alpha) \), \( E_j a E_m f = \sum_{m=-\infty}^{j-1} E_j a E_m f = \sum_{m=0}^{j-1} E_j a E_m f \). But \( a E_m f \in [H^\infty_0(\alpha) [H^\infty(\alpha) E_0 f]] \subseteq [H^\infty(\alpha) E_0 f] \). Hence

\[
E_j a E_m f \in E_j [H^\infty(\alpha) E_0 f] = E_j \sum_{m=0}^{\infty} F_m(H) = F_j(H) \subseteq [H^\infty(\alpha) E_0 f].
\]

Therefore \( E_j a f \in [H^\infty(\alpha) E_0 f] \). This induction argument shows that \( E_j a f \in [H^\infty(\alpha) E_0 f] \) for all \( a \in H^\infty_0(\alpha), j \geq 0 \). Hence \([H^\infty_0(\alpha) f] \subseteq [H^\infty(\alpha) E_0 f] \). Since \( f = E_0 f + P_1 f = E_0 f + P f \) and \( P f \in [H^\infty_0(\alpha) f] \), we are done. \( \square \)

**Corollary 3.6.** Suppose \( g \in H \). Then the invariant subspace \([H^\infty(\alpha) g] \) can be written as the orthogonal sum of a reducing subspace \( M_0 \) (i.e. \( a M_0 \subseteq M_0 \) for all \( a \in M \)) and a space of the form \( U H^2 \), where \( U \) is a partial isometry in \( R \) with \( U^* U \in R_0 \).

**Proof.** Let \( P(g) \) be the projection onto \([H^\infty(\alpha) g] \). Then

\[
P(g) = \sum_{n=0}^{\infty} \beta_n(\delta(P(g))) + F_0,
\]
where $F_0$ is a projection in $R$, orthogonal to $\sum_{n=-\infty}^{\infty} \beta_n(\delta(P(g))).$ Hence

$$[H^\infty(\alpha)(1 - F_0)g] = (1 - F_0)[H^\infty g] = \sum_{n=0}^{\infty} \beta_n(Q)(H)$$

(for $Q = \delta(P(g)) \in \mathcal{P}_1$). Hence $(1 - F_0)g$ has a representation $(1 - F_0)g = Uf$ as described in Proposition 3.1. Thus

$$[H^\infty(\alpha)(1 - F_0)g] = U[H^\infty(\alpha)f] = U[H^\infty(\alpha)E_0f] = UH^2$$

and

$$[H^\infty(\alpha)g] = [H^\infty(\alpha)F_0g] \oplus UH^2 = F_0(H) \oplus UH^2. \quad \square$$

We now define $a \in M$ (resp. $a \in R$) to be $M$-outer (resp. $R$-outer) if $a\xi$ is $M$-outer (resp. $R$-outer).

**Proposition 3.7.** For $a \in M$ the following conditions are equivalent.

1. There is a partial isometry $U \in M$ such that $U^*a \in H^\infty(\alpha)$ and $UU^*a = a$.
2. Let $P$ be the projection onto $[aH^2]$. Then $P = \sum_{n=0}^{\infty} \eta_n(Q)$ for some $R$-wandering projection $Q \in R_0$.
3. $\bigcap_{n}[aP_n(H)] = \{0\}$.
4. There is a partial isometry $U \in M$ such that $U^*a \in H^\infty(\alpha)$ is $M$-outer and $UU^*a = a$.

Moreover, if (4) is satisfied and $U_1, U_2$ are two such partial isometries such that the initial subspace of $U_i$ is $[U_i^*aH]$, then $U_1^*U_2$ and $U_2^*U_1$ lie in $M_0$.

**Proof.** Note that $[aH^2] = [aH^\infty(\gamma)\xi] = [H^\infty(\gamma)a\xi]$ and $[U_i^*aH] = [U_i^*aR\xi] = [RU_i^*a\xi]$. Hence the equivalence of (1), (2) and (4) and the uniqueness statement follow from Propositions 3.1 and 3.2 (with $\{M, \alpha\}$ replaced by $\{R, \gamma\}$). We now show that (2) is equivalent to (3). For this note that $P = \sum_{n=0}^{\infty} \eta_n(Q)$ for some $R$-wandering projection $Q \in R_0$ if and only if $\bigcap_{m=0}^{\infty} \bigvee_{n \geq m} \eta_n(P) = 0$ (Lemma 2.5). But

$$\bigvee_{n \geq m} \eta_n(P) = \bigvee_{n \geq m} \left( \bigvee \{uPu^*: u \in R_n \text{ is a partial isometry} \} \right)$$

$$- \bigvee \left\{ uPu^*: u \text{ is a partial isometry in } \bigcup_{n \geq m} M_n \right\}.$$

Since $R^\gamma[m, \infty)$ is generated by the partial isometries in $\bigcup_{n \geq m} M_n$ (as a $\sigma$-weakly closed linear space), $\bigvee_{n \geq m} \eta_n(P)$ is the projection onto

$$[R^\gamma[m, \infty)P(H)] = [R^\gamma[m, \infty]H^\infty(\gamma)a\xi] = [R^\gamma[m, \infty)a\xi] = [aP_m(H)]$$

for $m \geq 0$. Hence $\bigwedge_{m=0}^{\infty} \bigvee_{n \geq m} \eta_n(P) = 0$ if and only if $\bigcap_{m>0}[aP_m(H)] = \{0\}$.

Since $\bigcap_{m \in \mathbb{Z}}[aP_m(H)] = \{0\}$ if and only if $\bigcap_{m>0}[aP_m(H)] = \{0\}$, we are done. \(\square\)

The previous proposition presents the factorization for operators $a \in M$ and its uniqueness. Consider now the nest algebra $\mathcal{A} = \text{Alg} \{P_n: n \in \mathbb{Z} \}$ in $B(H)$. In [3, Theorem 3.3] Arveson presented a factorization for operators $A$ in $B(H)$ (that satisfy a certain condition) as $A = UB$, where $U$ is a partial isometry in $B(H)$ with $U^*U \in \mathcal{A} \cap \mathcal{A}^*$ and $B$ is outer (in the sense that $[AP_n(H)] = [AH] \cap P_n(H)$ and the projection onto $[AH]$ lies in $\mathcal{A} \cap \mathcal{A}^*$). The condition for $A \in B(H)$ to have such a factorization is $\bigcap_{n}[AP_n(H)] = \{0\}$. Hence Proposition 3.7 shows that $a \in M$
satisfies our condition for factorization if and only if it satisfies Arveson’s condition for factorization (with respect to $A = \text{Alg}\{P_n; n \in \mathbb{Z}\}$). The next result shows that $b \in H^\infty(\alpha)$ is M-outer if and only if it is outer in Arveson’s terminology.

