



## References

- Akram, Q. Farooq, Dagfinn Rime, and Lucio Sarno, 2008, Arbitrage in the foreign exchange market: turning on the microscope, *Journal of International Economics* 76, 237– 253.
- Bansal, Ravi and Magnus Dahlquist, 2000, The forward premium puzzle: Different tales from developed and emerging economies, *Journal of International Economics* 51 (1), 115–144.
- Bernanke, Ben S, and Kenneth N. Kuttner, 2005, What explains the stock market’s reaction to Federal Reserve policy, *The journal of finance* LX, 3.
- Brooks, C. (2008). *Introductory Econometrics for Finance*. New York: Cambridge University Press.
- Burnside, Craig, Martin Eichenbaum, and Sergio Rebelo, 2007, The returns to currency speculation in emerging market, Working paper 12916, National Bureau of Economic Research.
- Burnside, Craig, Martin Eichenbaum, and Sergio Rebelo, 2011, Carry Trade and Momentum in Currency Markets, *Annual Review of Financial Economics* 3, 511–535.
- Brunnermeier, M.K, S. Nagel, and L. H. Pedersen, 2009, “Carry Trades and Currency Crashes.” *NBER Macroeconomics Annual* 2008, 23, 313–347.
- Carmichael, Jeffrey and Ian R. Harper, 1995, Implementing monetary policy in a deregulated financial system: A study of the Australian official short- term money market. *Pacific-Basin Finance Journal* 3, 409-428.
- Cevik, Serhan and Katerina Teksoz, 2012, Lost in Transmission? The Effectiveness of Monetary Policy Transmission Channels in the GCC Countries, *IMF Working paper* 191.
- Chinn, Menzie D and Guy Meredith, 2004, Monetary Policy and Long-Horizon Uncovered Interest Parity, *International Monetary Fund Staff Papers* Vol. 51, No. 3.
- Christiansen, Charlotte, Angelo Ranaldo, and Paul Söderlind, 2011, The Time-Varying Systematic Risk of Carry Trade Strategies, *Journal of Financial and Quantitative Analysis* 46, 1107–1125.
- Cushman, D., Zha, T., 1997, Identifying monetary policy in a small open economy under flexible exchange rates, *Journal of Monetary Economics* 39, 433–448.
- Cook, Timothy and Thomas Hahn, 1989, The effect of changes in the federal funds rate



- target on market interest rates in the 1970s, *Journal of Monetary Economics* 24, 331–351.
- Darvas, Zsolt, 2009, Leveraged carry trade portfolios, *Journal of Banking & Finance* 33, 944–957.
- Eichenbaum, Martin and Charles Evans, 1995, Some empirical evidence on the effects of shocks to monetary policy on exchange rates, *Quarterly Journal of Economics* 110, 975–1010.
- Engel, Charles, 1996, The forward discount anomaly and the risk premium: A survey of recent evidence, *Journal of Empirical Finance* 3, 123-192.
- Faust, Jon, John H. Rogers, Eric Swanson, Jonathan H. Wright, 2003, Identifying the effect of monetary policy shock on exchange rates using high frequency data, Working paper 9960, National Bureau of Economic Research.
- Fama, Eugene F, 1984, Forward and spot exchange rates, *Journal of Monetary Economics* 14, 319–38.
- Fatum, Rasmus and Barry Scholnick, 2008, Monetary policy news and exchange rate responses: Do only surprises matter? *Journal of Banking & Finance* 32, 1076–1086.
- Gabriele Galati, Alexandra Heath, Patrick McGuire, 2007, Evidence of carry trade activity, BIS Quarterly Review.
- Gurkaynak, Refet S, Brian Sack, and Eric T. Swanson, 2005, Do actions speak louder than words? The response of asset prices to monetary policy actions and statements, *International Journal of Central Banking* 1, No. 55-93.
- Isard, Peter, 2006, Uncovered Interest Parity, IMF Working paper 06.
- Jordà, Òscar and Alan M. Taylor, 2012, The carry trade and fundamentals: nothing to fear but fear itself, *Journal of International Economics* 88, 74–90.
- Khotari, S.P and Jerold B. Warner, 2006, Econometrics of Event Studies, TUCK Working paper
- Kim, S., Roubini, N., 2000, Exchange rate anomalies in the industrial countries: a solution with a structural VAR approach, *Journal of Monetary Economics* 45, 561–586.
- Kuttner, Kenneth N, 2001, Monetary policy surprises and interest rates: Evidence from the Fed funds futures market, *Journal of Monetary Economics* 47, 523–544.
- Lustig, Hanno and Adrien Verdelhan, 2007, The Cross Section of Foreign Currency Risk



Premia and Consumption Growth Risk, Source: *The American Economic Review* 97, 89-117.

Lustig, Hanno, Nikolai Roussanov, and Adrien Verelhan, 2011, Common risk factors in currency markets, *Review of Financial Studies* 24(11), 3731-3777.

Mark, Nelson C, and Young-Kyu Moh, 2007, Official interventions and the forward premium anomaly, *Journal of Empirical Finance* 14, 499-522.

Mackinlay, A. Craig, 1997, Event Studies in Economics and Finance, *Journal of Economic Literature* 35, 13 – 39.

McCallum, Bennett T, 1994, A reconsideration of the uncovered interest parity relationship, *Journal of Monetary Economics* 33, 105–32.

Menkhoff, Lukas, Lucio Sarno, Maik Schmeling , and Andreas Schrimpf, 2012, Carry trades and global foreign exchange volatility. *The Journal of Finance* 67, 681–718.

Mishkin, Frederic S, 1996, The channels of monetary transmission: lessons for monetary policy, Working paper 5464, National Bureau of Economic Research.

Rigobon, Roberto and Brian Sackc, 2004, The impact of monetary policy on asset prices, *Journal of Monetary Economics* 51, 1553–1575.

Sarno, Lucio, 2005, Viewpoint: Towards a solution to the puzzles in exchange rate economics: where do we stand? *Canadian Journal of Economics* 38, No. 3.

Taylor, Mark P, 1987, Covered interest parity: A High-frequency, high-quality data study, *Econometrica* 54, 429-438.

Zettelmeyer, Jeromin, 2004, The impact of monetary policy on the exchange rate: evidence from three small open economies, *Journal of Monetary Economics* 51, 635–652.