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During the Political Stability Period Effect of External Debt on Inflation: Empirical Analysis on Turkey/ Politik İstikrar Döneminde Dış Borçların Enflasyon Üzerindeki Etkisi: Türkiye Üzerine Ampirik Analiz

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ABSTRACT

In this study, the effects on inflation of the foreign debt in Turkey vector autoregression (vector Autoregression: VAR) with the help of the method, 2003: Q1-2017: Q4 period was tested using quarterly data. According to the results obtained, the increase in external debt was found to cause anti-inflationary effects in the short term. But in the long run this conjuncture is reversed. The binders of this result concern the field of use of external resources. Turkey, the overall outsourcing of previous debt or to finance the current account deficit is seen that apply.

KEYWORDS External Debt; Inflation; VAR Analysis; Example Of Turkey

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