**PROPOSITION 3.8.** For $b \in H^\infty(\alpha)$ the following statements are equivalent:

1. $b$ is M-outer.
2. $[bH^2] = [\varepsilon_0(b)H^2] \neq \{0\}$.
3. $[bP_n(H)] = [\varepsilon_0(b)P_n(H)]$ for each $n \in \mathbb{Z}$ and $[\varepsilon_0(b)H^2] \neq \{0\}$.
4. $[bH^2] = QH^2$ for some nonzero projection $Q \in M_0$.
5. $0 \neq \|\varepsilon_0(b)\xi\| = \inf\{\|b\xi - g\|; g \in [bH^2]\}$.
6. The projection onto $[bH]$ lies in $M_0$ and, for each $n \in \mathbb{Z}$, $[bP_n(H)] = [bH] \cap P_n(H)$.

**PROOF.** The equivalence of (1), (2), (4) and (5) follows from Proposition 3.5 with the observations that

$$[bH^2] = [\varepsilon_0(b)H^2] = [H^\infty(\gamma)\xi],$$

$$[\varepsilon_0(b)H^2] = [\varepsilon_0(b)H^\infty(\gamma)\xi] = [H^\infty(\gamma)\varepsilon_0(b)\xi] = [H^\infty(\gamma)E_0b\xi],$$

and

$$[bH^2] = [bH^\infty(\gamma)\xi] = [H^\infty(\gamma)b\xi].$$

(2) implies (3).

$$[bP_n(H)] = [bR^\gamma[n, \infty)\xi] = [R^\gamma[n, \infty)b\xi] = [R^\gamma[n, \infty][H^\infty(\gamma)b\xi]]$$

$$= [R^\gamma[n, \infty][H^\infty(\gamma)\varepsilon_0(b)\xi]] = [R^\gamma[n, \infty]\varepsilon_0(b)\xi] = [\varepsilon_0(b)P_n(H)].$$

(3) implies (2) is trivial.

(3) implies (6). Let $Q \in M_0$ be the projection onto $[bH]$. Then $[bH^2] = [bH] \cap P_0(H) = Q(H) \cap P_0(H) = QP_0(H) = QH^2$. □

**LEMMA 3.9.** Suppose $a \in H^\infty(\alpha)$ is invertible; then $a$ is M-outer if and only if $a^{-1} \in H^\infty(\alpha)$.

**PROOF.** Suppose $a^{-1} \in H^\infty(\alpha)$; then $[aH^2] = H^2$ and, hence, $a$ is outer by Proposition 3.8(4). Suppose now that $a$ is invertible and M-outer. Then $H = [aH] = [\varepsilon_0(a)H]$. Hence $\xi \in [\varepsilon_0(a)H]$ and, as $P_0\xi = \xi$, $\xi \in P_0[\varepsilon_0(a)H] = [\varepsilon_0(a)H^2] = [aH^2]$. Hence there are $\{x_n\} \subseteq H^\infty(\alpha)$ such that $ax_n \xi \rightarrow \xi$ and, by applying $a^{-1}$, $x_n \xi \rightarrow a^{-1}\xi$. But $x_n \xi \in H^2$, hence $a^{-1}\xi \in H^2$. For $n < 0$, $\varepsilon_n(a^{-1})\xi = E_n a^{-1}\xi = 0$. Thus $a^{-1} \in H^\infty(\alpha)$. □

The following result was proved in [3] for nest algebras and in [1] for maximal finite subdiagonal algebras.

**THEOREM 3.10.** Suppose $a \in M$ is invertible. Then we can write $a = ub$, where $u$ is unitary in $M$ and $b \in H^\infty(\alpha) \cap H^\infty(\alpha)^{-1}$.

**PROOF.** First note that if $x \in \bigcap_n [aP_n(H)] = \bigcap_n \{ay; y \in P_n(H)\}$, then $a^{-1}x \in \bigcap_n P_n(H) = \{0\}$. Hence $\bigcap_n [aP_n(H)] = \{0\}$ and we can apply Proposition 3.7 to write $a = wc$, where $w$ is a partial isometry in $M$, $w^*wc = c$ and $c \in H^\infty(\alpha)$ is M-outer. Now let $\varepsilon_0(c) = \psi|\varepsilon_0(c)|$ be the polar decomposition of $\varepsilon_0(c)$, let $b \in H^\infty(\alpha)$.
be \( v^* c \), and let \( u \) be \( wv \). The final projection of \( v \) is the projection onto \([\varepsilon_0(c)H]\). The initial subspace of \( w \) is \([cH]\) and, since \( c \) is \( M \)-outer, \([cH] = [\varepsilon_0(c)H]\). Therefore \( u = wv \) is a partial isometry in \( M \) with initial subspace \([\varepsilon_0(c)H]\) and final subspace \([aH]\). We have \( a = wc = bu \) and \([bH^2] = v^*[cH^2] = v^*[\varepsilon_0(c)H^2] = [\varepsilon_0(b)H^2] \). Hence \( b \) is outer and has the further property that \( \varepsilon_0(b) \geq 0 \).

Now note that, since \( a = ub \) is invertible, \( b \) is bounded below. Hence \( \ker b = \{ x \in H : bx = 0 \} \) is \{0\} and, for each closed linear subspace \( K \subseteq H \), \( \{ bx : x \in K \} \) is closed. If \( \varepsilon_0(b)x = 0 \) for some \( x \in E_0(H) \), then \( 0 \neq bx \in H_0^2 \cap [bH^2] = [bH_0^2] \) (as \( b \) is \( M \)-outer) and, since \([bH_0^2] = \{ bx : x \in H_0^2 \} \), there is some \( y \in H_0^2 \) such that \( bx = by \). Since \( \ker b = \{0\} \), \( x = y = 0 \). Hence \( \ker \varepsilon_0(b) = \{0\} \).

Let \( y \) be in \([\varepsilon_0(b)E_0(H)] \subseteq [\varepsilon_0(b)H^2] = [bH^2] = \{ bz : z \in H^2 \} \). Then \( y = bz \) for some \( z \in H^2 \). But \( y \in E_0(H) \), hence \( y = \varepsilon_0(b)E_0z \in \{ \varepsilon_0(b)z : z \in E_0(H) \} \). Consequently the range of \( \varepsilon_0(b) \), as an operator on \( E_0(H) \), is closed. We know also that \( \ker \varepsilon_0(b) = \{0\} \) and that \( \varepsilon_0(b) \geq 0 \). Therefore \( \varepsilon_0(b) \) is invertible. Thus \( H = [\varepsilon_0(b)H] = [bH] = \{ bz : z \in H \} \). Hence \( b \) is invertible. By the previous lemma \( b \in H^\infty(\alpha) \cap H^\infty(\alpha)^{-1} \). \( \square \)

**Corollary 3.11.** Every invertible positive operator \( a \in M \) can be factored in the form \( a = b^*b \), where \( b \in H^\infty(\alpha) \cap H^\infty(\alpha)^{-1} \).

