

Session on Real and financial drivers of r^*

Kenneth Rogoff, Harvard University

Conference on “Whither r^* ”

Federal Reserve Bank of NY, March 28, 2020



— Market Yield on U.S. Treasury Securities at 10-Year Constant Maturity, Quoted on an Investment Basis, Inflation-Ind

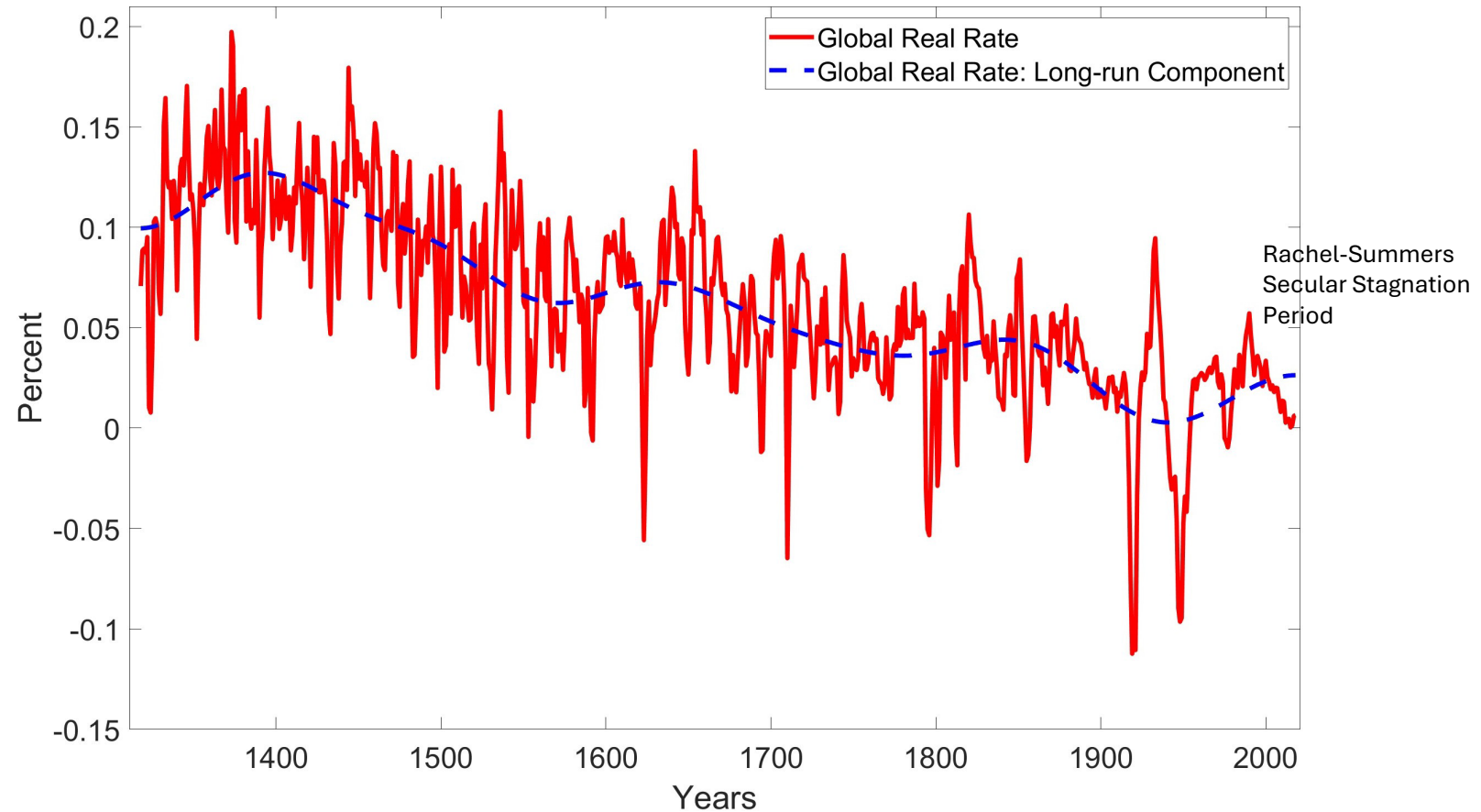


Source: Board of Governors of the Federal Reserve System (US) via FRED®

Shaded areas indicate U.S. recessions.

