Non-Asymptotic Analysis of Median-of-Means Estimation for High-Dimensional Time Series

Abstract

This study addresses the challenges in estimating mean vectors and autocovariance matrices in modern data settings, which are often affected by three key issues: high-dimensionality, heavy-tailed distributions, and temporal dependence. These salient features lead to reduced performance of many existing methods. To tackle these challenges, we introduce a computationally efficient framework centered around the median-of-means. In particular, we study the non-asymptotic properties of median-of-means estimators for mean vectors and autocovariance matrices for high-dimensional, heavy-tailed dependent data. Extensive simulations demonstrate the finite sample and computational advantages of the proposed estimators. The effectiveness of our approach is further validated through its application in analyzing the autocovariance patterns of S&P 500 daily returns over the past two decades.

Keywords: Autocovariance matrix, Financial time series analysis, Heavy-tailed distribution, Outlier resilience, Tail-robust statistical method

Mathematics Subject Classification (2020): 62M10

1 Introduction

Advances in data collection technology have led to rapid growth in big data applications, often involving simultaneous measurement of hundreds or thousands of time series. However, the high-dimensionality of these datasets presents significant challenges for time series analysis. These datasets often contain asymmetric and heavy-tailed time series that deviate from the sub-Gaussian assumption. As a result, standard estimation methods that perform well in low-dimensional settings often fail to deliver reliable results in high-dimensional contexts. To overcome these challenges, it is essential to develop estimators that are robust against outliers and heavy-tailedness while exhibiting sub-Gaussian behavior. Although research focuses primarily on tail-robust mean and covariance estimation for independent data (Catoni, 2012; Nemirovsky and Yudin, 1983; Lerasle and Oliveira, 2011; Lugosi and Mendelson, 2019; Avella-Medina et al., 2018), there is a growing need for tail-robust estimation methods that can handle the temporal dependence of time series data. Using the framework of functional dependence introduced by Wu (2005), Zhang (2021) studied tail-robust estimation of high-dimensional mean vectors and covariance matrices using robust M-estimators. Subsequently, Xu et al. (2023) studied tail-robust inference on high-dimensional autocovariance matrices with the same estimator. However, both studies assume that the temporal dependence decays exponentially fast, a condition that may be too restrictive in practical applications. In fields such as financial market

analysis, climate modeling, and sensor networks, ignoring temporal dependence can exacerbate the impact of outliers and heavy-tailed distributions, leading to suboptimal estimates. Tail-robust methods that account for this temporal structure are essential to provide reliable insights and improve decision-making in these high-stakes, data-rich environments.

The median-of-means (MoM) estimator has gained attention as a tail-robust method for mean estimation in the presence of outliers and heavy-tailed distributions. Initially introduced in Nemirovsky and Yudin (1983) and possibly explored in earlier works, the MoM method involves partitioning a sample into multiple subsets, calculating the mean of each subset, and then taking the median of these means as the final estimate. By leveraging the robustness of the median, this approach reduces the impact of outliers and heavy-tailed distributions on the traditional sample mean estimation. Additionally, the MoM method is computationally efficient compared to other tail-robust methods such as Huber-type regressions (see e.g., Minsker, 2018; Ke et al., 2019; Sun et al., 2020) which typically involve iterative optimization procedures. The simplicity and speed of the MoM method arise from its straightforward computations, which are easily implementable using parallel computing tools. Indeed, efficient algorithmic implementations have enhanced its practical use in large-scale data scenarios typical of modern statistical learning (see e.g., Arnaudon et al., 2013; Zhang and Liu, 2021; Pan and Owen, 2024).

Recent advancements have extended the application of MoM to high-dimensional and/or data contamination settings, further demonstrating its robustness and versatility. For example, Minsker (2015) proposed a permutation-invariant MoM that performs optimally under weakened moment conditions. Similarly, Lerasle et al. (2019) investigated robust mean embedding estimation in reproducing kernel Hilbert spaces, showing that the MoM estimator achieves sub-Gaussian deviation bounds with minimal assumptions. The authors of Lecué and Lerasle (2020) applied the MoM method to machine learning, highlighting its robustness and efficiency in handling data contamination. More recently, Humbert et al. (2022) extended MoM method to kernel density estimation, proposing a robust method that efficiently handles outliers and heavy-tailed data. These developments underscore the continued progress in MoM estimation methods and their capability to handle modern, complex datasets while maintaining robustness and computational efficiency.

Despite the popularity of the MoM method, there exists a significant gap in the theoretical understanding of this approach for high-dimensional time series data. This paper aims to address this gap. In particular, we study the properties of the MoM method for tail-robust estimation of means and autocovariance matrices in high-dimensional time series characterized by heavy-tailed marginal distributions and temporal dependence. We derive non-asymptotic bounds for MoM estimators under these conditions, providing a solid theoretical foundation for their use in dependent high-dimensional settings. We further demonstrate the advantages of this approach through extensive simulation studies, showing significant finite-sample improvements over traditional estimators for heavy-tailed data, along with computational efficiency compared to existing tail-robust methods. We illustrate the benefits of the MoM estimator for autocovariance change point detection in high-dimensional financial data. Consequently, the MoM estimation approach provides a theoretically sound framework for analyzing high-dimensional time series, addressing some important challenges posed by modern big data applications.

The remainder of this paper is organized as follows. Section 2 reviews essential concepts in high-dimensional time series analysis. Section 3 introduces the proposed MoM estimation methods and their theoretical properties. Section 4 presents simulation experiments comparing the proposed methods with existing approaches. Section 5 applies the proposed methods to a real-world high-dimensional time series dataset. Finally, Section 6 concludes the paper.