**Proof.** Let \( a^{1/2} \) be the positive square root of \( a \). Then \( a^{1/2} \) is invertible and by the last theorem we can write \( a^{1/2} = ub \) for some partial isometry \( u \in M \) such that \( u^*ub = b \) and \( b \in H^\infty(\alpha) \cap H^\infty(\alpha)^{-1} \). Hence \( a = a^{1/2}a^{1/2} = b^*u^*ub = b^*b \). \( \square \)

Note that, although most of our analysis depends on the special representation of \( M \) that was chosen (with a cyclic and separating vector \( \xi \) and such that \( \{M, \alpha\} \) is a canonical pair), Theorem 3.10 and Corollary 3.11 do not depend on the representation and hold in general.

### 4. An expectation and its application

In this section we construct an expectation from the von Neumann algebra \( R' \) (that contains \( M \)) onto \( M \) that maps the nest subalgebra \( R' \cap \text{Alg}\{P_n : n \in \mathbb{Z}\} \) onto \( H^\infty(\alpha) \). We will apply it to prove two results (a distance estimate and an interpolation result).

Before constructing the expectation we want to replace \( \alpha \) by another flow, \( \tilde{\alpha} \), with a special property. For this we will need the following discussion which will be summarized in Lemma 4.5.

For \( n \in \mathbb{Z} \) let \( c_n \in Z(M_0) \) be defined as follows

\[
c_n = \begin{cases} \sum_{m=0}^{n-1} f_m, & n > 0, \\ 0, & n = 0, \\ -\sum_{m=n}^{\infty} f_m, & n < 0. \end{cases}
\]

Let \( \tilde{W}_t, t \in T, \) be the unitary operator \( \sum_{n=-\infty}^{\infty} \exp(itc_n)E_n \). Then, it was shown in [15, Lemma 3.8] that \( \{\tilde{W}_t\}_{t \in T} \) implements a flow \( \tilde{\alpha} \) on \( M \) with \( \tilde{\alpha}_t(\alpha) = \exp(itc_n) \) for \( a \in M_n \).

Let \( c_n = \sum_{m=-\infty}^{\infty} mh_{m,n} \) be the spectral decomposition of \( c_n, n \in \mathbb{Z} \). Then \( h_{m,n} \neq 0 \) only if \( 0 \leq m \leq n \). Also note that \( h_{0,n} = 1 - f_n \). For \( a \in M_n, a = f_0a \) and one easily gets from this that \( \text{sp}_{\tilde{\alpha}}(a) \subseteq \{1, 2, \ldots, n\} \) (if \( n > 0 \)), \( \text{sp}_{\tilde{\alpha}}(a) = 0 \) (if \( n = 0 \)) and \( \text{sp}_{\tilde{\alpha}}(a) \subseteq \{n, n + 1, \ldots, -1\} \) (if \( n < 0 \)). The following lemma follows immediately.
LEMMA 4.1. $H^\infty(\alpha) = H^\infty(\hat{\alpha}), H_0^\infty(\alpha) = H_0^\infty(\hat{\alpha})$ and $M(\hat{\alpha}(\{0\})) = M_0$. □

We have

$$\mathcal{W}_t = \sum_n \exp(itc_n)E_n = \sum_n \sum_m \exp(itm)h_{m,n}E_n = \sum_m e^{itm} \sum_n h_{m,n}E_n.$$ 

Hence, if we write $\mathcal{E}_n$ for the projection onto $M(\hat{\alpha}(\{n\}))$ (to be denoted by $\hat{M}_n$), then $\{\mathcal{E}_n\}$ are the spectral projections of $\mathcal{W}_t$ and we have

$$\mathcal{E}_m = \sum_n h_{m,n}E_n.$$ 

(In fact $\mathcal{E}_m = \sum_{n=m}^\infty h_{m,n}E_n$ if $m > 0$, $\mathcal{E}_m = \sum_{n=-\infty}^{m} h_{m,n}E_n$ if $m < 0$ and $\mathcal{E}_0 = E_0$.)

LEMMA 4.2. For $j, m, n \in \mathbb{Z}$ with $m \neq n$, $j \neq 0$, we have $h_{j,m}h_{j,n} = 0$. 

PROOF. We will assume that $j > 0$. The proof for $j < 0$ is similar. As $j > 0$ we can suppose that $m > n > 0$. Let $q$ be $h_{j,m}h_{j,n}$. Then $c_3q = c_nq =jq$ and $q \leq f_{n}f_{m}$. But then

$$jq = \left(\sum_{i=0}^{m-1} f_i\right)q = \left(\sum_{i=0}^{n-1} f_i\right)q + \left(\sum_{i=n}^{m-1} f_i\right)q$$

$$\geq \left(\sum_{i=0}^{n-1} f_i\right)q + f_{n}q = \left(\sum_{i=0}^{n-1} f_i\right)q + q$$

and $(\sum_{i=0}^{n-1} f_i)q = jq$. This leads to a contradiction if $q \neq 0$. □

LEMMA 4.3. (1) $\sum_{j=1}^{n} h_{m,j} \geq \sum_{j=1}^{n} h_{m+1,j}$ for $n > 0$ and $m > 0$. 

(2) $\sum_{j=-n}^{1} h_{m-1,j} \leq \sum_{j=-n}^{1} h_{m,j}$ for $n < 0$ and $m < 0$. 

PROOF. We will prove assertion (1). The proof of (2) is similar and will be omitted. Fix $n > 0$, $m > 0$ and $n \geq j \geq 1$. Then $c_jh_{m+1,j} = (m+1)h_{m+1,j}$. As $c_j = f_j \sum_{k=0}^{j-1} f_k$, we can write $h_{m+1,j}$ as a sum of orthogonal projections $\{p_s\}_{s=2}^{j}$ in $Z(M_0)$ such that $f_j(\sum_{k=0}^{s-1} f_k)p_s = (m+1)p_s$ and $f_j(\sum_{k=0}^{s-2} f_k)p_s = mp_s$. Hence $f_jf_{s-1}p_s = p_s$ and $c_{s-1}p_s = f_{s-1}(\sum_{k=0}^{s-2} f_k)p_s = f_j(\sum_{k=0}^{s-2} f_k)p_s = mp_2$. Thus $p_s \leq h_{m,s-1} \leq \sum_{i=1}^{s-1} h_{m,i}$. As $h_{m+1,j} = \sum_{s=2}^{j} p_s$, $h_{m+1,j} \leq \sum_{i=1}^{n} h_{m,i}$. Since this holds for each $1 \leq j \leq n$ we are done. □

Now recall that $\mathcal{E}_m = \sum_n h_{m,n}E_n$ and let $\mathcal{f}_n$ be the projections (in $Z(M_0) = Z(M_0)$) defined by $\mathcal{f}_n = \sup\{u^* : u$ is a partial isometry in $M_n\}$, $n \in \mathbb{Z}$. By Lemma 2.7, $\mathcal{f}_n = c(E_n)$ and, thus, $\mathcal{f}_n = \sum_j h_{n,j}f_j$.

