

B Cointegration tests

Table B.1: Trace test for cointegration

H_0	H_A	λ_{trace}			1%-critical value
		US	Finland	Norway	
$r = 0$	$r \geq 1$	55.01	76.97	59.00	56.83
$r \leq 1$	$r \geq 2$	29.55	36.66	33.91	36.44
$r \leq 2$	$r \geq 3$	11.92	13.85	14.67	19.53
<i>Diagnostics</i>					
	Autocorrelation	1.5504 [0.0262]	0.9197 [0.6001]	1.1754 [0.2835]	
	Normality	3.6890 [0.7187]	2.1329 [0.9071]	6.4898 [0.3706]	
	Heteroskedasticity	1.5543 [0.0002]	1.2558 [0.1129]	1.1901 [0.1779]	

Notes: The endogenous variables are real housing prices (ph), real disposable income (ydp) and the real direct user cost (UC). A deterministic trend and the housing stock, h , are restricted to enter the cointegration space. A constant and three centered seasonal dummies enter unrestrictedly. Consistent critical values controlling for the inclusion of one weakly exogenous variable in the cointegration space are tabulated in Table 13 in Doornik (2003).