1.1 Notation

This subsection introduces the mathematical notations used throughout this paper. Let $\mathbb{Z}$, $\mathbb{N}^+$, and $\mathbb{R}$ denote the set of integers, natural numbers without 0, and real numbers, respectively. For a set $\mathbb{A}$, $\mathrm{card}(\mathbb{A})$ denotes the cardinality of $\mathbb{A}$. For $n \in \mathbb{N}^+$, denote $[n] \coloneqq \{1, 2, \ldots, n\}$. The superscript $^\intercal$ denotes the transpose for matrices or vectors. Given a vector $\boldsymbol{x} = (x_1, \ldots, x_d)^\intercal \in \mathbb{R}^d$, the vector l_q-norm is written as $|\boldsymbol{x}|_q \coloneqq \left(\sum_{j=1}^d |x_j|^q\right)^{1/q}$ for $1 \leq q < \infty$ and the vector l_∞-norm is written as $|\boldsymbol{x}|_\infty \coloneqq \max_{j\in[d]}|x_j|$. Further, we define $\|\boldsymbol{x}\|_q = \left(\sum_{j=1}^d \mathbb{E}|x_j|^q\right)^{1/q}$ for $1 \leq q < \infty$. Given a matrix $\mathbf{A} = \left(A_{kl}\right)_{k\in[d_1];l\in[d_2]} \in \mathbb{R}^{d_1\times d_2}$, if $d_1 = d_2 = d$, $\mathrm{tr}(\mathbf{A})$ and $\det(\mathbf{A})$ denote the trace and the determinant of $\mathbf{A}$, respectively. If $\mathbf{A}$ is a symmetric matrix, $\lambda_{\max}(\mathbf{A})$ and $\lambda_{\min}(\mathbf{A})$ denote the largest and smallest eigenvalues of $\mathbf{A}$, respectively. The spectral-norm, the Frobenius-norm, the 1-norm, the ∞-norm and the max-norm of $\mathbf{A}$ are respectively denoted as $\|\mathbf{A}\| \coloneqq \sqrt{\lambda_{\max}(\mathbf{A}^\intercal\mathbf{A})}$, $\|\mathbf{A}\|_{\mathrm{F}} \coloneqq \sqrt{\mathrm{tr}(\mathbf{A}^\intercal\mathbf{A})}$, $\|\mathbf{A}\|_1 \coloneqq \max_l \sum_{k=1}^d |A_{kl}|$, $\|\mathbf{A}\|_\infty \coloneqq \max_k \sum_{l=1}^d |A_{kl}|$ and $\|\mathbf{A}\|_{\max} \coloneqq \max_{k,l} |A_{kl}|$. For a sequence of matrices $\{\mathbf{A}_i\}_{i\in S}$ with $S \subseteq \mathbb{Z}$, we write $A_{i,(kl)}$ as the (k,l)-th entry of $\mathbf{A}_i$. $\mathbf{I}_d$ denotes the d-dimensional identity matrix. For an $\mathbb{R}$-valued random variable X, $\mathrm{kurt}(X) \coloneqq \mathbb{E}(X-\mu)^4/\sigma^4$ denotes the kurtosis of X, where $\mu \coloneqq \mathbb{E}X$ and $\sigma^2 \coloneqq \mathrm{var}(X)$. For $q > 0$, we write the L_q-norm of X as $\|X\|_q \coloneqq \left(\mathbb{E}|X|^q\right)^{1/q}$. For $a \in \mathbb{R}$, let $\lfloor a \rfloor \coloneqq \max\{z \in \mathbb{Z}, z \leq a\}$. For $a, b \in \mathbb{R}$, we denote the sign of a by $\mathrm{sign}(a)$, and denote $a \wedge b \coloneqq \min(a, b)$ and $a \vee b \coloneqq \max(a, b)$. For two positive values a and b, we write $a \asymp b$ (resp. $a \lesssim b$) if there exist absolute constants $C_2 \geq C_1 > 0$ such that $C_1 \leq a/b \leq C_2$ (resp. $a/b \leq C_1$). Absolute constants are denoted as $C, C_1, C_2, \cdots > 0$, which may be different in each place.

2 Preliminaries

In this section, we review some key concepts to characterize high-dimensional time series, which lay the groundwork for the non-asymptotic analysis of MoM estimator.

2.1 High-Dimensional Stationary Time Series

This paper focuses on high-dimensional stationary time series, specifically vector time series that consist of multiple univariate time series. Following the notation of Zhang and Wu (2017), a stationary $\mathbb{R}^d$-valued time series $\{\mathbf{X}_i\}_{i\in\mathbb{Z}}$ is defined as

$$\mathbf{X}_i = (X_{i,1}, X_{i,2}, \ldots, X_{i,d})^\intercal = G(\mathcal{F}_i), \tag{2.1}$$

where $G(\cdot) = (g_1(\cdot), g_2(\cdot), \ldots, g_d(\cdot))^\intercal$ is an $\mathbb{R}^d$-valued measurable function, and $\mathcal{F}_i = (\ldots, \epsilon_{i-1}, \epsilon_i)$ is a filtration with $\{\epsilon_i\}_{i\in\mathbb{Z}}$ being a sequence of i.i.d. random elements. Here, $G(\cdot)$ is independent of the time index i, ensuring that $\{\mathbf{X}_i\}_{i\in\mathbb{Z}}$ is stationary. This representation can be extended

to locally stationary or non-stationary processes by allowing G to depend on i (Dahlhaus et al., 2019; Zhou and Wu, 2009).

The representation in (2.1) encompasses a wide class of stationary processes (Wu, 2005, 2011) and is frequently used to develop statistical tools under dependence. For instance, Wu (2005) introduced the functional dependence measure to quantify nonlinear dependence in terms of moments for stationary processes. Compared to other dependence measures, such as strong mixing coefficients (Dedecker et al., 2007; Bradley, 2007), the causal representation in (2.1) has several advantages. For example, it simplifies the verification of dependence conditions for complex nonlinear processes. Given a process in the form of (2.1), one can easily construct a martingale approximation (Wu, 2007) or an m-dependence approximation (István et al., 2009; Liu et al., 2013) using coupling techniques (István et al., 2009). Errors in these approximations can then be quantified using established theories for martingale difference sequences or i.i.d. sequences.

2.2 Functional Dependence Measure

In this subsection, we outline conditions for quantifying temporal dependence in a stationary process $\{\mathbf{X}_i\}_{i\in\mathbb{Z}}$ of the form (2.1). Let $\mathbf{X}'_i := G(\mathcal{F}'_i)$ represent a coupled version of $\mathbf{X}_i$, where $\mathcal{F}'_i = (\ldots, \epsilon_{-1}, \epsilon'_0, \epsilon_1, \ldots, \epsilon_i)$ is derived by replacing ϵ_0 with an independent copy ϵ'_0. Here, $\{\epsilon'_j\}_{j\in\mathbb{Z}}$ is a sequence of i.i.d. random variables, independent of $\{\epsilon_i\}_{i\in\mathbb{Z}}$. This construction quantifies the effect of perturbing ϵ_0.

