

A Low Volatility Multi-Currency Numeraire: Theory and Evidence

Nicolai V. Hovanov, James W. Kolari, and Mikhail V. Sokolov*

*The authors are Professor of St. Petersburg State University, Department of Economics (St. Petersburg, Russia), Chase Professor of Finance, Texas A&M University, Finance Department (College Station, Texas, USA), and Research Analyst at A.V.K. Investment Company (St. Petersburg, Russia). We would like to express our appreciation to the Eurasia Foundation for grant support that was instrumental in completing this research. Also, financial support from the International Center of Business Studies at Texas A&M University is appreciated. Helpful comments have been received from Jaap Bos, Julian Gaspar, Marc Heitzer, Seppo Pynnonen, and Johan Knif.

Please address correspondence to: Dr. James W. Kolari, Finance Department, Texas A&M University, College Station, TX 77843-4218. Office phone: 979-845-4803. Fax: 979-845-3884
Email: j-kolari@tamu.edu