

FIN 3006, Candidate 10004, Spring 2020

The candidate shows excellent understanding of the topics learned in class and ability to critically evaluate empirical problems. Overall the exam scores very high in all areas. The content is correct, notation used is clear and the text is carefully written. It is noteworthy how all models are carefully detailed (for example in question 2). A couple of elements that could have been improved are listed below.

Question 1:

- a) Here the answer does not directly address the problem raised in the question. It does not point to how the idea of rockets and feathers relates to cointegration.
- g) Note that this question was asked in the mock exam 2019. The point here was to discuss how countries might be related yet structurally different from each other. A discussion of how panel data could be used to better pin down this characteristics is missing.

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16/9/2020