







▶ Volume 42, Issue 13 ▶ The bounds test approach for cointegrati

Applied Economics > Volume 42, 2010 - Issue 13

884 61

Views CrossRef citations to date Altmetric

Original Articles

The bounds test approach for cointegration and causality between financial development, international trade and economic growth: the case of Cyprus

Hatice Pehlivan Jenkins & Salih Turan Katırcıoglu 🔀

Pages 1699-1707 | Published online: 20 Jun 2008

66 Cite this article https://doi.org/10.1080/00036840701721661

> Sample our **Business & Industry Journals** Sign in here to start your access

Full A

Repri

Abstra

This stu

investia

finar econo

broad m

long-run

other ha income

growth o

stimulat

We Care About Your Privacy

We and our 899 partners store and access personal data, like browsing data or unique identifiers, on your device. Selecting "I Accept" enables tracking technologies to support the purposes shown under "we and our partners process data to provide," whereas selecting "Reject All" or withdrawing your consent will disable them. If trackers are disabled, some content and ads you see may not be as relevant to you. You can resurface this menu to change your choices or withdraw consent at any time by clicking the ["privacy preferences"] link on the bottom of the webpage [or the floating icon on the bottom-left of the webpage, if applicable]. Your choices will have effect within our Website. For more details, refer to our Privacy Policy. Here

We and our partners process data to provide:

I Accept

Reject All

Show Purpose

tests to itv between

yprus

isured by

ated; thus, a

es. On the

า in real

rts) and the

ces also

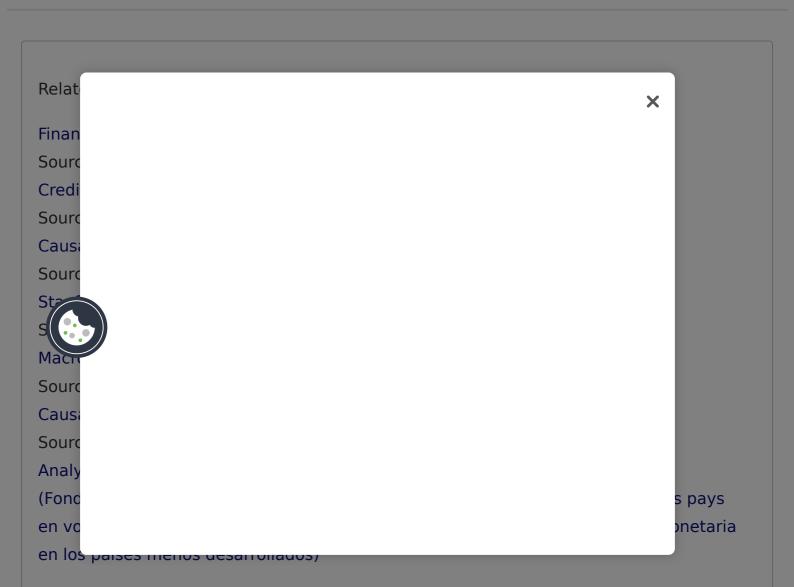
is result

contradicts our initial expectations, it indicates the importance of capital inflows in

Cyprus that plays a major role in financing the investments mainly in the tourism sector. As a final point, the results of this study reveal that the supply-leading, exportled growth and import-led growth hypotheses are not confirmed by this study whereas the demand-following hypothesis can be justified for the Cypriot economy when M2 measure of money supply is under consideration.

Notes

- ¹ PP approach allows for the presence of unknown forms of autocorrelation with a structural break in the time series and conditional heteroscedasticity in the error term.
- ² For detailed information, please refer to Pesaran et al. (2001, pp. 295-96).
- ³ Unit-root tests for trade volume was not reported in Table 1 but are available on request.



Source: International Monetary Fund Staff Papers Assessing the impact of interest rates in less developed countries Source: World Development Financial Development and Economic Growth in Underdeveloped Countries Source: Economic Development and Cultural Change On the Causality between Export Growth and GDP Growth: An Empirical Reinvestigation Source: Review of International Economics Financial sector development and economic growth in New Zealand Source: Applied Economics Letters Bounds testing approaches to the analysis of level relationships Source: Journal of Applied Econometrics Export-led growth hypothesis for Australia: an empirical re-investigation Source: Applied Economics Letters Financial intermediation and growth: Causality and causes Source: Journal of Monetary Economics Testing for a unit root in time series regression Source: Biometrika Financial Development and Economic Growth: International Evidence Source: Economic Development and Cultural Change Finance and Growth: Schumpeter Might Be Right Source: The Ouarterly Journal of Economics Touris X Sourc Expo Sourc **Finan** ng dema Sourc The c Sourc **Finan** Sourc Mone ted by 8). perm Сору Sourc

The relationship between the real exchange rate and balance of payments: empirical

evidence for China from cointegration and causality testing

Source: Applied Economics Letters

Manufacturing Growth and Financial Development: Evidence from OECD Countries

Source: Review of Economics and Statistics

Shaw, Edward S., Financial Deepening in Economic Development, New York, Oxford

University Press, 1973, xii + 260 pp. (\$7.50 cloth, \$3.50 paper)

Source: American Journal of Agricultural Economics

Financial Structure and Economic Development

Source: Economic Development and Cultural Change

World Development Indicators 2006

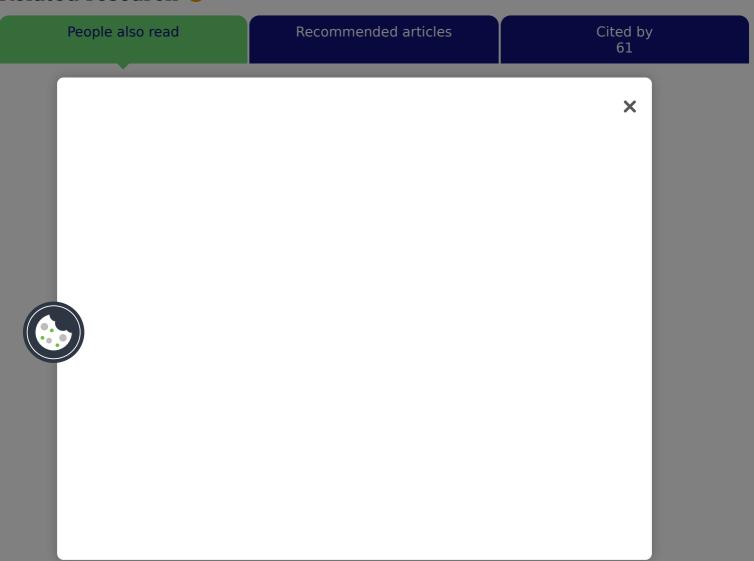
Source: Unknown Repository

Is the Export-Led Growth Hypothesis Valid for Industrialized Countries?

Source: Review of Economics and Statistics

Linking provided by Schole plorer

Related research 1



Information for Open access Authors Overview R&D professionals Open journals Editors **Open Select** Librarians **Dove Medical Press** Societies F1000Research Opportunities Help and information Reprints and e-prints Advertising solutions Newsroom Accelerated publication Corporate access solutions Books Keep up to date Register to receive personalised research and resources by email Sign me up X or & Francis Group Copyright