

&RUUXSWLRQ DQG)RUHLJQ 'L
0(1\$ 5HJLRQ +RZ WKH \$UDE 6
7KLQJV

\$EGHOJDIDU -DVPLQH (&2

7KLV ~~WRXQ~~ DW WKH HIIHFWV RI FRUUXSWLRQ RQ IRUH
0LGGOH (DVW DQG 1RUWK \$IULFD 0(1\$ UHJLRQ ,W XWLOL]
-RUGDQ 2PDQ 6DXGL \$UDELD \$OJHULD DQG7KZDQWH[RUHU
(FRQRPLF)UHHGRP SURYLGHG E\ 7KH +HULWDJH)RXQGDWL
ZLWK HDFK FRXQWU\ UHFHLYLQJ D VFRUH IURP WR KLJ
IUHHGRP DQG OHVV FRUUXSWLRQ 2WKHU LQGSHSHQGHQW Y
LQIODWLRQ UDWK WKH UHDO LQWHUHVW UDWK WKH XQHP
WKH \$UDE 6SULQJ WKDW WDNHV RQ D YDOXH RI IRU \HDUV
7KH PRGHO\ V GSHSHQGHQW YDULDEOH LV)', QHW L
GDWD LV REWDLQHG IURP WKH :RUOG 'DWGL%~~DO~~WLV(QJHOMK
QHJDWLYH UHODWLRQVKLS EHWZHHQ)', DQG FRUUXSWLRQ
UHJLRQ KDYHQ\ W EHHQ IXOO\ HYDOXDWHG GXH WR D ODFN
D PDLQ GHWHUPLQDQW RI DQ HFRQRP\ \ V SURVSHULW\ DQG
UHODWLYHO\ XQVWDEOH UHJLRQ DQG ZLWK WKH UHFHQW \$
GHFUHDVHG LQ WKHVH FRXQWULHV EXW WKH FKDQJH LQ)',
GHWHUPLQHG 7KLV SDSHU XVHV 2/6 PRGHOV WR DVVHV V
0(1\$ UHJLRQ EHIRUH DQG DIWHU WKH \$UDE 6SULQJ DQG UH
FRUUXSWLRQ KDG D SRVLWLYH HIIHFW RQ)', EXW WKLV UH
DWHU WKH \$UDE 6SULQJ DV LQGLFDWHG E\ D EUHDNSRLQW
7KLV PD\ EH FDXVHG E\ LQLWLDO EXLOW LQ LQVWLWXWLRQ
KHOSLQJ KDQG' EXW DIWHU WKH HFRQRP\ ~~WLV~~ PGXWIKD
6SULQJ LQVWLWXWLRQDO FRQVWUDLQWV DQG ODZV ZHUH
E\ LQFUHDVLQJ WKH FRVWV E\ PRUH WKDQ WKH SHUFHLYHG