

Cointegration, Causality, and Forecasting

A Festschrift in Honour of Clive W. J. Granger

Edited by
ROBERT F. ENGLE
and
HALBERT WHITE

Contents

1	A Comparison of Linear and Nonlinear Univariate Models for Forecasting Macroeconomic Time Series	1
	<i>James H. Stock and Mark W. Watson</i>	
2	A Multivariate Time Series Analysis of the Data Revision Process for Industrial Production and the Composite Leading Indicator	45
	<i>Norman R. Swanson, Eric Ghysels, and Myles Callan</i>	
3	Evaluating Density Forecasts of Inflation: The Survey of Professional Forecasters	76
	<i>Francis X. Diebold, Anthony S. Tay, and Kenneth F. Wallis</i>	
4	Ranking Competing Multi-Step Forecasts	91
	<i>Paul Newbold, David I. Harvey, and Stephen J. Leybourne</i>	
5	The Pervasiveness of Granger Causality in Econometrics'	102
	<i>David F. Hendry and Grayham E. Mizon</i>	
6	A Class of Tests for Integration and Cointegration	135
	<i>James H. Stock</i>	
7	Order Selection in Testing for the Cointegrating Rank of a VAR Process	168
	<i>Helmut Lütkepohl and Pentti Saikkonen</i>	
8	Granger's Representation Theorem and Multicointegration	200
	<i>Tom Engsted and Søren Johansen</i>	
9	Dimensionality Effect in Cointegration Analysis	212
	<i>Jesus Gonzalo and Jean-Yves Pitarakis</i>	
10	Testing DHSY as a Restricted Conditional Model of a Trivariate-Seasonally Cointegrated System	230
	<i>Luigi Ermini</i>	
11	A Unit Root Test in the Presence of Structural Changes in $I(1)$ and $I(0)$ Models	256
	<i>Michio Hatanaka and Kazuo Yamada</i>	

12	Investigating Inflation Transmission by Stages of Processing <i>Tae-Hwy Lee and Stuart Scott</i>	283.
13	Price Convergence in the Medium and Long Run: An 1(2) Analysis of Six Price Indices <i>Katanna Juselius</i>	301
14	M-Testing Using Finite and Infinite Dimensional Parameter Estimators • . <i>Halbert White and Yongrniao Hong</i>	326
15	Asymptotic Properties of Some Specification Tests in Linear Models with Integrated Processes <i>Jeffrey M. Wooldridge</i>	366
16	Residual Variance Estimates and Order Determination in Panels of Intercorrelated Autoregressive Time Series <i>Vidar Hjellvik and Dag Tjøstheim</i>	385
17	Partial Pooling: A Possible Answer to "To Pool or Not To Pool" <i>Farshid Vahid</i>	410
18	A Simultaneous Binary Choice/Count Model with an Application to Credit Card Approvals <i>Andrew A. Weiss</i>	429
19	Statistical Properties of the Asymmetric Power ARCH Process <i>Changli He and Timo Terasvirta</i>	462
20	A Long-Run and Short-Run Component Model of Stock Return Volatility <i>Robert F. Engle and, Gary G. J. Lee</i>	475