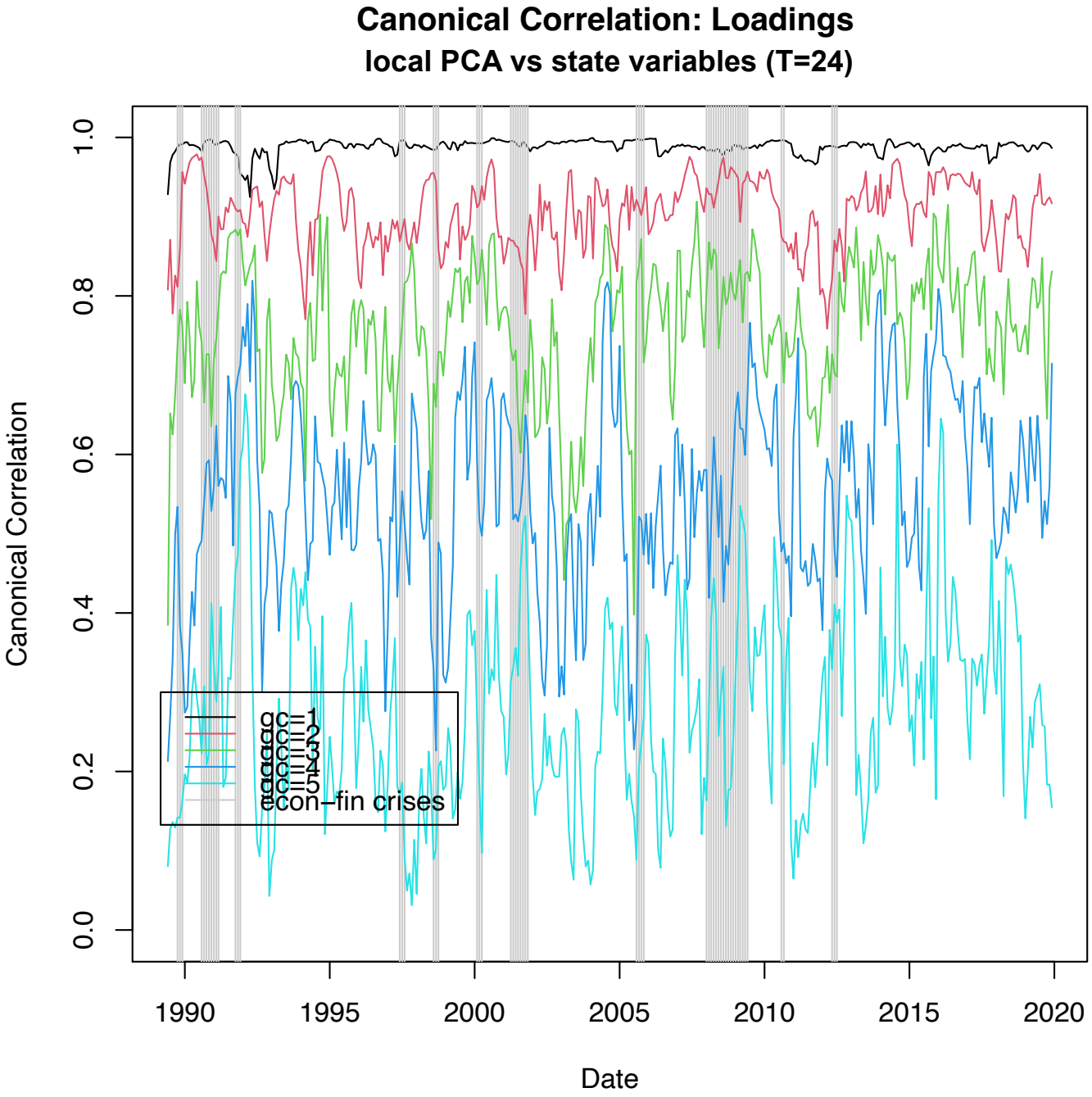
Canonical Correlation: Loadings
local PCA vs state variables (T=24)
Canonical Correlation
0.0
0.2
0.4
0.6
0.8
1.0
1990
1995
2000
2005
2010
2015
2020
Date
con−fin crises