For $n > 0$, $\mathcal{f}_n = \sum_{j=1}^{n} h_{n,j}$ (as $h_{n,j} = h_{n,j}f_j$ for $n \neq 0$) and for $n < 0$, $\mathcal{f}_n = \sum_{j=-\infty}^{-1} h_{n,j}$. Also $\mathcal{f}_0 = I$. Using Lemma 4.3 we immediately have

LEMMA 4.4. For $n \geq 0$, $\mathcal{f}_{n+1} \leq \mathcal{f}_n$ and for $n < 0$, $\mathcal{f}_n \leq \mathcal{f}_{n+1}$.

When a canonical pair $\{B, \eta\}$ satisfies the property of Lemma 4.4 (for the corresponding projections) we say that it satisfies the roof condition.
Now let $\tilde{P}_n$ be $\sum_{j=n}^{\infty} \tilde{E}_j$ for $n \in \mathbb{Z}$ (or, equivalently, $\tilde{P}_n$ is the orthogonal projection onto $[M^\alpha[n, \infty) \xi]$). Then, for $n \in \mathbb{Z}$,

$$\tilde{P}_n = \sum_{j=n}^{\infty} \tilde{E}_j = \sum_{j=n}^{\infty} \sum_{i} h_{j,i} E_i = \sum_{i} \left( \sum_{j=n}^{\infty} h_{j,k} \right) E_i.$$  

Fix $n > 0$ and let $r_i = \sum_{j=n}^{\infty} h_{j,i}$ and $t_i = r_i + \sqrt{j-n} r_j (1 - f_i)$ for $i \geq n$ (where $t_n = r_n$). Then, as $E_i \leq f_i$ for each $i \in \mathbb{Z}$,

$$\tilde{P}_n = \sum_{i} t_i E_i.$$  

From the definition of $\{c_m\}$, we have $r_i \leq f_i$ and $f_i r_{i+k} r_i \leq r_{i+k}$, for $i > 0$ and $k > 0$. Hence, for $i > n$ and $k > 0$, $r_i \leq r_{i+k} + (1 - f_{i+k}) r_i$. It follows that $t_i \leq t_{i+1}$ for $i \geq n$. Hence for $n > 0$,

\begin{equation}
(*) \quad \tilde{P}_n = t_n P_n + (t_{n+1} - t_n) P_{n+1} + \cdots.
\end{equation}

For $n < 0$,

$$\tilde{P}_n = \sum_{i} \left( \sum_{j=n}^{\infty} h_{j,i} \right) E_i = \sum_{i=-\infty}^{n-1} \left( \sum_{j=n}^{\infty} h_{j,i} \right) E_i + P_n$$

$$= \sum_{i=-\infty}^{n-1} \left( \sum_{j=n}^{i} h_{j,i} \right) E_i + P_n.$$  

Let $r'_i = \sum_{j=n}^{i} h_{j,i}$. Then we have $r'_{i-k} \leq f_{i-k}$ and $f_i f_{i-k} r_{i-k} \leq r'_i$ for $i > 0, k > 0$. Hence $f_i r'_{i-k} \leq r'_i$ and $r'_{i-k} \leq r'_i + (1 - f_i) r'_{i-k}$. Let $t'_i$ be $r'_i + (1 - f_i) (\sqrt{j-n} r'_j)$ and, then, $t'_i \leq t'_{i+1}$ for $i \leq -2$ because $r'_i \leq r'_{i+1} + (1 - f_{i+1}) r'_i \leq t'_{i+1}$ and, for $j < i$,

\begin{equation}
(1 - f_i) r'_j \leq (1 - f_i) r'_{i+1} + (1 - f_i) (1 - f_{i+1}) r'_j \leq t'_{i+1}.
\end{equation}

As $r'_i E_i = t'_i E_i$ we have,

\begin{equation}
(**) \quad \tilde{P}_n = \sum_{i=-\infty}^{n-1} t'_i E_i + P_n = (1-t'_{-1}) P_n + (t'_{-1} - t'_{-2}) P_{n-1} + (t'_{-2} - t'_{-3}) P_{n-2} + \cdots.
\end{equation}

We wish now to get expressions similar to (*) and (**) with the roles of $\{P_n\}$ and $\{\tilde{P}_n\}$ interchanged. Since $\hat{E}_m = \sum_{m} h_{m,n} E_n$ and $h_{m,j} h_{m,k} = 0$ for $j \neq k$, we have $\hat{E}_m E_n = h_{m,n} E_n = h_{m,n} \hat{E}_m$. Hence $E_n = \sum_{m} h_{m,n} \hat{E}_m$ and $P_n = \sum_{j=n}^{\infty} (\sum_{m} h_{m,j} \hat{E}_m) = \sum_{m} (\sum_{j=n}^{\infty} h_{m,j}) \hat{E}_m$. Now fix $n > 0$. Then

$$P_n = \sum_{m=1}^{\infty} \left( \sum_{j=n}^{\infty} h_{m,j} \right) \hat{E}_m.$$  

Let $q_m$, for $m > 0$, be $1 - \sum_{j=1}^{\infty} h_{m,j}$. Then $q_m \hat{E}_m = 0$ because $\hat{E}_m = \sum_{n=1}^{\infty} h_{m,n} E_n$ and

$$q_m + \sum_{j=n}^{\infty} h_{m,j} = 1 - \sum_{i=1}^{n-1} h_{m,i} \leq 1 - \sum_{j=1}^{n-1} h_{m+1,j} = q_{m+1} + \sum_{j=n}^{\infty} h_{m,j},$$
where the inequality follows from Lemma 4.3. Let $s_m$ be $q_m + \sum_{j=n}^{\infty} h_{m,j}$, $m > 0$.

Then

$$P_n = \sum_{m=1}^{\infty} s_m \hat{E}_m = s_1 \hat{P}_1 + (s_2 - s_1) \hat{P}_2 + (s_3 - s_2) \hat{P}_3 + \cdots$$

for $n > 0$.

