

# FINANCIAL CONDITIONS AND THE BUSINESS CYCLE

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November 1, 2023

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# MOTIVATION

# PREVIEW OF RESULTS

1. Targeting the VFCI matches the Business Cycle
2. ...

# OUTLINE

1. Max Variance VAR Identification
2. VFCI construction
3. Targeting VFCI matches the business cycle
4. Changing the horizon of the VAR...

# EXPLAIN VAR

# VFCI CONSTRUCTION

# TARGETING THE VFCI MATCHES THE BUSINESS CYCLE

