The End of Currency Manipulation?
Global Production Networks and Exchange Rate Outcomes

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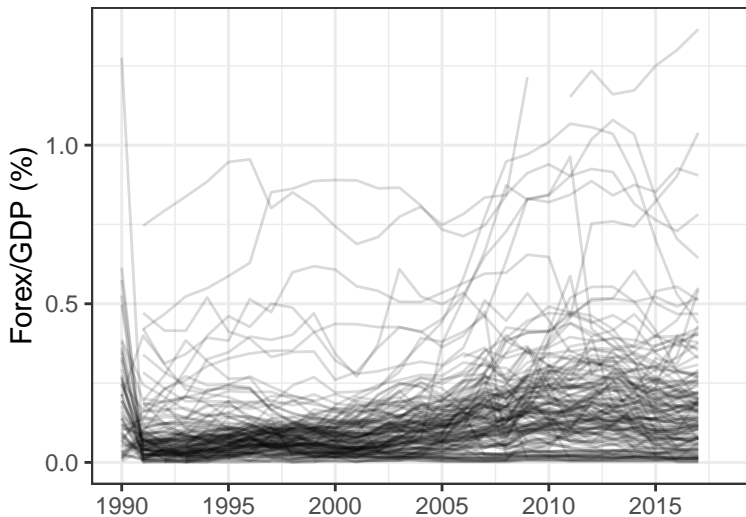- Production plateau - can't keep up with demand
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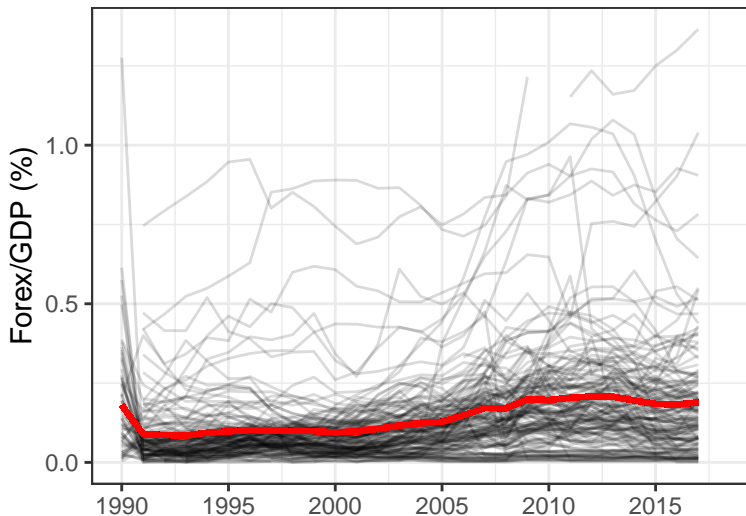- My argument: internationalization of production
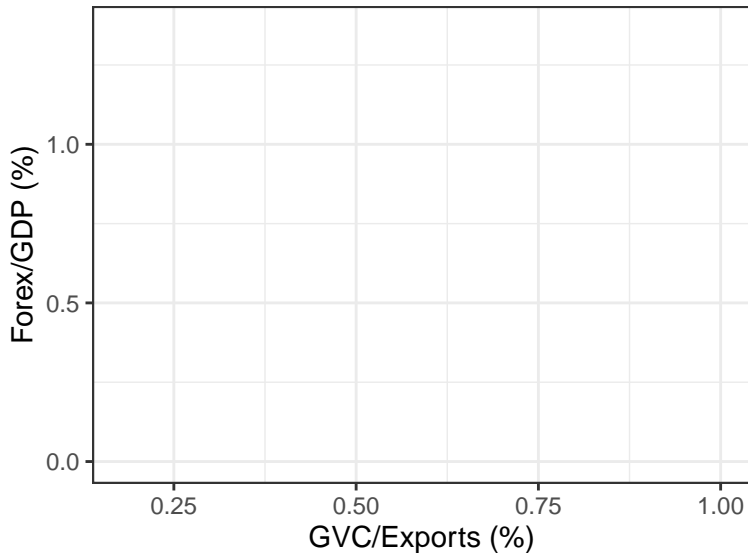
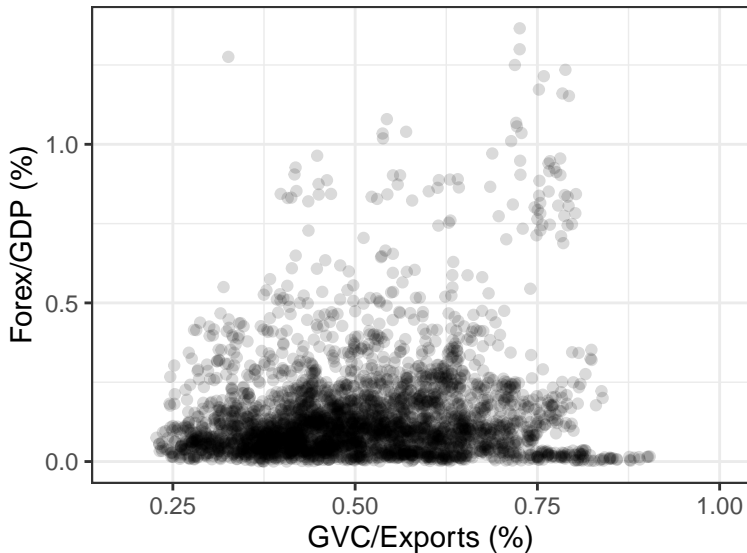# Currency manipulation

