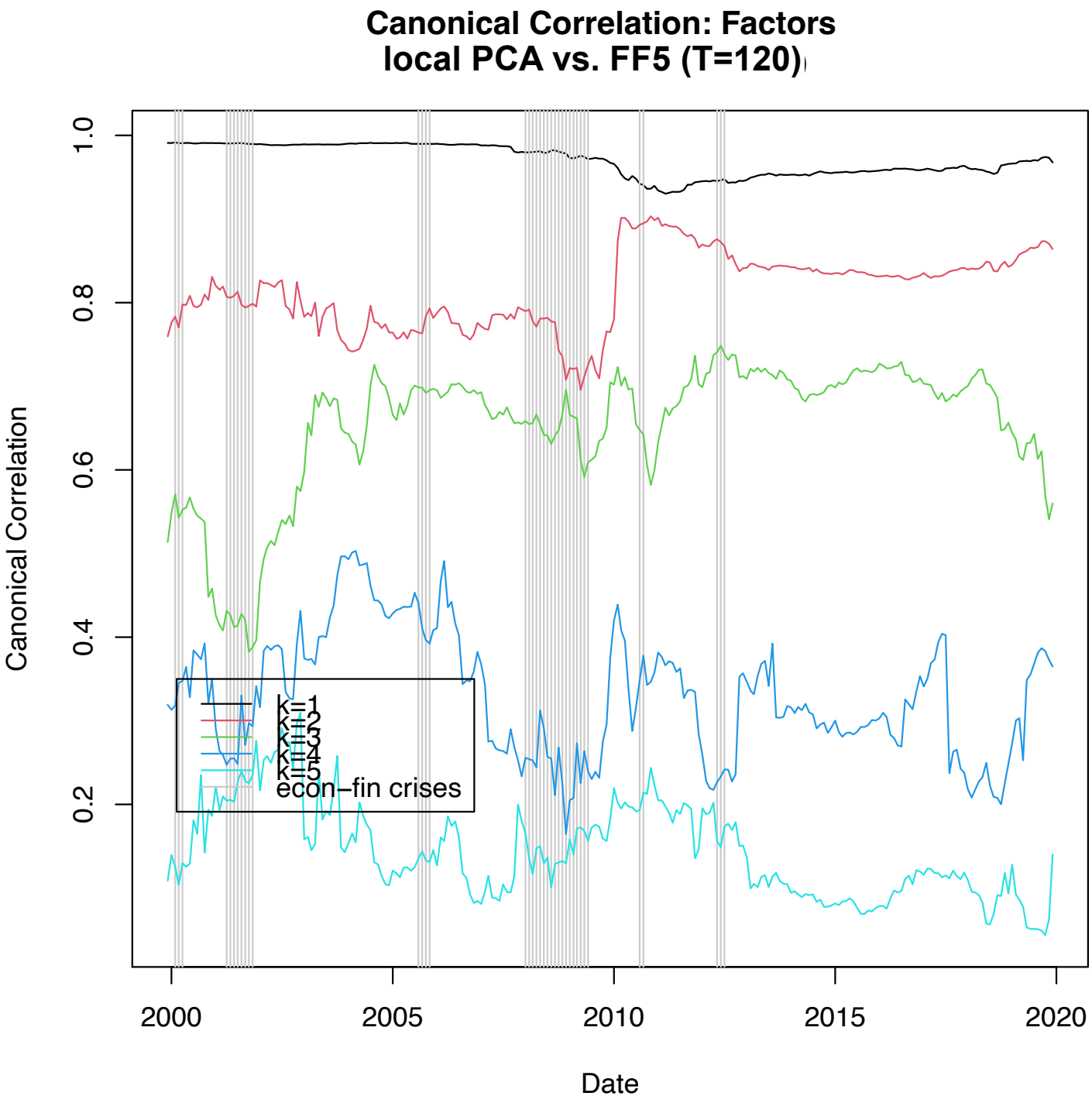
Canonical Correlation: Factors
local PCA vs. FF5 (T=120)
Canonical Correlation
1.0
0.8
0.6
0.4
0.2
2000
2005
2010
2015
2020
Date
k=1
k=2
k=3
k=4
k=5
econ−fin crises