The Three-Pass Regression Filter: A New Approach to Forecasting Using Many Predictors: ERRATA

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Typos appear in the first sentence of the last paragraph of the left column of page 296. The first sentence should read:

We can rewrite the forecast as

$$\hat{\boldsymbol{y}} = \boldsymbol{\iota}_T \bar{y} + \hat{\boldsymbol{F}}' \hat{\boldsymbol{\beta}}$$

$$\hat{\boldsymbol{F}} = \boldsymbol{S}_{ZZ} (\boldsymbol{W}'_{XZ} \boldsymbol{W}_{XZ})^{-1} \boldsymbol{W}'_{XZ} \boldsymbol{X}' \boldsymbol{J}_T \tag{2}$$

$$\hat{\boldsymbol{\beta}} = \boldsymbol{S}_{ZZ}^{-1} \boldsymbol{W}'_{XZ} \boldsymbol{W}_{XZ} (\boldsymbol{W}'_{XZ} \boldsymbol{S}_{XX} \boldsymbol{W}_{XZ})^{-1} \boldsymbol{W}'_{XZ} \boldsymbol{s}_{Xy} \tag{3}$$

where $\boldsymbol{S}_{ZZ} \equiv \boldsymbol{Z}' \boldsymbol{J}_T \boldsymbol{Z}$.