Now fix $n < 0$. We have

$$P_n = \hat{P}_0 + \sum_{m=n+1}^{\infty} \left( \sum_{j=n}^{\infty} h_{m,j} \right) \hat{E}_m = \hat{P}_0 + \sum_{m=n}^{\infty} \left( \sum_{j=n}^{\infty} h_{m,j} \right) \hat{E}_m.$$

Let $s'_m$ be $\sum_{j=n}^{\infty} h_{m,j}$ for $m < 0$. Then we have, by Lemma 4.3, that $s'_{m-1} \leq s'_m$.

Hence

$$P_n = (1 - s'_{-1}) \hat{P}_0 + (s'_{-1} - s'_{-2}) \hat{P}_{-1} + (s'_{-2} - s'_{-3}) \hat{P}_{-2} + \cdots + s'_n \hat{P}_n$$

for $n < 0$.

We summarize all this in the following

**Lemma 4.5.** There is a canonical pair \{M, \alpha\} with the following properties:

1. $H^\infty(\alpha) = H^\infty(\hat{\alpha})$ and $M^\alpha(\{0\}) = M_0 (= M^\alpha(\{0\}))$.

2. \(\hat{\alpha}\) satisfies the roof condition (see Lemma 4.4).

3. For $n \in \mathbb{Z}$, $\hat{P}_n = \sum_n t_{m,n} P_n$, where \(\{t_{m,n}\}_{m,n=\infty}^\infty\) is an orthogonal family of projections in $Z(M_0)$. For $n \geq 0$, $\hat{P}_n \leq P_n$.

4. For $n \in \mathbb{Z}$, $P_n = \sum s_{m,n} \hat{P}_n$, where \(\{s_{m,n}\}_{m,n=\infty}^\infty\) is an orthogonal family of projections in $Z(M_0)$. For $n \leq 0$, $P_n \leq \hat{P}_n$.

Consequently,

5. $R \cap \text{Alg}\{P_n; n \in \mathbb{Z}\} = R \cap \text{Alg}\{\hat{P}_n; n \in \mathbb{Z}\}$.

6. $M_0' \cap \text{Alg}\{P_n; n \in \mathbb{Z}\} = M_0' \cap \text{Alg}\{\hat{P}_n; n \in \mathbb{Z}\}$.

(Here $\hat{P}_n$ is the projection onto $[M^\hat{\alpha}[n, \infty], \xi]$).

Let $B$ be a von Neumann algebra and let $C$ be a von Neumann subalgebra of $B$.

An expectation of $B$ onto $C$ is a positive linear map $\psi$ from $B$ onto $C$ such that $\psi(I) = I$ and $\psi(bc) = \psi(b)c$ for every $b \in B$, $c \in C$.

If $\psi: B \to C$ is an expectation onto $C$, then $\psi$ is bounded (in fact $\|\psi\| = 1$), $\psi \circ \psi = \psi$, $C$ is the set of fixed points of $\psi$ and $\psi(b)^* \psi(b) \leq \psi(b^* b)$ for $b \in B$ (see [1, Appendix] for details).

**Theorem 4.6.** There exists an expectation $\psi: M_0' \to R$ (resp. $\psi': R_0' \to M$) such that

$$\psi(M_0' \cap \text{Alg}\{P_n; n \in \mathbb{Z}\}) = R \cap \text{Alg}\{P_n; n \in \mathbb{Z}\} = H^\infty(\gamma)$$

(resp. $\psi'(R_0' \cap \text{Alg}\{P_n; n \in \mathbb{Z}\}) = M \cap \text{Alg}\{P_n; n \in \mathbb{Z}\} = H^\infty(\alpha)$).

**Proof.** It will suffice to prove the existence of $\psi$. Using Lemma 4.5 (and its notations) we have $M^\alpha(\{0\}) = M_0$, $M_0 \cap \text{Alg}\{P_n; n \in \mathbb{Z}\} = M_0' \cap \text{Alg}\{\hat{P}_n; n \in \mathbb{Z}\}$ and $R \cap \text{Alg}\{P_n; n \in \mathbb{Z}\} = R \cap \text{Alg}\{P_n; n \in \mathbb{Z}\}$. Hence we can prove the theorem for $\hat{\alpha}$ in place of $\alpha$ or, equivalently, assume that $\alpha$ satisfies the roof condition (i.e., $f_{n+1} \leq f_n$ for $n \geq 0$ and $f_{n-1} \leq f_n$ for $n < 0$). In the rest of the proof we will assume that $\alpha$ satisfies the roof condition and we write $f_+$ for $\bigwedge\{f_n; n > 0\}$, $f_-$ for $\bigwedge\{f_n; n < 0\}$ and $f_\infty$ for $f_+ \vee f_-$. 


Since $\mathbb{Z}$ is an amenable group we can assign to each $g \in l^\infty(\mathbb{Z})$ a number $m(g) \in \mathbb{C}$ such that $g \rightarrow m(g)$ is a linear functional, $\inf \{g(n): n \in \mathbb{Z}\} \leq m(g) \leq \sup \{g(n): n \in \mathbb{Z}\}$ for each real valued $g \in l^\infty(\mathbb{Z})$ and $m(g_k) = m(g)$, where $g_k(s) = g(k + s)$, $k, s \in \mathbb{Z}$. In fact, we can choose a state $\rho$ on the algebra $l^\infty(\mathbb{Z}+)/c_0$ and let $m(g)$ be the value of $\rho$ on the coset, in $l^\infty(\mathbb{Z}+)/c_0$, of $g' \in l^\infty(\mathbb{Z}+)$, where $g'(n) = (1/(2n + 1)) \sum_{i=-n}^{n} g(i)$, $n \geq 0$. If for some real valued $g \in l^\infty(\mathbb{Z})$, $g'(n) \geq a(n)$ for $n \geq 0$ and $a(n) \rightarrow a_0 \in \mathbb{R}$ as $n \rightarrow \infty$, then $m(g) = \rho(g' + c_0) \geq \rho(a + c_0) = \rho(a_0 + c_0) = a_0$.

Since $|g'(n)| \leq \sup |g(i)|$, $n \geq 0$, we see that

$$|m(g)| = |\rho(g' + c_0)| \leq \|g' + c_0\| \leq \|g\|_{\infty}.$$ 

Now let $T$ be an operator in $M'_0$ and $x, y$ vectors in $H$. Then $g_{x,y}(n) = \langle \beta_n(T)x, y \rangle$ defines a function $g_{x,y} \in l^\infty(\mathbb{Z})$ (as $\|\beta_n(T)\| \leq \|T\|$). For each $x, y \in H$ let $[x, y]$ be $m(g_{x,y})$. Then

$$\| [x, y] \| = \| m(g_{x,y}) \| \leq \| g_{x,y} \|_{\infty} \leq \| T \| \| x \| \| y \|.$$ 

Hence there is an operator $\psi_0(T)$ on $H$ such that $\langle \psi_0(T)x, y \rangle = m(g_{x,y})$ for $x, y \in H$, and $\| \psi_0(T) \| \leq \| T \|$.