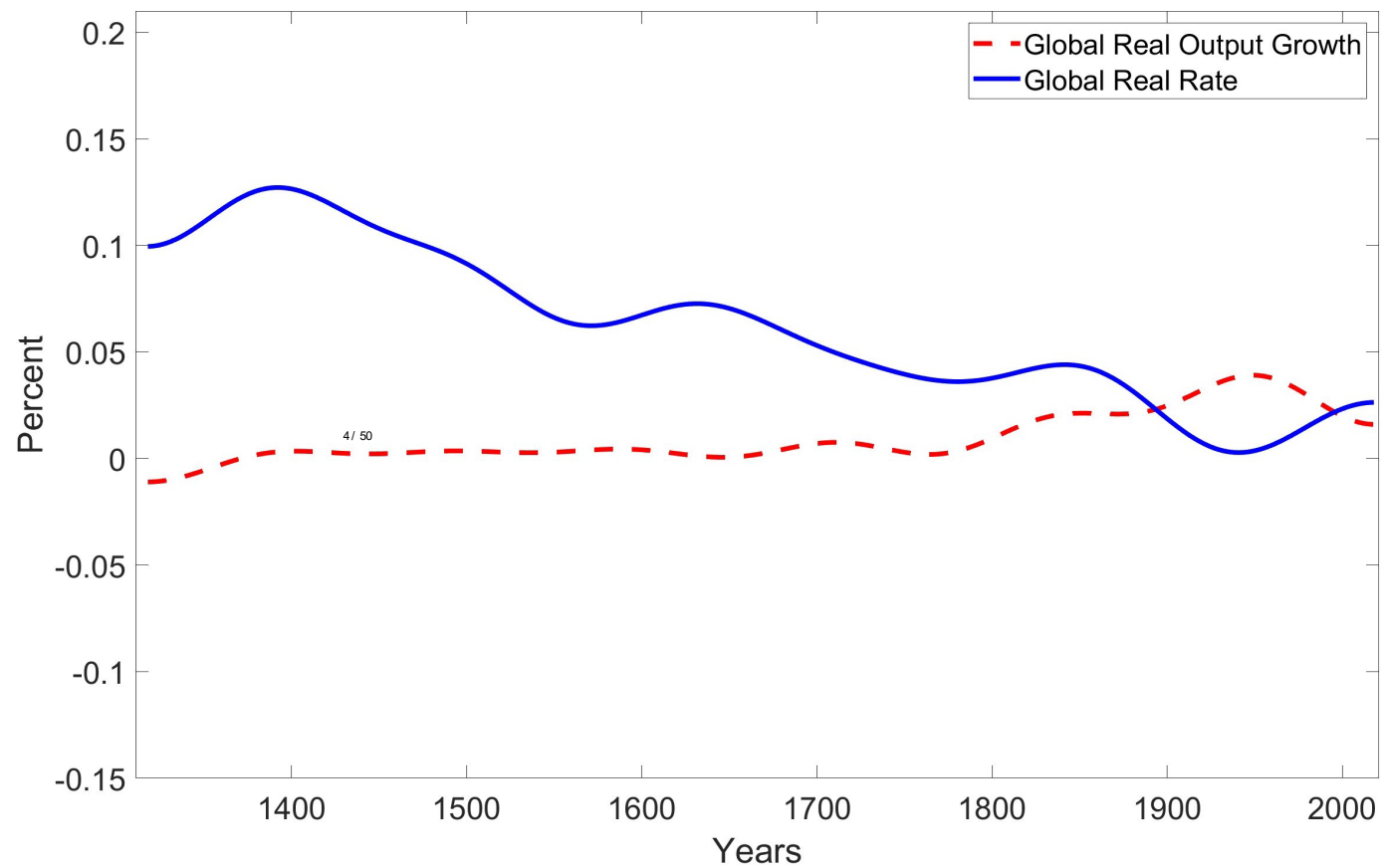
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Global Real Rates and Long Run Trend: 1311-2022



