**SUKKUR IBA UNIVERSITY**

**BUSINESS ADMINISTRATION DEPARTMENT**

KNOWLEDGE CENTER

ROOM 12, 2ND FLOOR, SUKKUR IBA, AIRPORT ROAD, SUKKUR, PAKISTAN

Tel: +92 302 732 6692

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The Editors

Etikonomi

Dear Sir:

I appreciate the opportunity to submit my manuscript entitled **“Impact of Policy Uncertainty on Stock Markets Correlation”** for your review process.

We believe that our paper makes a significant contribution to the ‘Macro-Finance’ literature. In particular, we answer the question, How does economic policy uncertainty impacts on the stock market correlations of BRIC countries with USA and World stock market indexes. Study motivated due to increased international financial integrations and ripple effects during economics crisis. Thus it is worth investigating how does policy disputes or policy uncertainties bring changes in such financial integrations.

We used DCC GARCH to measure correlation and ARDL bound testing approach to test the short- and long-run effects of EPU on these correlations. Standard clustered error regressions are used as a robustness check for ARDL results. Study finds the significant positive impact of EPU indices of each country with its stock market correlation with USA and World. Policy makers should be concerned about long-run impacts of policy uncertainties on their country’s stock market correlation with USA and World.

The manuscript has not been previously published or under consideration in any other journal. All the listed authors are qualified to be authors based on their sufficient contribution to appropriate portions of the content. To the author’s knowledge, there is no conflict of interest either financial or other.

Please feel free to contact me concerning my submission.

Best Regards,

**Allah Ditta Nawaz**

**PhD Scholar**

**Sukkur IBA University**

**Email: allahditta.phdmgt16@iba-suk.edu.pk │Phone: + 92 302 732 6692│**