For a unitary operator $u \in M_0$, $\langle u^*\psi_0(T)ux, uy \rangle = m(g_{ux,uy}) = \langle \psi_0(T)x, y \rangle$ as $g_{ux,uy} = (\beta_n(T)ux, uy)$ for all $x, y \in H$. Hence $\psi_0(T) \in M'_0$. To find $\beta_m(\psi_0(T))$ for $m \in \mathbb{Z}$, consider the operator $v_{m,k}v_{m,k}^* \beta_m(\psi_0(T)) = v_{m,k}\psi_0(T)v_{m,k}^*$ for $k \geq 1$. Then

$$\langle v_{m,k}\psi_0(T)v_{m,k}^*, x, y \rangle = \langle \psi_0(T)x, v_{m,k}^*y \rangle = m(g),$$

where

$$g(n) = (\beta_n(T)v_{m,k}^*x, v_{m,k}^*y) = (v_{m,k}\beta_n(T)v_{m,k}^*x, y) = (v_{m,k}v_{m,k}^*\beta_m(\beta_n(T))x, y)$$

$$= (f_{m}\beta_{m+n}(T)x, v_{m,k}v_{m,k}^*y) = (\beta_{m+n}(T)x, v_{m,k}v_{m,k}^*y).$$

Hence, as $m(g)$ is translation-invariant,

$$\langle v_{m,k}\psi_0(T)v_{m,k}^*, x, y \rangle = \langle \psi_0(T)x, v_{m,k}^*y \rangle = \langle v_{m,k}v_{m,k}^*\psi_0(T)x, y \rangle.$$ 

Since this holds for all $x, y \in H$, $v_{m,k}v_{m,k}^* \beta_m(\psi_0(T)) = v_{m,k}v_{m,k}^* \psi_0(T)$ for each $k \geq 1$. Hence $\beta_m(\psi_0(T)) = f_m\beta_m(\psi_0(T)) = f_m\psi_0(T)$. By Lemma 2.4(4), $\psi_0(T) \in R$.

Since each $\beta_n$ is positive and linear and so is $m$, $\psi_0$ is a positive linear map from $M'_0$ into $R$.

Suppose $T \in M'_0 \cap \text{Alg}\{P_n: n \in \mathbb{Z}\}$. Then, for $n, m \in \mathbb{Z}$,

$$\beta_n(T)P_m = \beta_n(T)f_nP_m = \beta_n(T)\beta_n(P_{m-n}) = \beta_n(TP_{m-n}) = \beta_n(P_{m-n}TP_{m-n})$$

$$= \beta_n(P_{m-n})\beta_n(T)\beta_n(P_{m-n}) = P_m\beta_n(T)P_m.$$ 

Consequently, for $x, y \in H$ and $m \in \mathbb{Z}$, $\langle \psi_0(T)P_mx, y \rangle = m(g)$, where $g(n) = \langle \beta_n(T)P_mx, y \rangle = \langle \beta_n(T)P_mx, P_my \rangle$. Hence $\langle \psi_0(T)P_mx, y \rangle = \langle \psi_0(T)P_mx, P_my \rangle$. It follows that

$$\psi_0(M'_0 \cap \text{Alg}\{P_n: n \in \mathbb{Z}\}) \subseteq R \cap \text{Alg}\{P_n: n \in \mathbb{Z}\}.$$
Suppose now that $T \in R$ and $S \in M'_0$. Then, for $n \in \mathbb{Z}$, $\beta_n(TS) = T\beta_n(S)$ and, therefore $\langle \psi_0(TS)x, y \rangle = m(g)$, where $g(n) = \langle T\beta_n(S)x, y \rangle = \langle \beta_n(S)x, T^*y \rangle$. Thus $\psi_0(TS) = T\psi_0(S)$.

Note, however, that $\psi_0$ need not be an expectation since we might have $\psi_0(I) \neq I$ (one can easily find examples where $sp(\alpha)$ is finite and then $\psi_0(I) = 0$ since $\beta_n(I) = 0$ for all but finitely many $n$’s). As $I \in \text{Alg}\{P_n\} \cap (\text{Alg}\{P_n\})^*$, $\psi_0(I) \in \text{Alg}\{P_n\} \cap (\text{Alg}\{P_n\})^* = \{P_n: n \in \mathbb{Z}\}$. Hence $\psi_0(I) \in R_0$. Also $\psi_0(I)T = \psi_0(T) = T\psi_0(I)$ for $T \in R$; hence $\psi_0(I) \in M \cap R_0 = Z(M_0) \cap R_0$.

We now let $q_i$ be $f_i - f_{i+1}$ if $i \geq 0$ and $f_{i+1} - f_i$ if $i < 0$. Then $I = \sum_{i=0}^{\infty} q_i + f_+ = \sum_{i=-\infty}^{-1} q_i + f_-$. For $i \geq 0$, $j < 0$ let $q_{ij}$ be $q_{ij}$. Then

$$\sum_{i \geq 0, j < 0} q_{ij} = \sum_{i \geq 0} q_i \left( \sum_{j < 0} q_j \right) = \sum_{i \geq 0} q_i (I - f_-) = (1 - f_+)(1 - f_-) = 1 - f_\infty.$$

Also note that, for $i \geq 0$, $j < 0$ and $n \in \mathbb{Z}$,

\[
(*) \quad q_{ij} f_n = (f_i - f_{i+1})(f_{i+1} - f_j)f_n = \begin{cases} 0 & \text{if } n > i \text{ or } n \leq j, \\ q_{ij} & \text{if } j < n \leq i. \end{cases}
\]

Now, for fixed $i \geq 0$, $j < 0$ and $x, y \in H$, $\langle q_{ij}\psi_0(I)x, y \rangle = m(g)$, where $g(n) = \langle q_{ij} f_n x, y \rangle$. But

$$\frac{1}{2N+1} \sum_{k=-N}^{N} \langle q_{ij} f_k x, y \rangle = \frac{i-j}{2N+1} \langle q_{ij} x, y \rangle \to 0 \quad \text{as } N \to \infty.$$

Hence $\langle q_{ij}\psi_0(I)x, y \rangle = m(g) = 0$. This holds for all $x, y$ and, therefore, $q_{ij}\psi_0(I) = 0$ for each $i \geq 0$, $j < 0$. Summing over $i, j$ we find that $(1 - f_\infty)\psi_0(I) = 0$. Hence $\psi_0(I) = f_\infty\psi_0(I)$.