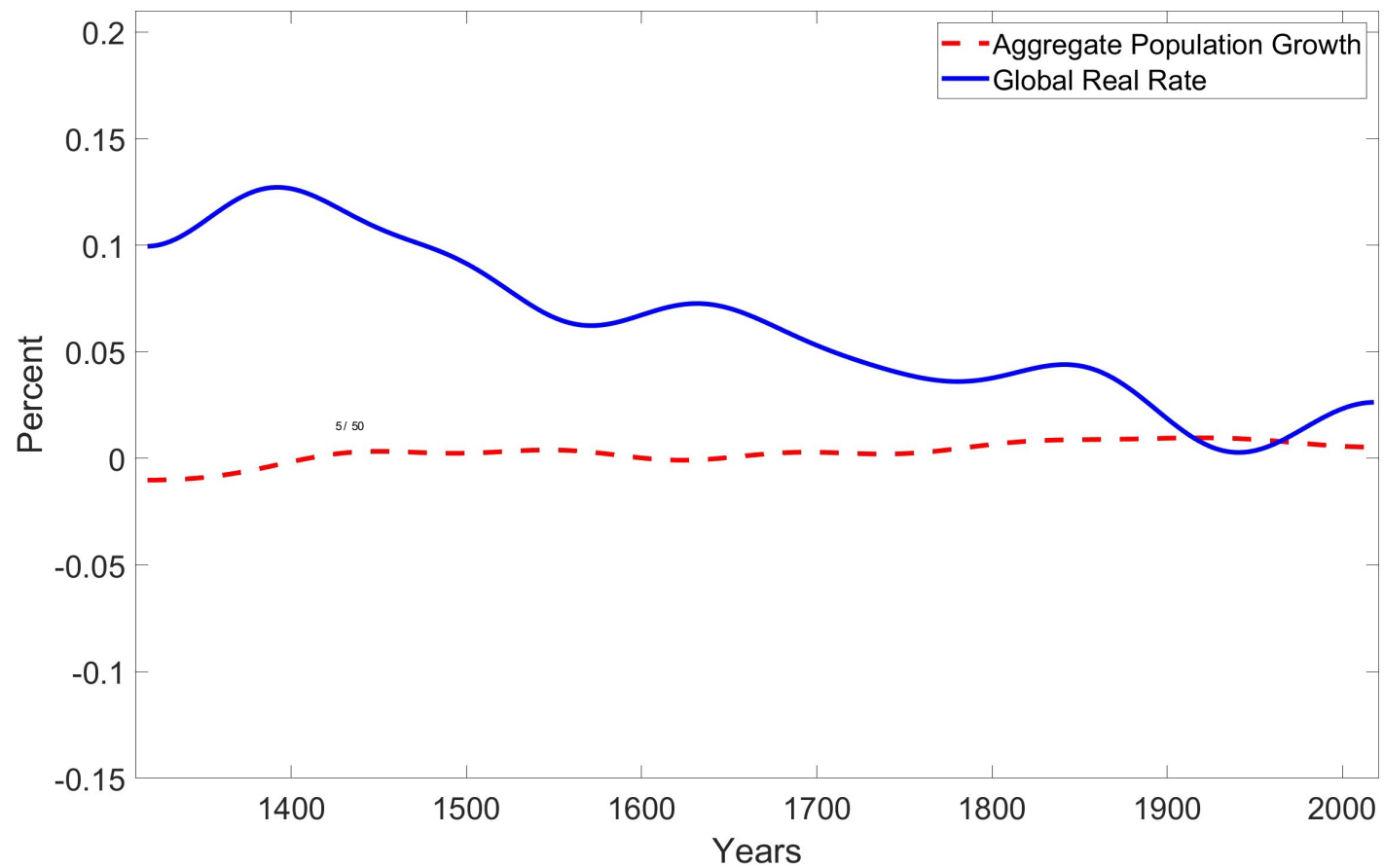
Source: Rogoff, Rossi and Schmelzing *American Economic Review* 2024 (August 2024).

A comparison of Müller-Watson-filtered real aggregate output growth rates and real interest rates, 1318-2021.