For some $q > 0$, assume the moment condition $\max_{j\in[d]} \|X_{i,j}\|_q < \infty$. The coordinate-wise functional dependence measure of order q is defined for $i \in \mathbb{Z}$ and $j \in [d]$ as:

$$\delta_{i,q,j} := \|X_{i,j} - X'_{i,j}\|_q = \|g_j(\mathcal{F}_i) - g_j(\mathcal{F}'_i)\|_q,$$

which captures the expected perturbation resulting from replacing ϵ_0. For time series with short-range dependence, $\delta_{i,q,j}$ decays quickly to 0 as the time lag i increases. wo commonly considered decay rates are (i) polynomial decay and (ii) exponential decay.

Following Wu and Wu (2016), we define the coordinate-wise Dependence Adjusted Norm (DAN) of order q as:

$$\|X_{\cdot,j}\|_{q,\nu} := \sup_{m\geq 0} (m+1)^{\nu} \Delta_{m,q,j}, \text{ for some } \nu \geq 0, \tag{2.2}$$

where $\Delta_{m,q,j} := \sum_{i=m}^{\infty} \delta_{i,q,j}$ represents the cumulative dependence measure. If $\|X_{\cdot,j}\|_{q,\nu} < \infty$, the time series $\{X_{i,j}\}_{i\in\mathbb{Z}}$ exhibits polynomial decay, and we say the series is DAN(q).

In Wu and Wu (2016), the dependence adjusted sub-Gaussian and sub-Exponential norms are defined as:

$$\|X_{\cdot,j}\|_{\psi_\alpha,\nu} := \sup_{q\geq 2} q^{-1/\alpha} \|X_{\cdot,j}\|_{q,\nu}, \quad \text{for } \alpha = 2 \text{ (sub-Gaussian) or } \alpha = 1 \text{ (sub-Exponential)}.$$

These norms require that $\|X_{\cdot,j}\|_{q,\nu}$ grows slower than $Cq^{-1/\alpha}$, implying the existence of finite exponential moments in the marginal distributions. However, in this paper, we do not impose such strong conditions.

Next, we define the coordinate-wise Geometric Moment Contraction (GMC) of order q as:

$$\|X_{\cdot,j}\|_q := \sup_{m\geq 0} \rho^{-m}\Delta_{m,q,j}, \quad \text{for some } \rho \in (0,1). \tag{2.3}$$

If $\|X_{\cdot,j}\|_q < \infty$, the series $\{X_{i,j}\}_{i\in\mathbb{Z}}$ exhibits exponential decay and is said to be GMC(q).

To address the high-dimensionality of $\{\mathbf{X}_i\}_{i\in\mathbb{Z}}$, we aggregate the coordinate-wise quantities in (2.2) and (2.3) using the l_∞-norm:

$$\|X_\cdot\|_{q,\nu} := \max_{j\in[d]} \|X_{\cdot,j}\|_{q,\nu}, \quad \|X_\cdot\|_q := \max_{j\in[d]} \|X_{\cdot,j}\|_q.$$

The DAN and GMC norms allow us to impose temporal dependence conditions based on the decay rate of $\delta_{i,q,j}$. The following lemma summarizes their relationships.

Lemma 2.1. *Denote "$\Longleftrightarrow$" as equivalence and "$\Longrightarrow$" as implication. For some $\rho \in (0,1)$ and $\nu \geq 0$, for all $i \geq 1$ and $j \in [d]$, we have:*

$$\|X_{\cdot,j}\|_q < \infty \Longleftrightarrow \delta_{i,q,j} = \mathcal{O}(\rho^i) \Longrightarrow \delta_{i,q,j} = o(i^{-\nu-1}) \Longrightarrow \sum_{i=1}^{\infty} i^\nu \delta_{i,q,j} < \infty \Longrightarrow \|X_{\cdot,j}\|_{q,\nu} < \infty.$$

The next lemma demonstrates the "downward-compatibility" property of DAN and GMC norms. That is, GMC(q_1) (or DAN(q_1)) implies GMC(q_2) (or DAN(q_2)) for any $q_2 \in (0, q_1)$.

Lemma 2.2. *Let $q_1 > 0$ and $q_2 \in (0, q_1)$.*

(a) If $\{X_{i,j}\}_{i\in\mathbb{Z}}$ is DAN(q_1) for some $\nu \geq 0$, then it is also DAN(q_2) for the same ν.

(b) If $\{X_{i,j}\}_{i\in\mathbb{Z}}$ is GMC(q_1) for some $\rho \in (0,1)$, then it is also GMC(q_2) for the same ρ.

The GMC norm also possesses an "equivalence" property, as shown in Lemma 2 of Wu and Min (2005). Specifically, for $\{X_{i,j}\}_{i\in\mathbb{Z}}$ with $\|X_{i,j}\|_q < \infty$, if GMC(q_1) holds for some $q_1 \in (0, q)$, then GMC(q_2) holds for all $q_2 \in (0, q)$. However, this property does not hold for the DAN norm.

3 Median-of-Means Estimation for High-dimensional Time Series

In this section, we develop a non-asymptotic framework for analyzing the MoM estimators in the context of high-dimensional time series. We begin by investigating tail-robust mean estimation in Section 3.1, followed by an exploration of tail-robust autocovariance matrix estimation in Section 3.2.

3.1 Tail-robust Mean Estimation

Consider a univariate i.i.d. sample $\{X_i\}_{i=1}^n \subset \mathbb{R}$ of sub-Gaussian random variables with $\mathbb{E}(X_1) = \mu$ and $\text{var}(X_1) = \sigma^2$. As established by Devroye et al. (2016), the sample mean $\bar{X} = n^{-1}\sum_{i=1}^n X_i$

satisfies with probability at least $1-\tau$ that

$$|\bar{X}-\mu| \leq \sqrt{\frac{2\sigma^2 \log(2/\tau)}{n}}. \tag{3.1}$$

In the multivariate case, let $\{X_i\}_{i=1}^n \subset \mathbb{R}^d$ be i.i.d. sub-Gaussian random vectors with mean vector $\boldsymbol{\mu} \in \mathbb{R}^d$. Without any additional assumptions on $\boldsymbol{\mu}$, using a union bound, the optimal error bound for the sample mean is of the order

$$\|\bar{X}-\boldsymbol{\mu}\|_2 \lesssim \sqrt{\frac{\log(d/\tau)}{n}}. \tag{3.2}$$

In contrast, when X_i is only assumed to have two finite moments, the achievable error rates of the sample mean are of

$$\sqrt{\frac{1}{n\tau}} \quad \text{and} \quad \sqrt{\frac{d}{n\tau}},$$

in 1-dimensional and d-dimensional settings, respectively (see e.g. Catoni, 2012).

