

README for “The Rise of the Dollar and Fall of the Euro”

We include data and code required to replicate all results in Maggiori, Neiman and Schreger (2019) with the only exception being the analyses using SDC Platinum Data (in Sections 1 and A.1), since those require data owned by a third party.

Anyone with access to those data and wishing to see our replication code should contact the authors. To run our replication file, open the .zip archive “Data_and_Replication.zip” (available at globalcapitalallocation.com) and open the .do file “MNS_AEAPandP_Replication.do”, which can be run in Stata.

The .do file will read in the following 7 files, all in the Input_Data folder:

- 236_data.xls. See the “Contents” tab for the source of this file.
- Exports_and_Imports_by_Areas_and_Co.xls. This spreadsheet was downloaded from the IMF’s Direction of Trade and gives the dollar value of FOB exports and CIF imports for each country for 1991 to the present.
- From_Ito.dta. This file was obtained by email from Hiro Ito at Portland State University. The data come from his paper Ito and Kawai (2016) and Ito and Chinn (2015), as described in our paper.
- kaopen_2016. This file was downloaded from the web page of Hiro Ito at Portland State University. Its only purpose here is to concord country number “cn” in the “From_Ito.dta” data to a country name for matching to the rest of the data.
- Regions.xls. See the “Source” tab of this spreadsheet for the source information.
- Table_1_World_Currency_Composition.xls. See cells B38 and B39 for source information.
- table-d11_3.xls. See cells A1:A6 for source information.

References

- Ito, Hiro and Masahiro Kawai**, “Trade invoicing in major currencies in the 1970s–1990s: Lessons for renminbi internationalization,” *Journal of the Japanese and International Economies*, 2016, 42, 123–145.
- **and Menzie Chinn**, “The rise of the redback: evaluating the prospects for renminbi use in invoicing,” *Renminbi Internationalization: Achievements, Prospects, and Challenges*, 2015, pp. 111–58.
- Maggiori, Matteo, Brent Neiman, and Jesse Schreger**, “The Rise of the Dollar and Fall of the Euro as International Currencies,” in “AEA Papers and Proceedings,” Vol. 109 2019, pp. 521–26.