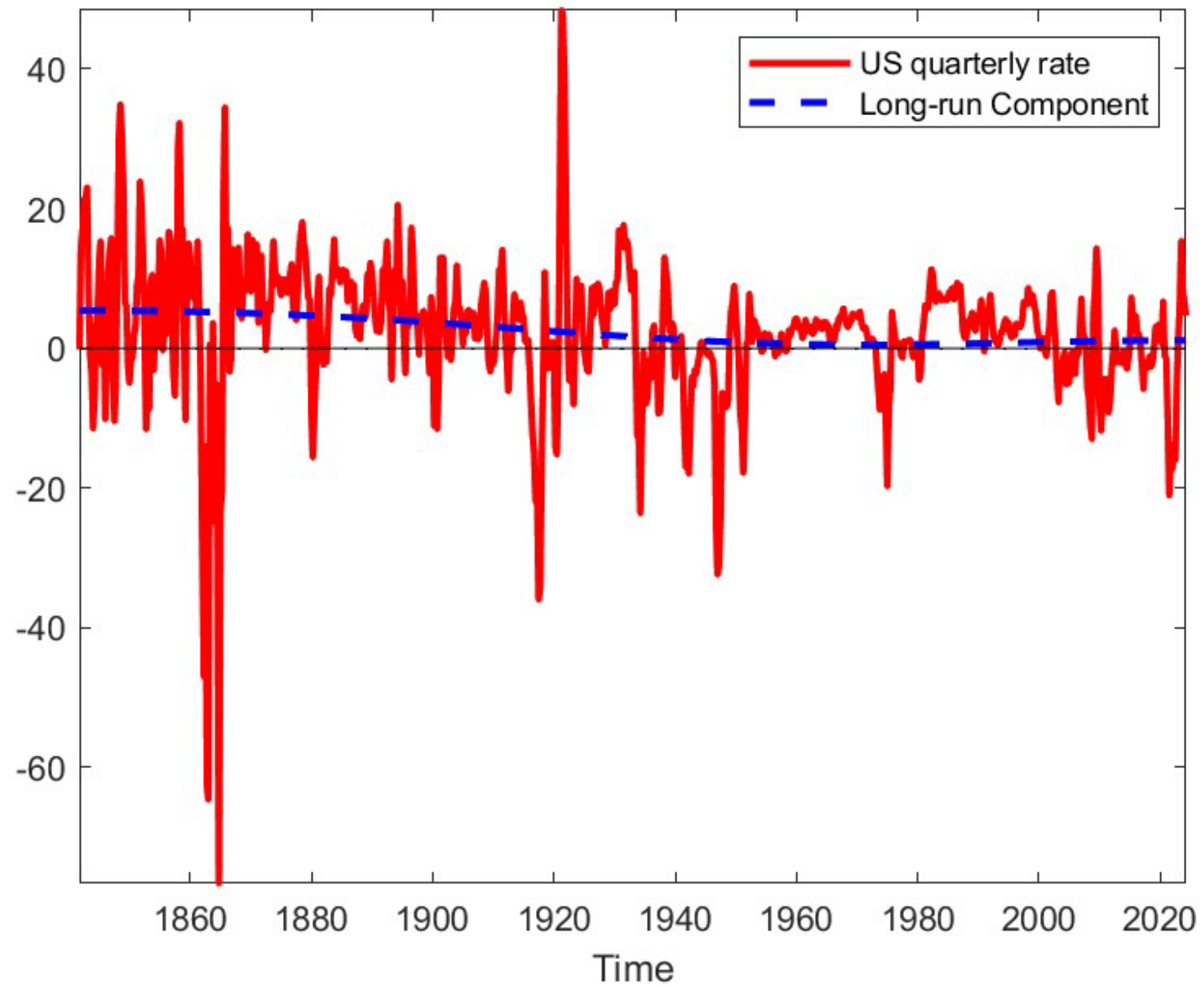
Rogoff, Rossi and Schmelzing, AER, 2024

A comparison of Müller-Watson-filtered aggregate population growth rates and real interest rates, 1318-2021.



Rogoff, Rossi and Schmelzing, AER, 2024

U.S. real short-maturity interest rates, commercial paper basis, quarterly, 1831:Q1 – 2024:Q2.



Source: Rogoff, Rossi, Schmelzing “Rethinking Short-term Interest Rates and Term Spreads using very Long-Run Data, NBER Working Paper 2024

UK Short Maturity Rates, Bill Basis, Quarterly, 1791Q1-2024 Q2

