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Para Arzının Post Keynesyen Yorumu: Gelişmiş Ülkeler Örneği/ Post Keynesian Endogeneity of Money Supply: Evidence of Development Countries

Filiz Erataş¹, Serkan Çınar¹, Hayriye Başçı Nur¹¹Celal Bayar University, Turkey

A B S T R A C T

Post Keynesian economics is actually macroeconomics in a world of uncertainty and endogenous money. Post Keynesians posit that money supply in a market oriented production economy is endogenously determined (rather than exogenous as claimed by Monetarists). The purpose of this study is to estimate money supply equation and to determine endogeneity of money supply for the scope of developed countries which is defined as G7. In this context, using annual data an empirical model has been generated by panel data analysis for the period 1980-2014. Firstly, dependence between cross-sectional units were examined by the CADF test. After the existence of the cointegration relationship between the series proved by using the Westurlund cointegration test panel ARDL was applied. According to the empirical results, for developed countries has found that money supply is endogenous as proposed by Post Keynesian theorists.

KEYWORDS Post Keynesians; Money Supply; Endogeneity; Panel Data Analysis

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