

&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 XWLQLO]
-RUGDQ 2PDQ 6DXGL \$UDELD \$OJHULD DQG7KZDQWH[RUHU
(FRQRPLF)UHHGRP SURYLGHG E\ 7KH +HULWDJH)RXQGDWL
ZLWK HDFK FRXQWU\ UHFHLYLQJ D VFRUH IURP WR KL
IUHHGRP DQG OHVV FRUUXSWLRQ 2WKHU LQGSHHQGHQW Y
LQIODWLRQ UDWK WKH UHDO LQWHUHVW UDWK WKH XQHP
WKH \$UDE 6SULQJ WKDW WDNHV RQ D YDOXH RI IRU \HDUV
7KH PRGHOTV GHSHQQGHQW YDULDEOH LV)', QHW L
GDWD LV REWDLQHG IURP WKH :RUOG 'DWGL%~~EXW~~LV(QJHOMK
QHJDWLYH UHODWLRQVKLS EHWZHHQ)', DQG FRUUXSWLRQ
UHJLRQ KDYHQW EHHQ IXOO\ HYDOXDWHG GXH WR D ODFN
D PDLQ GHWHUPLQDQW RI DQ HFRQRPL\TV 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 HFRQRPL\WULHRIQVPGXWIKD
6SULQJ LQVWLWXWLRQDO FRQVWUDLQWV DQG ODZV ZHUH
E\ LQFUHDVLQJ WKH FRVWV E\ PRUH WKDQ WKH SHUFHLYHG