For $x \in H$ we have $\langle \psi_0(I)f_+ x, x \rangle = m(g)$, where $g(n) = \langle f_n f_+ x, x \rangle$. For $n \geq 0$, $g(n) = \langle f_+ x, x \rangle$ and, therefore

$$g'(n) = \frac{1}{2N+1} \sum_{n=-N}^{N} \langle f_n f_+ x, x \rangle \geq \frac{1}{2N+1} (N+1) \langle f_+ x, x \rangle \to \frac{1}{2} \langle f_+ x, x \rangle \quad \text{as } N \to \infty.$$

Thus $\langle \psi_0(I)f_+ x, x \rangle \geq \frac{1}{2} \langle f_+ x, x \rangle$. Hence $\psi_0(I)f_+ \geq \frac{1}{2} f_+$. Similarly $\psi_0(I)f_- \geq \frac{1}{2} f_-$. And consequently $f_\infty\psi_0(I) \geq \frac{1}{2} f_\infty$. In particular $f_\infty$ is the range projection of $\psi_0(I)$ (hence lies in $R_0$). Therefore there is some $h \in Z(M_0) \cap R_0$ such that $h\psi_0(I) = f_\infty$ (and $h \geq 0$).

Let $\psi_1(T)$ be $h\psi_0(T)$ for each $T \in M'_0$. Then $\psi_1$ has the following properties (which follow from the properties of $\psi_0$ and $h$):

1. $\psi_1$ is a linear, positive map from $M'_0$ into $R$ (note: $\psi_1(T) = h^{1/2} \psi_0(T)h^{1/2}$).
2. $\psi_1(ST) = \psi_1(S)T$ for $T \in R$, $S \in M'_0$.
3. $\psi_1$ maps $M'_0 \cap \text{Alg}\{P_n: n \in \mathbb{Z}\}$ into $R \cap \text{Alg}\{P_n: n \in \mathbb{Z}\}$.
4. $\psi_1(T) = f_\infty T$ for $T \in R$.

Next we construct another map, $\psi_2$, from $M'_0$ into $R$ with properties (1)-(3) as above (with $\psi_1$ replaced by $\psi_2$) and

$$\psi_2(T) = (1 - f_\infty)T \quad \text{for } T \in R.$$
The sum $\psi_1 + \psi_2$ is the required expectation from $M'_0$ into $R$.

Now fix $T \in M'_0$, $i \geq 0$ and $j < 0$. Let $T_{ij}$ be $(1/(i-j))\sum_{n=-\infty}^{\infty} \beta_n(T)q_{ij}$. By (*) the sum has at most $i - j$ nonzero terms and it defines an operator $T_{ij} \in q_{ij}M'_0q_{ij}$ (note that $\beta_n(T)q_{ij} = q_{ij}\beta_n(T)$). Define $\psi_2(T)$ to be $\psi_2(T) = \sum_{i \geq 0, j < 0} T_{ij}$. As $\{q_{ij}: i \geq 0, j < 0\}$ is an orthogonal family of projections, and $T_{ij} \in q_{ij}M'_0q_{ij}$, $\psi_2(T)$ is a well-defined operator in $M'_0$ and $\psi_2(T) = (1 - f_{\infty})\psi_2(T)(1 - f_{\infty})$ (since $1 - f_{\infty} = \sum q_{ij}$).

For $m \in \mathbb{Z}$, $T \in M'_0$, $i \geq 0$ and $j < 0$ we have

$$\beta_m(T_{ij}) = \frac{1}{i - j} \sum_{n=-\infty}^{\infty} \beta_m\beta_n(T)\beta_m(q_{ij}) = f_m \frac{1}{i - j} \sum_n \beta_{n+m}(T)\beta_m(q_{ij}).$$

But

$$\beta_m(q_{ij}) = \beta_m(q_iq_j) = \beta_m((f_i - f_{i+1})(f_{j+1} - f_j))$$
$$= f_m(f_i+m - f_{i+m+1})(f_{j+m+1} - f_{j+m})$$
$$= \begin{cases} 
  f_mq_{i+m,j+m} & \text{if } i + m \geq 0, j + m < 0, \\
  0 & \text{otherwise}.
\end{cases}$$

Hence, for $-i \leq m < -j$,

$$\beta_m(T_{ij}) = f_m \frac{1}{i - j} \sum_n \beta_{m+n}(T)q_{i+m,j+m} = f_mT_{i+m,j+m}$$

and for $m \geq -j$ or $m < -i$, $\beta_m(T_{ij}) = 0$.

Suppose that $m > 0$. Then (by (*)) $f_mq_{i+m,j+m} = 0$ if $-m \leq i < 0$ and, therefore,

$$\beta_m(\psi_2(T)) = \sum_{i \geq 0, j < 0} f_mT_{i+m,j+m}$$
$$= \sum_{i+m \geq 0, j+m < 0} f_mT_{i+m,j+m} = f_m\psi_2(T).$$

Similarly $\beta_m(\psi_2(T)) = f_m\psi_2(T)$ for $m < 0$. Hence $\psi_2(T) \in R$ for each $T \in M'_0$.

Suppose now that $T \in M'_0 \cap \text{Alg}\{P_n: n \in \mathbb{Z}\}$. Then, for $i \geq 0$, $j < 0$, $T_{ij} \in \text{Alg}\{P_n: n \in \mathbb{Z}\}$ (since, as was shown before, $\beta_m(T) \in \text{Alg}\{P_n: n \in \mathbb{Z}\}$ for each $m \in \mathbb{Z}$ and $q_{ij} \in M_0$). Hence $\psi_2(M'_0 \cap \text{Alg}\{P_n: n \in \mathbb{Z}\}) \subseteq R \cap \text{Alg}\{P_n: n \in \mathbb{Z}\}$.

For $T \in R$, $\beta_N(T) = f_N^T$ for each $n \in \mathbb{Z}$. Hence

$$T_{ij} = \frac{1}{i - j} \sum_n f_nT_{q_{ij}} = \frac{1}{i - j} \sum_n f_nq_{ij}T$$

for each $i \geq 0, j < 0$. Using (*),

$$T_{ij} = \frac{1}{i - j} \sum_{n=j+1}^{i} q_{ij}T = q_{ij}T.$$

Hence $\psi_2(T) = (1 - f_{\infty})T$.

Therefore $\psi_2$ satisfies the following properties:

(1') $\psi_2$ is a positive linear map from $M'_0$ into $R$. 
(2’) \( \psi_2(ST) = \psi_3(S)T \) for \( S \in M'_0 \), \( T \in R \) as

\[
\psi_2(ST)q_{ij} = (1 - j)^{-1} \sum_n \beta_n(ST)q_{ij} = (1 - j)^{-1} \sum_n \beta_n(S)Tq_{ij} = \psi_2(S)Tq_{ij}.
\]

(3') \( \psi_2(M'_0 \cap \text{Alg}(P_n: n \in \mathbb{Z})) \subseteq R \cap \text{Alg}(P_n: n \in \mathbb{Z}) \).

