

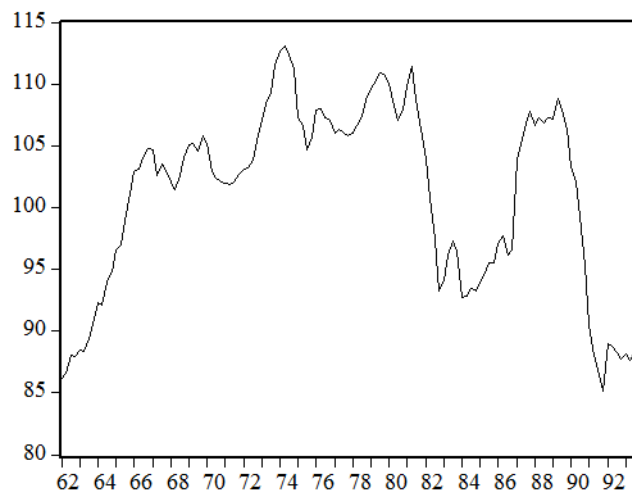
Computer Handout 8: Characterizing cycles

Diego Escobari

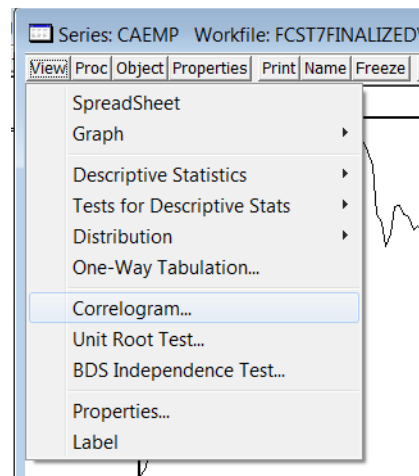
Econ 3342

This Computer Handout 8 will show how to use the correlogram of residuals.

The following is the graph of the Canadian Employment Index:



The correlogram of residuals is obtained by clicking on "View" then "Correlogram"



Then the "Level" and "12" lags to be included:

Correlogram Specification

Correlogram of

☒ Level
☐ 1st difference
☐ 2nd difference

Lags to include

12

OK

Cancel

This yields the following correlogram of residuals:

