Covariance with Increasing Difference Operator

Legend:
- Var($\Delta^N y$) Empirical
- Var($\Delta^N y$) matched to N=3,4,5
- Cov($\Delta^N y, \Delta^N c$) Empirical
- Cov($\Delta^N y, \Delta^N c$) matched to n=3,4,5

Y-axis: Variance/Covariance
X-axis: N