(4') \( \psi_2(T) = (1 - f_\infty)T \) for \( T \in R \).

Then \( \phi = \psi_1 + \psi_2 \) is the required expectation. \( \square \)

Suppose \( R'_0 \) is an injective von Neumann algebra. Then there is an expectation \( \phi \) from \( B(H) \) onto \( R'_0 \). Since \( \{P_n: n \in \mathbb{Z}\} \subseteq R'_0 \), \( \phi \) maps \( \text{Alg}(P_n: n \in \mathbb{Z}) \) onto \( R'_0 \cap \text{Alg}(P_n: n \in \mathbb{Z}) \). Let \( \phi_0 \) be the map \( \psi' \circ \phi \) (where \( \psi' \) is the expectation from \( R'_0 \) onto \( M \) whose existence was proved in Theorem 4.6). Then \( \phi_0 \) is an expectation onto \( M \) and \( \phi_0(\text{Alg}(P_n: n \in \mathbb{Z})) = H^\infty(\alpha) \).

**COROLLARY 4.7.** Suppose \( R'_0 \) is injective. Then, for \( a \in M \),

\[
\text{dist}(a, H^\infty(\alpha)) = \text{dist}(a, H^\infty(\alpha)) = \inf \{ ||a - b|| : b \in H^\infty(\alpha) \}.
\]

**PROOF.** As Arveson shows in [3], for any algebra \( \mathcal{A} \subseteq B(H) \) and operator \( a \in B(H) \),

\[
\text{dist}(a, \mathcal{A}) \geq \sup \{ ||(1 - P)aP|| : P \in \text{Lat} \mathcal{A} \} \text{ where Lat} = \{ P : P \text{ is a projection such that } P\beta P = \beta P \text{ for all } \beta \in \mathcal{A} \}. \]

Hence

\[
|| (1 - P_0)aP_0 || \leq \sup \{ ||(1 - P_n)aP_n|| : n \in \mathbb{Z} \}
\]

\[
\leq \sup \{ ||(1 - P)aP|| : P \in \text{Lat} H^\infty(\alpha) \} \leq \text{dist}(a, H^\infty(\alpha)) \text{ for } a \in M.
\]

It will suffice, therefore, to show

\[
|| (1 - P_0)aP_0 || \geq \sup \{ ||(1 - P_n)aP_n|| : n \in \mathbb{Z} \} \geq \text{dist}(a, H^\infty(\alpha)).
\]

Let \( \phi_0 \) be the expectation from \( B(H) \) onto \( M \) as in the discussion preceding this corollary. By Arveson’s distance formula [3],

\[
\text{dist}(a, \text{Alg}(P_n: n \in \mathbb{Z})) = \sup \{ ||(1 - P_n)aP_n|| : n \in \mathbb{Z} \}.
\]

Let us write \( t \) for the right-hand side of this equation and, for \( \epsilon > 0 \), we can find \( a_\epsilon \in \text{Alg}(P_n: n \in \mathbb{Z}) \) such that \( ||a - a_\epsilon|| \leq t + \epsilon \). Applying \( \phi_0 \) we get

\[
||a - \phi_0(a_\epsilon)|| = ||\phi_0(a - a_\epsilon)|| \leq ||a - a_\epsilon|| \leq t + \epsilon. \]

As \( \phi_0(a_\epsilon) \in H^\infty(\alpha) \) and, the choice of \( \epsilon > 0 \) is arbitrary, we have \( \text{dist}(a, H^\infty(\alpha)) \leq t \).

Now fix \( \epsilon > 0 \). Then there are \( n \in \mathbb{Z} \) and \( x \in P_n(H) \) such that

\[
||(1 - P_n)ax|| > t - \epsilon \text{ and } ||x|| \leq 1.
\]

Let \( F \) be the orthogonal projection onto \( [H^\infty(\alpha)x] \). Then \( F \leq P_n \) and \( t - \epsilon < ||(1 - P_n)ax|| \leq ||(1 - F)aFx|| \).

By Corollary 3.6 there is a partial isometry \( U \in R \) such that \( U^*U \in R_0 \) and \( F = U^*U \) (since \( F \leq P_n, F \in P_3 \)). Hence

\[
t - \epsilon < ||(1 - F)aFx|| = ||(1 - U^*P_0U^*)aUP_0U^*x|| = ||U(1 - P_0)U^*aUP_0U^*x||
\]

\[
= ||U(1 - P_0)aP_0U^*x|| \leq ||(1 - P_0)aP_0||.
\]

Since \( \epsilon > 0 \) was arbitrary, \( t \leq ||(1 - P_0)aP_0||. \) \( \square \)

**COROLLARY 4.8.** Suppose \( R'_0 \) is injective. Let \( \{a_i: 1 \leq i \leq N\} \) in \( H^\infty(\alpha) \) satisfy, for some \( \epsilon > 0 \),

\[
\sum_{i=1}^{N} ||(1 - P_n)a_i x ||^2 \geq \epsilon^2 ||(1 - P_n)x ||^2
\]
for all $n \in \mathbb{Z}$, $x \in H$. Then there are $\{b_i: 1 \leq i \leq N\} \subseteq H^\infty(\alpha)$ (that can be chosen so that $\|b_i\| \leq 4N\varepsilon^{-3}$ if $\|a_i\| \leq 1$ for each $1 \leq i \leq N$) such that $\sum_{i=1}^{N} b_i a_i = I$.

**Proof.** Consider $\{a_i\}_{i=1}^{N}$ as elements of $\text{Alg}\{P_n: n \in \mathbb{Z}\}$. Then by [3, Theorem 4.3] there are $\{6_i\}_{i=1}^{N}$ (with $\|6_i\| \leq 4N\varepsilon^{-3}$ if $\|a_i\| \leq 1$ for each $1 \leq i \leq N$) such that $\sum_{i=1}^{N} 6_i a_i = I$ and $\{6_i\}_{i=1}^{N} \subseteq \text{Alg}\{P_n: n \in \mathbb{Z}\}$. Applying the expectation $\phi_0$ (from $B(H)$ onto $M$, as in the discussion preceding Corollary 4.7) we get $\sum_{i=1}^{N} \phi_0(6_i) a_i = I$ and $\|\phi_0(6_i)\| \leq \|6_i\|$. Let $b_i = \phi_0(6_i)$ and we are done. □

**Remark.** Note that $R_0$ is injective if and only if $M$ is. Indeed, if $M$ is injective then so is $R$. But $R_0 = \varepsilon_0(R)$ and consequently $R_0$ and $R_0'$ are injective von Neumann algebras. On the other hand if $R_0'$ is injective, then it follows from Theorem 4.6 that $M$ is injective too.

**References**

15. _, Algebras of analytic operators associated with a periodic flow on a von Neumann algebra, preprint.