

# Structural Breaks and the Relationship between Barley and Wheat Futures Prices on the London International Financial Futures Exchange

[Get access >](#)

Philip J. Dawson, Ana I. Sanjuán, Ben White

*Applied Economic Perspectives and Policy*, Volume 28, Issue 4, Winter 2006, Pages 585–594, <https://doi.org/10.1111/j.1467-9353.2006.00324.x>

**Published:** 01 January 2006

## Abstract

Co-movement between futures prices can arise when commodities are substitutes. Counterintuitively, Dawson and White fail to find a significant long-run link between feed barley and wheat prices on the London International Financial Futures Exchange. This relationship is re-examined using Johansen, Mosconi, and Nielsen's co-integration procedure that permits structural breaks. Results show evidence of co-integration and hence price discovery. There is a significant break in October 2000 following Common Agricultural Policy intervention price reductions, the barley-wheat futures market is perfectly integrated, and the barley price Granger-causes the wheat price. Modeling structural breaks in price relationships appears important.

G130, Q110

**Issue Section:** [Applied Analyses](#)

You do not currently have access to this article.

**Sign in**

 [Get help with access](#)

**Agricultural and Applied Economics  
Association members**

[Sign in through society site >](#)



**AAEA**  
Agricultural & Applied  
Economics Association

## Personal account

- Sign in with email/username & password
- Get email alerts
- Save searches
- Purchase content
- Activate your purchase/trial code
- Add your ORCID iD

Sign in >

Register

## Institutional access



Sign in through your institution



Sign in through your institution >

Sign in with a library card

Sign in with username/password

Recommend to your librarian

## Institutional account management

Sign in as administrator

## Purchase

---

[Subscription prices and ordering for this journal](#)

[Purchasing options for books and journals across Oxford Academic](#)

## Rental



This article is also available for rental through DeepDyve.