Tail-robust estimators achieve the optimal error rates in (3.1) and (3.2), even when the underlying distributions have heavy tails. Although existing theoretical results primarily focus on i.i.d. settings, we demonstrate that the MoM estimator retains its tail-robust properties in the presence of temporal dependence with polynomial decay rates. To the best of our knowledge, these theoretical results are novel. For comparison, previous studies such as Ke et al. (2019); Sun et al. (2020); Zhang (2021); Xu et al. (2023) have shown that Huber-type M-estimators are tail-robust under independence or stronger temporal dependence with exponential decay rates. In the remainder of this section, we introduce the MoM estimator and present its tail-robust properties under temporal dependence.

Let $\{X_i\}_{i=1}^n$ be a d-dimensional stationary time series, where $X_i = (X_{i,1}, \ldots, X_{i,d})^\intercal \in \mathbb{R}^d$, with mean vector $\boldsymbol{\mu} = (\mu_1, \ldots, \mu_d)^\intercal$. For each coordinate $j \in [d]$, the MoM estimator of μ_j is constructed as follows:

1. **Blocking:** Divide the sequence $\{X_{i,j}\}_{i=1}^n$ into k consecutive blocks of equal size $m = \lfloor n/k \rfloor$, discarding any remaining observations outside these blocks.

2. **Block Means:** For each block $s \in [k]$, compute the block mean:

$$\bar{X}_j^s := \frac{1}{m}\sum_{i=1}^m X_{(s-1)m+i,j}.$$

3. **Median-of-Means:** Compute the MoM estimator $\bar{X}_j^{med}$, which is the median of the block means $\{\bar{X}_j^s\}_{s=1}^k$.

It is known that, under the i.i.d. settings, the MoM estimator $\bar{X}_j^{med}$ is tail-robust, achieving sharp error bounds requiring only that $||X_{i,j}||_2 < \infty$ (see e.g., Lugosi and Mendelson, 2019). Intuitively, computing block means reduces variance and symmetrizes the distribution, diminishing the difference between the median and the expectation of the block means. The blocking technique also reduces dependence between blocks. Consequently, the sample median of block

means concentrates faster around the population median. However, non-asymptotic results for $\bar{X}_j^{med}$ under functional dependence have not been established prior to our work.

The following two theorems provide error bounds on

$$\hat{\boldsymbol{\mu}} := (\bar{X}_1^{\text{med}}, \ldots, \bar{X}_d^{\text{med}})^\intercal,$$

under two different conditions. These bounds are analogous to those in the i.i.d. settings (Lerasle and Oliveira, 2011). The dependence condition considered in this part is relatively weak, which requires the functional dependence measure decays only polynomially.

Theorem 3.1 considers the low-dimension setting when $n \geq d$. This theorem delivers nearly optimal deviation bound, but requires only finite second moments and polynomial decay of the functional dependence measure in terms of the second moments. We show in Theorem 3.2 that the restriction on dimensionality can be relaxed by imposing slightly stronger conditions on moments, temporal dependence, and the marginal density.

Before stating the theorems, we need to define a quantity representing the block variance:

$$\sigma^2_{\text{block},j} := \sup_{S \subseteq [n]} \frac{1}{\text{card}(S)} \mathbb{E}\big[\sum_{i \in S}(X_{i,j} - \mu_j)\big]^2,$$

which can be shown to be bounded using the maximal moment inequality under temporal dependence, i.e. Theorem 1 in Wu (2007). We also define $\sigma^2_{\text{block}} := \max_{j \in [d]} \sigma^2_{\text{block},j}$. Recall that $\|X_{\cdot,j}\|_{2,\nu}$ is the DAN(2) of $\{X_{i,j}\}_{i \in \mathbb{Z}}$, and $\|X_{\cdot}\|_{2,\nu} = \max_{j \in [d]} \|X_{\cdot,j}\|_{2,\nu}$ is the uniform version of $\|X_{\cdot,j}\|_{2,\nu}$. Next, we introduce two assumptions for moments and coordinate-wise dependence measures, respectively.

Assumption 1 (Marginal moments). *(a)* $\omega_2^2 := \max_{j \in [d]} \omega_{2,j}^2 < \infty$.

(b) $\omega_3^3 := \max_{j \in [d]} \omega_{3,j}^3 < \infty$.

Assumption 2 (Temporal dependence). *(a) There exists some $\nu > 1$ such that $\delta_{i,2} = o(i^{-(\nu+1)})$, for all $i \geq 1$.*

(b) There exists some $\nu > 2$ such that $\delta_{i,3} = o(i^{-(\nu+1)})$, for all $i \geq 1$.

Theorem 3.1 (Low-dimension regime: $n \geq d$). *Suppose Assumptions 1(a) and 2(a) hold and $n \geq d$, choosing the number of blocks $k \asymp \log(n)$, we have with probability at least $1 - cn^{-3}$*

$$|\hat{\boldsymbol{\mu}} - \boldsymbol{\mu}|_\infty \leq C\sqrt{\frac{\{\log(n)\}^3}{n}},$$

where $c, C > 0$ are absolute constants.

Next, we provide the second non-asymptotic result for the median-of-means estimator. This result is stronger than the one given in Theorem 3.1, thus, it requires stronger Assumptions 1(b), 2(b). In addition, we define a uniform DAN(2), which measures the dependence of the transformed block means $\{\mathbb{1}_{\bar{X}_j^s \leq x}\}_{s \in [k]}$, as

$$\|\mathbb{1}_{\bar{X}^{\text{block}}}\|_{2,\nu} := \max_{j \in [d]} \sup_{x \in \mathbb{R}} \sup_{m \geq 0} (m+1)^\nu \sum_{s=m}^{\infty} \|\mathbb{1}_{\{\bar{X}_j^s \leq x\}} - \mathbb{1}_{\{\bar{X}_j^{s'} \leq x\}}\|_2,$$

for some $\nu > 0$. To ensure $\|\mathbb{1}_{\bar{X}^{\text{block}}}\|_{2,\nu} < \infty$, the following smoothness assumption on the distribution of $X_{i,j}$ is needed. Lemma B.1 in the supplementary material formalizes this statement.

