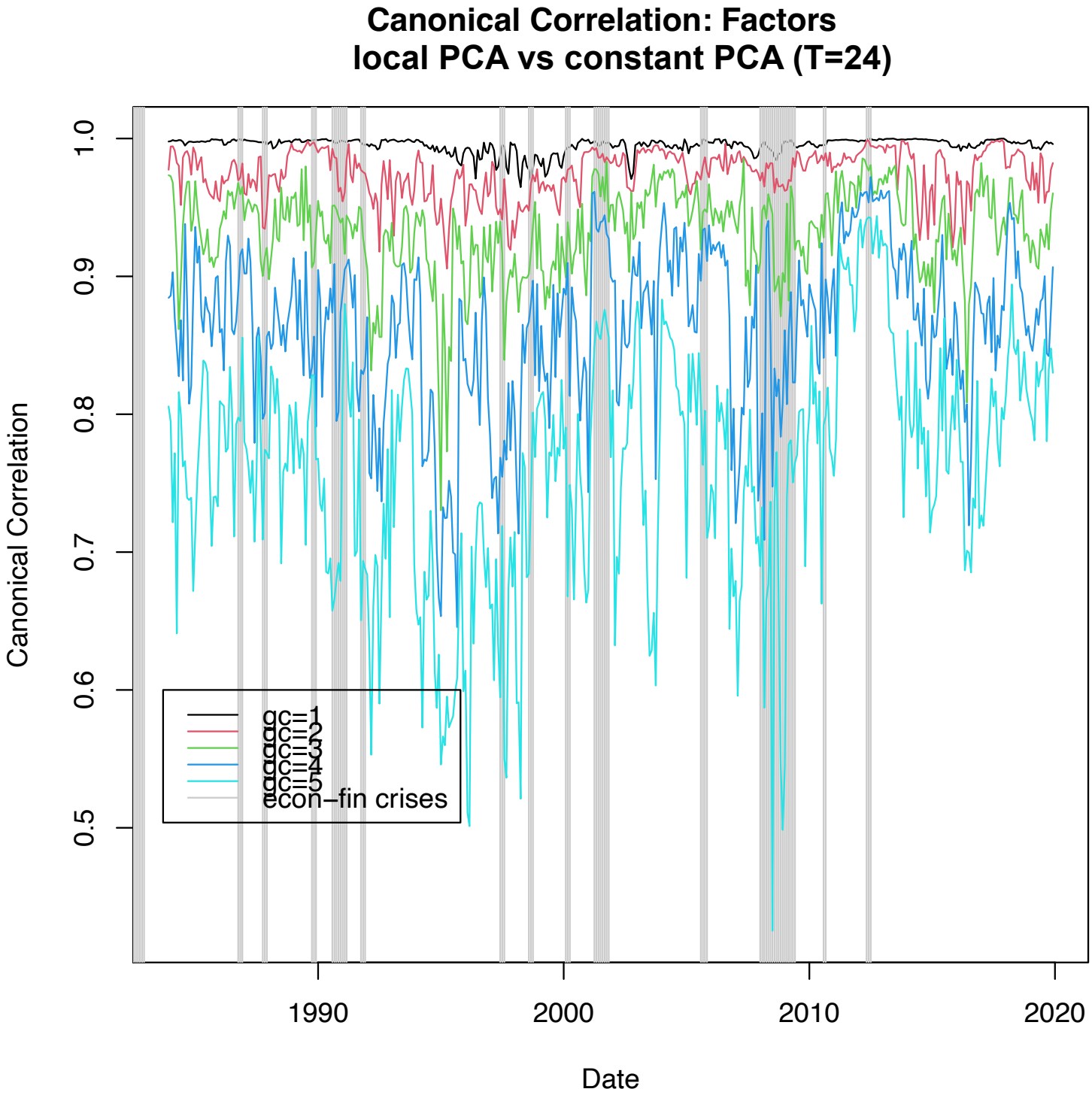
Canonical Correlation: Factors
local PCA vs constant PCA (T=24)
Canonical Correlation
1.0
0.9
0.8
0.7
0.6
0.5
1990
2000
2010
2020
Date
gc=1
gc=2
gc=3
gc=4
gc=5
econ−fin crises