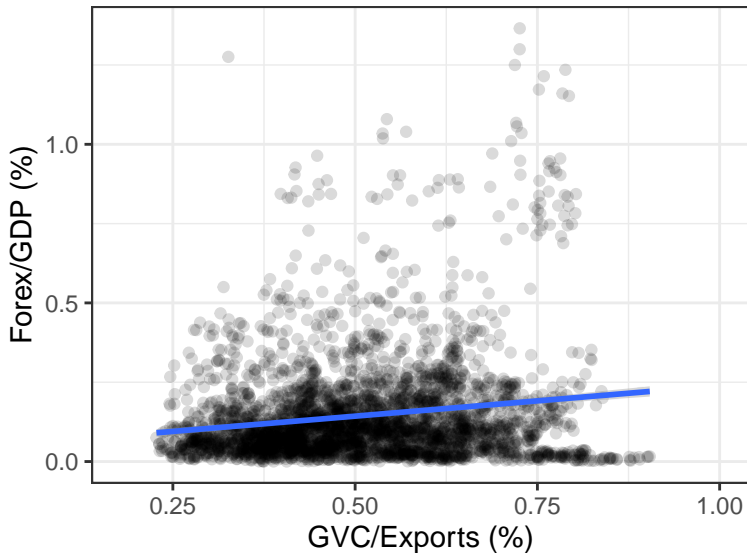# Currency manipulation

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Currency manipulation and Global Value Chains

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$$\text{forex/gdp}_{it} = \alpha + \beta_1(\text{Exports/GDP})_{it} + \beta_2(\text{GVC/Exports})_{it}$$
$$+ \beta_3(\text{Exports/GDP})_{it} \times (\text{GVC/Exports})_{it} + \epsilon_{it}$$

- i indicates the country
- t indicates the year

What is the affect of GVC trade on currency manipulation?

	Model 1	Model 2
Exports/GDP	0.282***	−0.128
	(0.080)	(0.227)
GVC/Exports		−0.607
		(0.441)
(Exp/GDP)x(GVC/Exp)		−0.516**
		(0.256)
Observations	3,581	3,224
Adjusted R^2	0.681	0.686
Note:	*p<0.1; **p<0.05; ***p<0.01	

Slide 5 title (concluding thoughts/next steps)

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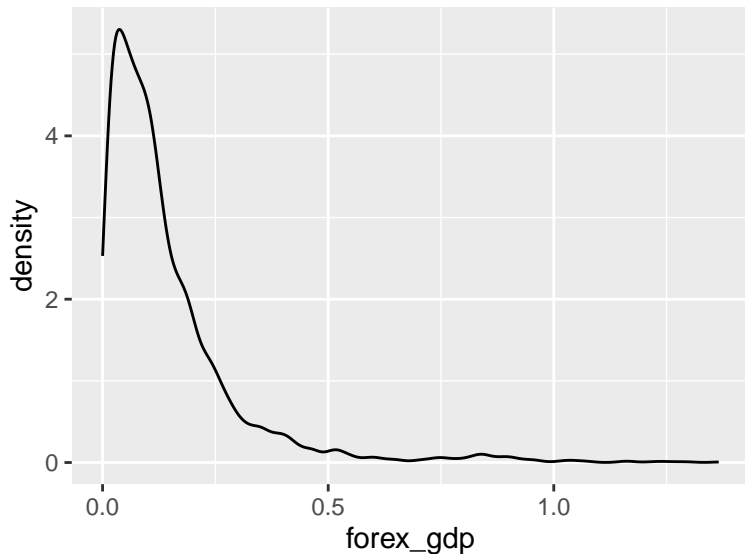 covariate/control, or add more controls

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Appendix 1

Appendix 2