Assumption 3. *For all $j \in [d]$, the marginal distribution of $X_{i,j}$ is absolutely continuous and has a bounded density function, i.e. $\sup_{x\in\mathbb{R}} f_X(x) := \max_{j\in[d]} \sup_{x\in\mathbb{R}} f_{X_{i,j}}(x) < \infty$, where $f_{X_{i,j}}(x)$ be the marginal density of $X_{i,j}$.*

Theorem 3.2 (High-dimension regime: $\exp(n) \geq d$)**.** *Let $\nu' = 3(\nu+1)/8 - 1$. Then, under Assumptions 1(b), 2(b) and 3, we have $\|\mathbb{1}_{\bar{X}^{block}}\|_{2,\nu'} < \infty$. Further choosing the number of blocks k such that*

$$\log(n \vee d) \lesssim k \lesssim \sqrt{n \log(n \vee d)},$$

we have with probability at least $1 - c(n \vee d)^{-3}$

$$|\hat{\boldsymbol{\mu}} - \boldsymbol{\mu}|_\infty \leq C \|\mathbb{1}_{\bar{X}^{block}}\|_{2,\nu'} \sqrt{\frac{\log(n \vee d)}{n}},$$

where $c, C > 0$ are absolute constants.

3.2 Tail-robust Autocovariance Matrix Estimation

In this subsection, we focus on the tail-robust MoM estimation for the autocovariance matrix, a key component in analyzing high-dimensional time series. This estimation has wide applications in fields such as finance, epidemiology, and genomics.

Let $\{\mathbf{X}_i\}_{i\in\mathbb{Z}}$ be an $\mathbb{R}^d$-valued stationary time series with mean $\boldsymbol{\mu} = (\mu_1, \mu_2, ..., \mu_d)^\intercal$ and lag-l autocovariance matrix $\boldsymbol{\Sigma}_l := (\gamma_{l,(jk)})_{1\leq j,k\leq d}$, where

$$\gamma_{l,(jk)} := \mathbb{E}[(X_{i,j} - \mu_j)(X_{i+l,k} - \mu_k)] = \mathbb{E}[X_{i-l,j} X_{i,k}] - \mu_j \mu_k. \tag{3.3}$$

Let $L \in \mathbb{N}^+$ be the maximum lag of the autocovariance matrices. Since $\boldsymbol{\Sigma}_l = \boldsymbol{\Sigma}_{-l}^\intercal$, we only consider $\boldsymbol{\Sigma}_l$ with $0 \leq l \leq L$. According to (3.3), estimating $\mathbb{E}[X_{i-l,j} X_{i,k}]$ and $\mu_j \mu_k$ can be treated separately with the same element-wise median-of-means estimator. Denote the lag-l outer product as

$$\mathbf{H}_{i,l} = \mathbf{X}_{i-l} \mathbf{X}_i^\intercal, i \in \mathbb{Z},$$

and the lag-l cross product for $(j,k)-$th coordinate is denoted as $H_{i,l,(jk)} = X_{i-l,j} X_{i,k}$. The element-wise MoM estimator for lag-l autocovariance matrix is denoted by

$$\hat{\boldsymbol{\Sigma}}_l = (\hat{\gamma}_{l,(jk)})_{j,k\in[d]}.$$

Its entries are computed according to the following steps for each $j, k \in [d]$ as

1. Compute the MoM of $\{X_{i,j}\}_{i=1}^n$, denoted by $\bar{X}_j^{med}$;
2. Compute the MoM of the lag-l cross products $\{H_{i,l,(jk)}\}_{i=l+1}^n$, denoted by $\bar{H}_{l,(jk)}^{med}$;
3. Compute $\hat{\gamma}_{l,(jk)} := \bar{H}_{l,(jk)}^{med} - \bar{X}_j^{med} \bar{X}_k^{med}$.

The non-asymptotic properties for $\hat{\boldsymbol{\Sigma}}_l$ are provided in the following theorem under mild assumptions.

Assumption 4. $\omega_6 := \max_{j\in[d]} \|X_{i,j}\|_6 < \infty$.

Assumption 5. $\delta_{i,6} := \max_{j\in[d]} \delta_{i,6,j} = o(i^{-(\nu+1)})$, *for all* $i \geq 1$ *and for some* $\nu > 2$.

Assumptions 4 and 5 respectively impose conditions on moment and dependence measure with $q = 6$. Moreover, we define the DAN(2) of the transformed block means $\{\mathbb{1}_{\{\bar{H}^s_{l,(jk)}<x\}}\}_{s\in\mathbb{Z}}$ as

$$\|\mathbb{1}_{\bar{H}^{\text{block}}_l}\|_{2,\nu} := \max_{j,k\in[d]} \sup_{x\in\mathbb{R}} \sup_{m\geq 0} (m+1)^\nu \sum_{s=m}^{\infty} \|\mathbb{1}_{\{\bar{H}^s_{l,(jk)}\leq x\}} - \mathbb{1}_{\{\bar{H}^{s'}_{l,(jk)}\leq x\}}\|_2,$$

which can be shown to be finite and free of the block size m under Assumptions 3 and 5.

Theorem 3.3 (High-dimension regime: $\exp(n) \geq d$)**.** *Let* $\nu' = 3(\nu+1)/8 - 1$. *Then, under Assumptions 3, 4 and 5, we have that* $\|\mathbb{1}_{\bar{H}^{block}_l}\|_{2,\nu'} < \infty$. *Further choosing the number of blocks* k *such that*

$$\log((n-l)\vee d) \lesssim k \lesssim \sqrt{(n-l)\log((n-l)\vee d)},$$

we have with probability at least $1 - c((n-l)\vee d)^{-3}$

$$\|\hat{\mathbf{\Sigma}}_l - \mathbf{\Sigma}_l\|_{\max} \leq C(l+1)^\nu \|\mathbb{1}_{\bar{H}^{block}_l}\|_{2,\nu'} \sqrt{\frac{\log((n-l)\vee d)}{n-l}},$$

where $c, C > 0$ *are absolute constants.*

In the high-dimension regime, the error $\|\hat{\mathbf{\Sigma}}_l - \mathbf{\Sigma}_l\|_{\max}$ in Theorem 3.3 is of order $\sqrt{\log d/n}$, which is optimal in the minimax sense. In terms of consistency, the dimension d is allowed to grow exponentially with n as long as $(\log d)/n \to 0$.

4 Simulation study

In this section, we present three simulated examples to assess the empirical performance of the MoM estimator. In Section 4.1, we apply the MoM estimator to estimate the mean of a stationary time series contaminated by heavy-tailed noise. In Section 4.2, we extend the MoM estimator to estimate the mean vector of high-dimensional time series with heavy-tailed errors. Finally, in Section 4.3, we evaluate the MoM estimator's performance in estimating the autocovariance matrices of high-dimensional time series.

