HOW TO GET LEVEL FORECASTS

IN EVIEWS

WHEN DATA ARE DIFFERENCED

- 1. Go to "Procs" and extend the workfile range to include the range of the out-of-sample forecasts. Then go to "Sample" and extend the sample range to include the range of the out-of-sample forecasts.
- 2. Choose the desired estimation technique and then in the endogenous variable space enter the explicit forms of the differenced endogenous variables. Be sure that there is no extra space **within** the individual formulas although you will need to leave a space **between** the formulas.
- 3. Estimate your equation(s).
- 4. Go to "Procs" and then choose "Make Model".
- 5. Go to "Solve". Use "Dynamic Solution" and change the sample span to coincide with the out-of-sample range.
- 6. View the forecasted values of the level form of the endogenous variable(s) by using the "Show" option. Thereafter you can print out the forecasts or plot them.