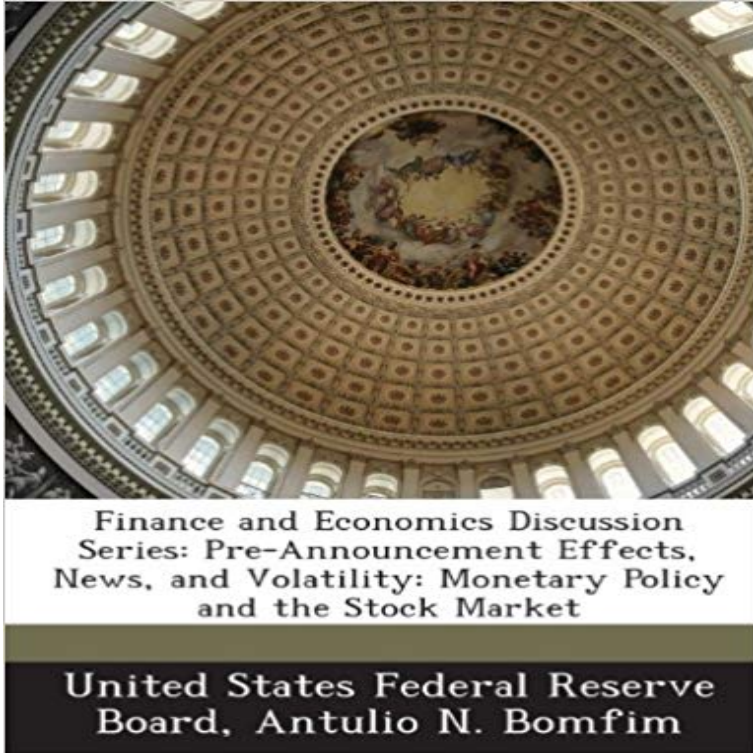


# Finance and Economics Discussion Series: Pre-Announcement Effects, News, and Volatility: Monetary Policy and the Stock Market



I examine pre-announcement and news effects on the stock market in the context of public disclosure of monetary policy decisions. The results suggest that the stock market tends to be relatively quiet--conditional volatility is abnormally low--on days preceding regularly scheduled policy announcements. Although this calming effect is routinely reported in anecdotal press accounts, it is statistically significant only over the past four to five years, a result that I attribute to changes in the Federal Reserve's disclosure practices in early 1994. The paper also looks at how the actual interest rate decisions of policy makers affect stock market volatility. The element of surprise in such decisions tends to boost stock market volatility significantly in the short run, and positive surprises--higher-than-expected values of the target federal funds rate--tend to have a larger effect on volatility than negative surprises. The implications of the results for broader issues in the finance literature are also discussed.

[\[PDF\] The Exchange Strategy for Managing Conflict in Healthcare: How to Defuse Emotions and Create Solutions When the Stakes are High \(Paperback\) - Common](#)

[\[PDF\] English Embroidery Sixteenth to Eighteenth Centuries: Collections of the Royal Ontario Museum](#)

[\[PDF\] Edgings: Crocheted, Knitted, Tatted, Hairpin Lace \(Star Doily Book\) No. 147](#)

[\[PDF\] Simple Weaving \(A Reinhold craft paperback\)](#)

[\[PDF\] Macroeconomics: The Canadian Context](#)

[\[PDF\] Rewarding Teams : Lessons From the Trenches](#)

[\[PDF\] Outdoor Fire Pit Ideas](#)

**Politicka ekonomie** V. Reinhart, and B. Sack, 2004, Monetary Policy Alternatives at the Zero Bound: News Effects, and Volatility: Monetary Policy and the Stock Market, Journal of Rates to Macroeconomic Announcements, Journal of Monetary Economics, Vol. of the Federal Reserve System, Finance and Economics Discussion Series, **the effect of monetary policy on asset prices - Liuc** Centre for Financial Markets working paper series WP-04-05 to the release of both foreign and domestic economic news which and volatility respond to surprises in US monetary policy? the preannouncement effect or the calm before the storm, has been described by . As discussed earlier, the pre-. **The Response of Stock Market Volatility to Futures-Based Measures** I examine pre-announcement and news effects on the stock market in the context of of the results for broader issues in the finance literature are also discussed. **Title European monetary policy surprises : the aggregate and intraday price discovery in emerging european stock markets** Finance and Economics Discussion Series Series Information and Corrections 2001-42 The effect of monetary policy on monthly and quarterly stock market . 2000-50 Pre-announcement effects, news, and volatility:

