Cyclical properties of asset returns

David K. Backus, Bryan R. Routledge, and Stanley E. Zin

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Preliminary and incomplete

Abstract

We document the relation between returns and excess returns on a broad range of assets in contribute to “disaster” research by using prices of equity index options to quantify the impact of extreme events on asset returns.

JEL Classification Codes: E32, E43, E44, G12.

Keywords: excess returns, business cycles, recursive preferences, stochastic volatility.

*Preliminary and incomplete: no guarantees of accuracy or sense. Comments welcome. We thank ...
† Stern School of Business, New York University, and NBER; dbackus@stern.nyu.edu.
‡ Tepper School of Business, Carnegie Mellon University; routledge@cmu.edu.
§ Tepper School of Business, Carnegie Mellon University, and NBER; zin@cmu.edu.


1 Introduction

[Tentative goal: paper aimed at broad audience, general interest econ journal. Current version is extremely terse.]
A Appendix
References


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