

Macro-financial linkages in East Asia in Global perspectives

金沢大学・塩谷雅弘

大阪大学・高阪章

大阪学院大学・松木隆

近畿大学・新開潤一

甲南大学・杉本喜美子

Abstract:

This paper explores the unique property of macro-financial linkages in East Asia since the 2000s in comparison with other emerging market regions. First, we estimate a dynamic common factor model to identify global factors dominating their macroeconomic and financial cycles and examine the interactions between their macroeconomic and financial factors. We refer to some representative financial markets as stock markets, housing markets, and public bond markets. Then, we quantify the relative importance of global and domestic financial factors to macroeconomic cycles for each economy. Moreover, we examine whether the relative importance of these financial factors changes across crisis periods.

JEL Code(s)* E3, F4, F6.