4.1 Example 1: mean estimation for contaminated time series

Data contamination, arising from errors and biases during data collection, processing, or analysis, can significantly affect statistical analyses and decision-making. Common sources of contamination include human errors, instrument malfunctions, and non-representative sampling. For example, Blanpied et al. (2017) highlighted substantial data contamination in clinical trials due to instrument errors, while Kruskal and Mosteller (1979) discussed the effects of non-representative sampling. In this study, we use a simulated example to evaluate the robustness of the MoM estimator against data contamination and compare its performance with the sample mean estimator.

Consider the following autoregressive model:

$$X_i = \rho X_{i-1} + \epsilon_i, \quad \text{for } i = 1, \ldots, n,$$

where $\rho = 0.5$, and ϵ_i is a white noise process with zero mean and constant variance of 1. We contaminate this data-generating process by randomly replacing ϵ_i in some observations with heavy-tailed noise. Specifically, we set the sample sizes to $n = 50$ and $n = 100$, and apply contamination probabilities of 10%, 25%, and 40%.

We consider three types of heavy-tailed distributions to generate the contaminated noise:

1. (Log-Normal). The contaminated noise follows a Log-Normal distribution with mean 1 and standard deviation 2.

2. (Pareto). The contaminated noise follows a Pareto distribution with shape parameter 3 and scale parameter 4.

3. (Weibull). The contaminated noise follows a Weibull distribution with shape parameter 0.3 and scale parameter 4.

All noises drawn from these distributions are centralized by subtracting their respective population means.

In each of the scenarios above, we simulate 200 replications to investigate the empirical distributions of the MoM estimator and the sample mean estimator. Figures 1 and 2 display boxplots of the two estimators across three heavy-tailed distributions for $n = 50$ and $n = 100$, respectively. The results are categorized by three levels of data contamination: 10%, 25%, and 40%. In all heavy-tailed cases, the MoM estimator exhibits consistent behavior across contamination levels, maintaining robustness even at higher contamination levels. In contrast, the sample mean estimator shows considerably more variability, particularly at the 25% and 40% contamination levels, with a greater number of outliers and a larger interquartile range, especially in the Log-Normal and Weibull scenarios. These results highlight the robustness of the MoM estimator in handling data contamination, where it remains stable and accurate, while the sample mean estimator becomes increasingly affected by outliers and heavy-tailed noise.

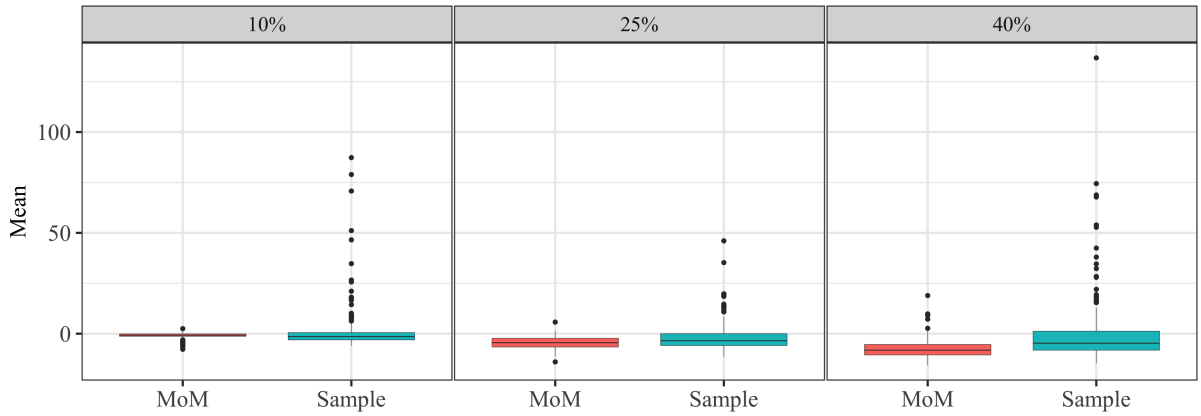
4.2 Example 2: mean vector estimation for high-dimensional time series

The MoM estimator is also effective in high-dimensional settings. In this example, we validate the non-asymptotic properties of the MoM estimator for estimating the mean vector of high-dimensional time series and compare its performance to the classical sample mean and two state-of-the-art tail-robust estimators: the element-wise truncated estimator and the element-wise adaptive Huber estimator (Sun et al., 2020; Ke et al., 2019).

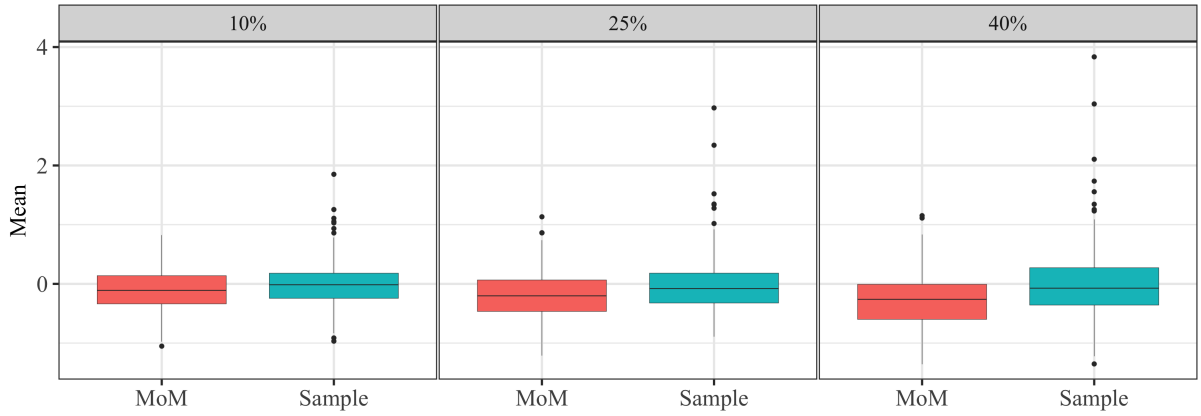
Consider generating an $\mathbb{R}^d$-valued time series from a vector autoregressive model defined as:

