Research article

On the effects of policy uncertainty on stock prices: an asymmetric analysis

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Appendix

Variable Definitions and Data Source

Monthly data over the period January 1985–October 2018 are used to carry out the empirical analysis. They come from the following sources:


c. IFS, International Financial Statistics of the IMF.
d. FRED – Federal Reserve Economics Data, St. Louis Fed.

Variables:

- \(SP\) = Stock Price Index of the country, source a.
- \(PU\) = Economic Policy Uncertainty Index, source b.
- \(IPI\) = Industrial Production Index of the country (measure of economic activity), base year = 2010, source c.
- \(CPI\) = Consumer Price Index of the country, base year = 2010, source c.
- \(M\) = Nominal Money Supply of the country, in national currency, source d.
- \(EX\) = Nominal Effective Exchange Rate, source e.