

# Good Volatility in Asian Markets <sup>★</sup>

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## Abstract

The idea of uncertainty about the right tail was proposed by Segal, Shaliastovich, and Yaron (2015). I show that positive semivariances of returns and relative price of investment goods are positively related, providing a link between the investment sector and good uncertainty.

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# 1 Introduction

The idea of uncertainty about the right tail was proposed by Segal et al. (2015). I show that positive semi-variances of returns and relative price of investment goods are positively related, providing a link between the investment sector and good uncertainty. This finding is broadly consistent with Segal (2019), for US markets.

## References

- Segal, G., 2019. A tale of two volatilities: Sectoral uncertainty, growth, and asset prices. *Journal of Financial Economics* 134, 110–140.
- Segal, G., Shaliastovich, I., Yaron, A., 2015. Good and bad uncertainty: Macroeconomic and financial market implications. *Journal of Financial Economics* 117, 369–397.