$$\mathbf{X}_i = \rho \mathbf{X}_{i-1} + \boldsymbol{\epsilon}_i,$$

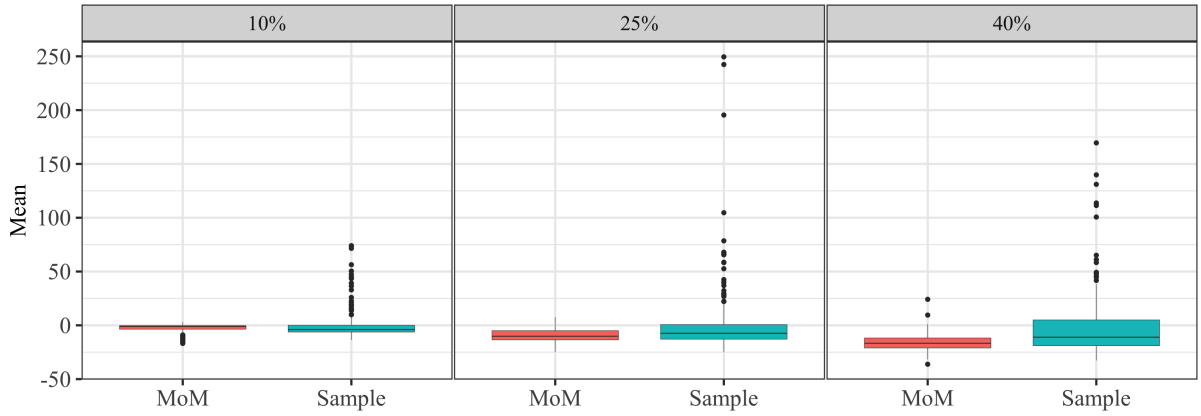
where the scalar parameter $\rho = 0.5$. The error term $\boldsymbol{\epsilon}_i = (\epsilon_{i,1}, \ \ldots, \ \epsilon_{i,d})^\intercal$ is an i.i.d. sequence with $\mathbb{E}[\boldsymbol{\epsilon}_i] = 0$, and $\mathrm{var}(\boldsymbol{\epsilon}_i) = \mathbf{I}_d$, and $\mathbf{I}_d$ is the d by d identity matrix.



(a) Log-Normal Distribution

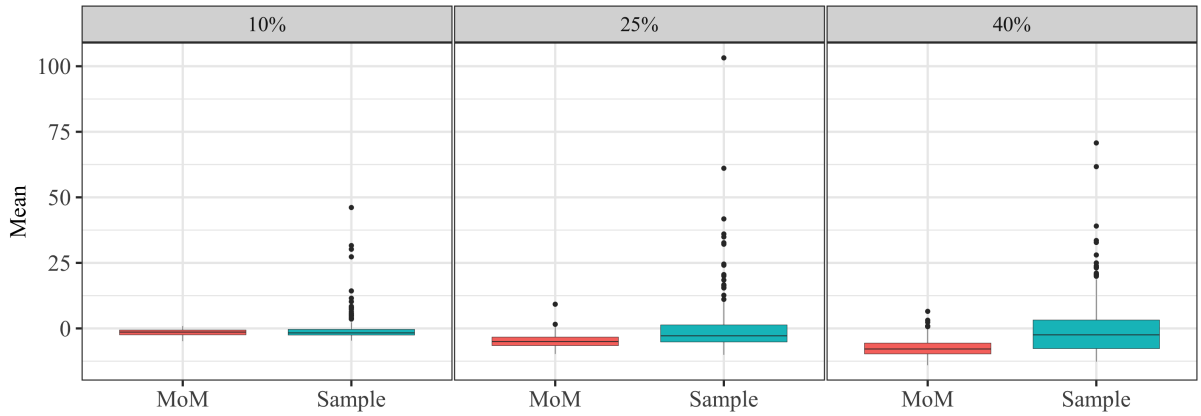


(b) Pareto Distribution

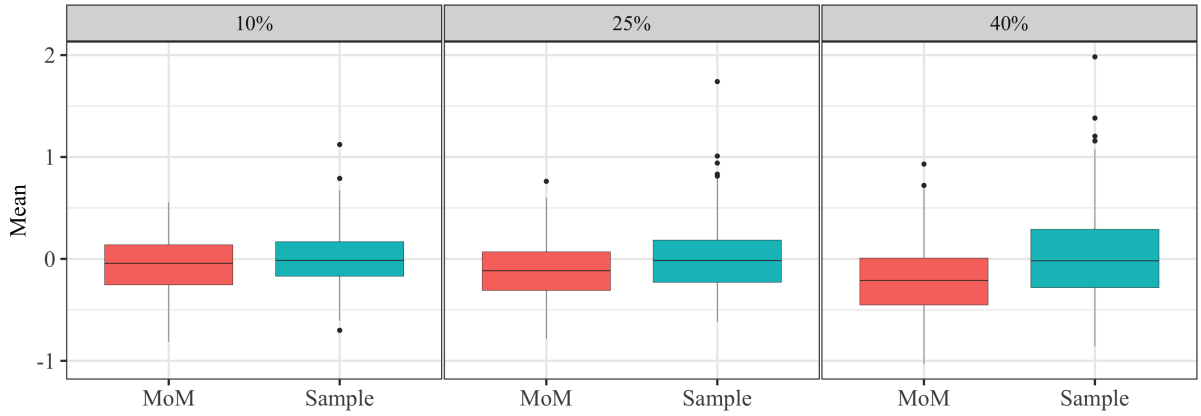


(c) Weibull Distribution

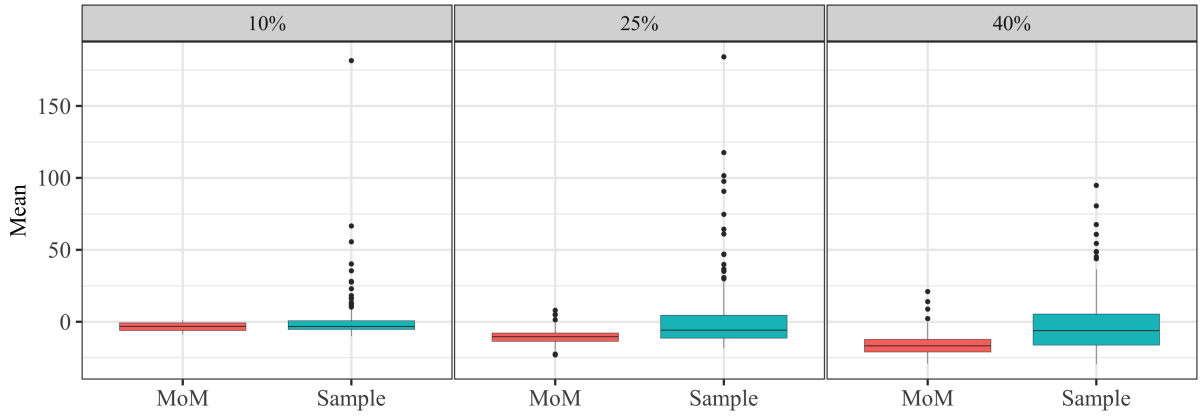
Figure 1: Example 1: boxplots for mean estimation errors over 200 replications ($n = 50$).



