

[Home](#) [Publications](#) [Departments](#)[Advanced](#) search

Determinants of Sovereign Credit Default Swap spreads for PIIGS - A macroeconomic approach

Brandorf, Christoffer ^{LU} and Holmberg, Johan ^{LU}

(2010) NEKK01 20101

Department of Economics

Mark

Abstract

This study examines the effects of changes in macroeconomic variables on sovereign CDS spreads for the countries within the PIIGS block. We run regressions for the countries individually and with the inclusion of Germany as a benchmark. In addition to study the whole time period (2004Q1-2009Q3), we divided it into two sub-periods, the first being financially stable and the second being characterized by financial turmoil. A Ramsey RESET test shows that our first model is correctly specified during the second sub-period. We find the highest number of significant variables in this particular model. For the first sub-period we find our regressions to be insignificant.

Overall we find unemployment rates to be the most frequently significant... [\(More\)](#)

Please use this url to cite or link to this publication: <http://lup.lub.lu.se/student-papers/record/1608010>

[Details](#)[BibTeX](#)

author Brandorf, Christoffer ^{LU} and Holmberg, Johan ^{LU}
supervisor Hossein Asgharian ^{LU}
organization Department of Economics
course NEKK01 20101
year 2010
type M2 - Bachelor Degree
subject Business and Economics
keywords Macroeconomic variables, Credit Default Swap, Spread, PIIGS
language English
id 1608010
date added to LUP 2010-05-31 11:19:16
date last changed 2010-05-31 11:19:16

[Open Access](#) | [PDF](#)[Links](#)[Document download statistics](#)