



SFI Knowledge Catalyst
Connect with Finance Students

Master's thesis on "Covered interest rate parity"

Are you looking for a corporate partner for your industry-oriented Master's thesis? The SFI Knowledge Catalyst provides you with the opportunity to write your Master's thesis in collaboration with the Swiss National Bank.

Covered interest rate parity

What drives deviations from covered interest rate parity?

Possible issues to cover:

- A thorough literature review on CIP
- Quantification of CIP deviations over time (e.g. pre-global financial crisis and post-crisis; on average and at year- or at quarter-ends)
- Empirical analyses of CIP, possibly involving the Swiss franc. Empirical investigations could focus on (one of) the following:
 - Is arbitrage hampered by (new) regulation? If yes, how?
 - Are deviations correlated with central bank policies?
 - Cross-country analysis of CIP deviations and net foreign assets or USD exposure of financial sector

Requirements:

- The thesis requires a solid background in econometrics and a flair for programming (Matlab). Quantitative specialization is of advantage.
- Strong English skills

Start date: Feb / March 2017 (negotiable)

Collaboration: Master's thesis coaching (no internship will be offered).

Interested?

Please send your motivation letter, CV, and university grades to Ms Désirée Spöndli at ds@sfi.ch