

1. Record Nr.	UNINA9910961116903321
Autore	Kannan Prakash
Titolo	Perspectives on High Real Interest Rates in Turkey // Prakash Kannan
Pubbl/distr/stampa	Washington, D.C. : , : International Monetary Fund, , 2008
ISBN	9786612842023 9781462311392 1462311393 9781452716787 1452716781 9781451871098 1451871090 9781282842021 1282842021
Edizione	[1st ed.]
Descrizione fisica	1 online resource (33 p.)
Collana	IMF Working Papers IMF working paper ; ; WP/08/251
Disciplina	332.82
Soggetti	Interest rates - Turkey - Econometric models Risk - Turkey - Econometric models Fiscal policy - Turkey - Econometric models Banks and Banking Capacity Capital and Ownership Structure Capital Deflation Exchange rate risk Finance Financial Risk and Risk Management Financial risk management Financial services law & regulation Financing Policy Goodwill Inflation Intangible Capital Interest rate parity Interest rates Interest Rates: Determination, Term Structure, and Effects Investment Investments: General

Macroeconomics  
Price Level  
Prices  
Real interest rates  
Return on investment  
Saving and investment  
Value of Firms  
Turkey

Lingua di pubblicazione	Inglese
Formato	Materiale a stampa
Livello bibliografico	Monografia
Note generali	Description based upon print version of record.
Nota di bibliografia	Includes bibliographical references.
Sommario/riassunto	The Turkish economy is typically characterized as having particularly high real interest rates. Fundamental considerations, such as high growth rates or high returns to capital, do not provide a satisfactory resolution of this puzzle. Instead, we find that two other factors-doubts about the sustainability of disinflation and the existence of a risk premium-have a significant impact on the level of real interest rates in Turkey. Importantly, fiscal policy variables are shown to affect both these factors, suggesting that a more credible and prudent fiscal policy can help reduce real interest rates in Turkey.