Evaluation and Comparison of the Quantitative Easing Programs of the US and UK: Macroeconomic and Currency Market Effects

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Abstract

This paper evaluates whether alternative proxies for U.S. and UK economic conditions differ in their impact on stock and currency markets. Using an augmented model that incorporates both macroeconomic and currency market variables, the results show that, while both programs had a positive effect on stock and currency markets, the U.S. program had a stronger impact on currency markets, while the UK program had a stronger impact on stock markets.

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