

New Paper^{*}

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Abstract

TO ADD

JEL-Classification: C??, C??

KEYWORDS: first, second, third

^{*}helpful comments and suggestions.

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1 Introduction

Notes

Flip n and T from JMP. This essentially gives a time-varying parameter framework, where the correlation structure changes over time: Some Factors are particularly important at specific time periods. Additional Factors enter only during recessions maybe?

Issue In Macro Data: What matters here? levels? differences? - Do Financial Dataset. Need large cross section of returns

ERIC: Large cross section, with a long time horizon. Probably more interesting with a long time horizon: e.g. 30 years*12 months= 360 observations, with sp500?