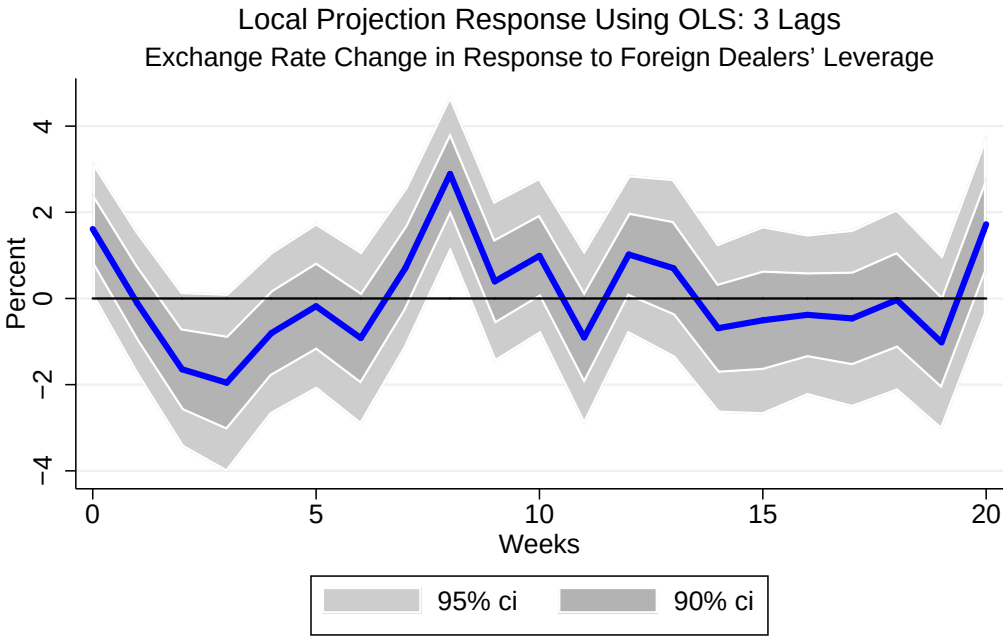

Panel of 23 USD/foreign currency pairs. Foreign dealers' leverage is the overnight and continuing repurchase and securities lending agreements by foreign−headquartered primary dealers. Projections include lags of all control variables, including domestic dealers' leverage, the Fed funds rate, change in the Fed funds rate, short rate differential (by currency), change in short rate differential (by currency), the VIX, change in the VIX, the equity market return differential (by currency), and Fed QE purchases.