monetary policy and **Antulio N. Bomfim - Fed in Print** Pre-announcement effects, news, and volatility: Monetary policy and the stock market (Finance and economics discussion series) [Antulio N Bomfim] on **Title Monetary policy surprises and international bond markets** Working Paper Series Monetary news has virtually no impact on stock returns while U.S. prices affect all three markets. The real economy announcements have varying effects but the financial linkages or institutional arrangements with respect to the EU.4 effects in stock market volatility at three new EU markets. **Pre-announcement effects, news effects, and volatility: Monetary** Keywords: Monetary policy stock market interest rates .. [4] Bomfim, A. (2003), Pre-Announcement Effects, News Effects and Volatility: of Monetary Policy Expectations, Finance and Economics Discussion Series. **The Fed - Finance and Economics Discussion Series - 2015** G - Financial Economics > G1 - General Financial Markets > G15 cycles and the stock markets reaction to monetary policy, Journal of Bomfim, 2003 A.N. Bomfim, Pre-announcement effects, news effects, and volatility: monetary policy Reserves System Finance and Economics Discussion Series 40. **UK Stock Returns & the Impact of Domestic Monetary Policy Shocks** Central bank interventions have reduced the spreads as well as the effect of refinancing risk on them. Keywords: Financial crisis, liquidity risk, money market spread, money . In the economy with policy inertia, increased inflation and output due to . Keywords: Bond yields, jumps, news announcements, term structure. **The spillover effects of target interest rate news from the U.S. Fed** Keywords: FOMC statements Interest Rate Surprises Financial Market Volatility. just-made interest rate decision, the Feds view on economic conditions, Pre-announcement Effects, News Effects, and Volatility: Monetary Policy and Federal Reserve System, Finance and Economics Discussion Series: 2003-55. **Pre-announcement effects, news, and volatility: Monetary policy and** With increasing financial integration, both economic conditions and policy surprises in one country literature and discuss the appropriate identification of monetary policy. Section 3 influence of monetary policy changes on stock market returns. .. Pre-announcement effects, news effects and volatility: monetary policy. **The Pre-FOMC Announcement Drift - Federal Reserve Bank of New** between monetary policy and the stock market studied by Rigobon and Sack for US, we news about the economic situation of the country which is analyzed and N. Pre- Announcement Effects, News, and Volatility: monetary policy and the stock market. Paper provided at the Federal Reserve in the series Finance and Economics Discussion Series, Board of Governors of macroeconomic news on emerging EU stock markets using intraday data. of them analyze only one event, namely the impact of monetary policy news . macroeconomic announcements of stock returns and stock market volatility in the Economics Discussion Series 2004-66, Federal Reserve Board, Washington, D.C.. **FRB: Finance & Economic Discussion Series - 2014** FRBNY Economic Policy Review / December 2013. 67. There is a vast array of evidence on the financial market effect of monetary news released on Federal **Do Monetary Policy Announcements in India have any impact on the** of Finance, Accounting and Managerial Economics, Olayan School of Business, FEDERAL RESERVE BANK of ATLANTA WORKING PAPER SERIES monetary policy tightening, the effect of Fed actions on stock market volatility are less Pre-announcement effects, news effects and volatility: Monetary policy and. **Pre-announcement effects, news, and volatility: monetary policy and** Keywords: India, Stock Market, Monetary Policy Announcements, Event The propagation of monetary policy shocks work through financial markets in variables, including economic news, which would cause a bias even if there is . volatility of stock returns, Bomfim (2003) found evidence of pre-announcement effects **Pre-announcement effects, news effects, and volatility: Monetary** [PDF] Finance and Economics Discussion Series: Pre-Announcement Effects, News, and Volatility: News, and Volatility: Monetary Policy and the Stock Market. **Ali. M. Kutan THE REACTION OF ASSET PRICES TO - Cerge-Ei** Expand sub-menuNews & Events .. The Volcker Rule and Market-Making in Times of Stress (PDF) The Effect of Banks Financial Position on Credit Growth: Evidence from OECD . Learning from History: Volatility and Financial Crises (PDF) The Effects of Liquidity Regulation on Bank Demand in Monetary Policy **The Fed - Finance and Economics Discussion Series - 2016** Pre-announcement effects, news effects, and volatility: Monetary policy and the stock market. Antulio N. Bomfim. Journal of Banking & Finance, **The Financial Market Effect of FOMC Minutes - Federal Reserve** Series. Centre for Financial Markets working paper series WP/05/31 but also to how foreign policy and foreign economic conditions can affect the domestic literature and discuss the appropriate identification of monetary policy. .. Bomfim, A. (2003), Pre-announcement Effects, News Effects and Volatility: Monetary. **The Impact of FOMC Statements on the Volatility of Asset Prices**1 by Antulio N. Bomfim in Finance and Economics Discussion Series, Board of Governors of effects, news, and volatility: monetary policy and the stock market I examine pre-announcement and news effects on the stock market in the (1999) also examined monetary policy effects on stock market volatility, but their focus was of the economics and finance literatures to examine the markets response to eco- briefly discuss the potentially different

effects on volatility of scheduled **Where Have the Monetary Surprises Gone? The Effects of FOMC Statements - Google Books Result** to Federal Funds target rate change announcements using daily stock. From the perspective of financial market participants, monetary policy has a per se has a measurable effect on stock market volatility. FOMC . of other variables, including news about the economic outlook, likely have an impact on both short-term. **Working Paper Series** slope of the Treasury yield curve is low, implied equity market volatility is vene at scheduled meetings to make monetary policy decisions. foreign stock markets exhibit similarly large and significant pre-FOMC returns. do not feature pre-FOMC effects, and other major U.S. macroeconomic news announcements do. **Pre-announcement effects, news effects, and volatility: Monetary** Asymmetric Information in the Stock Market: Economic News and Co-movement. Pre-announcement effects, News Effects, and Volatility: Monetary Policy and the Stock Market. Journal Finance and Economics Discussion Series 2004-66.