

Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries

Year 2014, Volume: 4 Issue: 3, 494 – 500, 01.09.2014

Ferit Kula , Alper Aslan Ilhan Ozturk

Abstract

This study makes an attempt to examine the long run relationship between the official and black market exchange rates using monthly data for a sample of 13 Middle East and Northern African (MENA) countries from 1970 to 1998. Using the Pool Mean Group framework, the article provides evidence on proportional long run relationship between black and official market exchange rates in sample countries. The positive common long run official exchange rates (OEX) elasticity is statistically significant and slightly greater than one. The hypothesis of portfolio balance model is confirmed, implying that there exists a proportional long run equilibrium relationship between official exchange rates and black market exchange rates. However, the short run dynamics remain heterogeneous across countries.

Keywords

Black market exchange rate, official exchange rates, Panel data, Panel cointegration, MENA countries

There are 0 citations in total.

ARTICLE FILES

Full Text



169

938

0

Journal Home Page

Archive

Volume: 4 Issue: 1

Volume: 4 Issue: 2

Volume: 4 Issue: 3

Volume: 4 Issue: 4

Volume: 5 Issue: 1









Details

Other ID	JA62HT26HH
Journal Section	Research Article
Authors	Ferit Kula Alper Aslan ← This is me Ilhan Ozturk ← This is me
Publication Date	September 1, 2014
Published in Issue	Year 2014 Volume: 4 Issue: 3

Cite

APA	Kula, F., Aslan, A., & Ozturk, I. (2014). Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries. International Journal of Economics and Financial Issues, 4(3), 494-500.	
AMA	Kula F, Aslan A, Ozturk I. Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries. IJEFI. September 2014;4(3):494-500.	

Chicago	Kula, Ferit, Alper Aslan, and Ilhan Ozturk. “Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries”. International Journal of Economics and Financial Issues 4, no. 3 (September 2014): 494–500.	
EndNote	Kula F, Aslan A, Ozturk I (September 1, 2014) Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries. International Journal of Economics and Financial Issues 4 3 494–500.	
IEEE	F. Kula, A. Aslan, and I. Ozturk, “Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries”, <i>IJEFI</i> , vol. 4, no. 3, pp. 494–500, 2014.	
ISNAD	Kula, Ferit et al. “Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries”. <i>International Journal of Economics and Financial Issues</i> 4/3 (September 2014), 494–500.	
JAMA	Kula F, Aslan A, Ozturk I. Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries. <i>IJEFI</i> . 2014;4:494–500.	
MLA	Kula, Ferit et al. “Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries”. International Journal of Economics and Financial Issues, vol. 4, no. 3, 2014, pp. 494–00.	
Vancouver	Kula F, Aslan A, Ozturk I. Long Run Tendencies and Short Run Adjustments Between Official and Black Market Exchange Rates in MENA Countries. IJEFI. 2014;4(3):494–500.	