$$C_\ell^r(h) = \frac{h}{\sqrt{2k(r-\ell+1)}} \left(\frac{\sum_{t=\ell}^{h} e_t(\hat{\Sigma}_\ell^r)^{-1} e_t'}{h} - \frac{\sum_{t=\ell}^{r-\ell+1} e_t(\hat{\Sigma}_\ell^r)^{-1} e_t'}{r-\ell+1} \right)$$