(a) Log-Normal Distribution



(b) Pareto Distribution



(c) Weibull Distribution

Figure 2: Example 1: boxplots for mean estimation errors over 200 replications ($n = 100$).

We consider the following four distributions of $\epsilon_{i,j}$:

1. (Normal). $\epsilon_{i,j}$ follows a standard Normal distribution.

2. (Pareto). $\epsilon_{i,j}$ follows a standardized Pareto distribution, i.e., $\epsilon_{i,j} = (12)^{-1/2}(Y_{i,j} - 6)$ where $Y_{i,j}$'s are i.i.d. from a Pareto distribution with a shape parameter 3 and a scale parameter 4.

3. (Log-Normal). $\epsilon_{i,j}$ follows a standardized Log-normal distribution, i.e., $\epsilon_{i,j} = (e^8 - e^4)^{-1/2}[exp(Y_{i,j}) - exp(2)]$ where $Y_{i,j}$'s are i.i.d. from a Normal distribution $N(0, 2)$.

4. (Student's t). $\epsilon_{i,j}$ follows a standardized Student's t_3 distribution, i.e., $\epsilon_{i,j} = 3^{-1/2}Y_{i,j}$ where $Y_{i,j}$'s are i.i.d. from a t_3 distribution.

For each combination of error distributions, we choose (n, d) to be (50, 50), (50, 100), (50, 150), (100, 50), (100, 100), and (100, 150). We simulate 200 replications for each scenario. The sample mean vector estimator serves as the baseline for evaluating the performance of the MoM estimator and the other two tail-robust estimators. Specifically, we define the Relative Mean Error (RME) of the mean vector for the vector l_∞-norm as follows:

$$\text{RME} = \frac{\sum_{i=1}^{200} |\hat{\boldsymbol{\mu}}_{(i)} - \boldsymbol{\mu}|_\infty}{\sum_{i=1}^{200} |\tilde{\boldsymbol{\mu}}_{(i)} - \boldsymbol{\mu}|_\infty},$$

where $\hat{\boldsymbol{\mu}}_{(i)}$ is the mean vector estimator under consideration in the i-th replication, and $\tilde{\boldsymbol{\mu}}_{(i)}$ is the corresponding sample mean estimator. When RME < 1, the evaluated mean vector estimator outperforms the sample mean estimator.

Figure 3 shows the RMEs for the three competing estimators. In all cases, except for the Normal distribution, the MoM estimator and the other tail-robust estimators consistently outperform the sample mean across heavy-tailed distributions, particularly in the Pareto and Log-Normal scenarios. The MoM estimator performs comparably to the other two tail-robust estimators, confirming its effectiveness in high-dimensional settings with heavy-tailed noise.

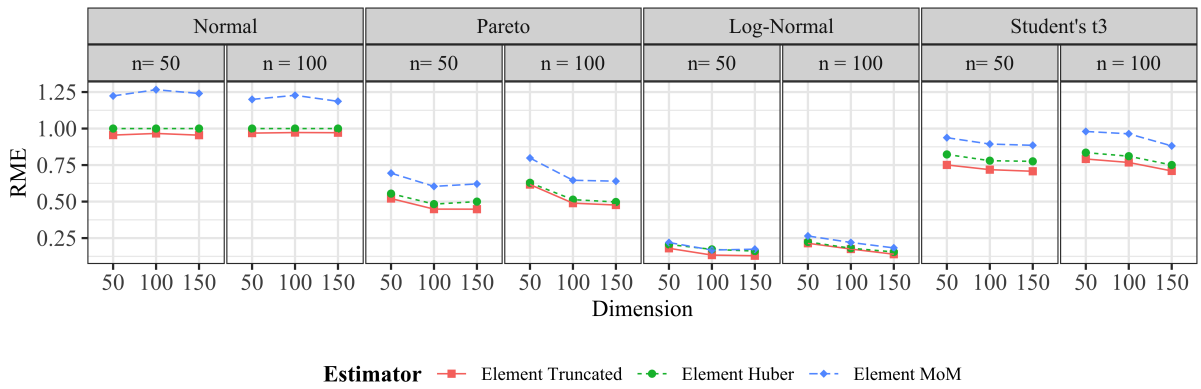


Figure 3: Example 2: RMEs of the three tail-robust mean vector estimators.

4.3 Example 3: autocovariance matrix estimation for high-dimensional time series

In this example, we validate the non-asymptotic properties of the MoM estimator for estimating the autocovariance matrices of high-dimensional time series. We compare the performance of the MoM autocovariance estimator to the classical sample autocovariance estimator, as well as two state-of-the-art tail-robust estimators: the element-wise truncated autocovariance estimator and the element-wise adaptive Huber autocovariance estimator (Xu et al., 2023).

Consider generating an $\mathbb{R}^d$-valued time series from a vector autoregressive model defined as:

$$\mathbf{X}_i = \rho \mathbf{X}_{i-1} + \mathbf{Z}_i,$$

where the scalar parameter $\rho = 0.5$. The sequence $\{\mathbf{Z}_i\}_{i\in\mathbb{Z}}$ is i.i.d., with $\mathbb{E}[\mathbf{Z}_i] = 0$ and $\mathrm{var}(\mathbf{Z}_i) = \mathbf{\Sigma} \in \mathbb{R}^{d\times d}$, where $\mathbf{\Sigma}$ is a deterministic matrix. Equivalently, we write $\mathbf{Z}_i = \mathbf{\Sigma}^{1/2}\boldsymbol{\epsilon}_i$, where $\boldsymbol{\epsilon}_i = (\epsilon_{i,1}, \ \ldots, \ \epsilon_{i,d})^\intercal$ are i.i.d. random vectors with $\mathbb{E}[\boldsymbol{\epsilon}_i] = 0$ and $\mathrm{var}(\boldsymbol{\epsilon}_i) = \mathbf{I}_d$. Since $\mathbf{\Sigma}$ is symmetric, the population lag-l autocovariance matrix can be expressed as:

$$\mathbf{\Sigma}_l = (1-\rho^2)^{-1}\rho^{|l|}\mathbf{\Sigma}.$$

We consider the following four distributions of $\epsilon_{i,j}$:

1. (Normal). $\epsilon_{i,j}$ follows a standard Normal distribution.
2. (Pareto). $\epsilon_{i,j}$ follows a standardized Pareto distribution, i.e., $\epsilon_{i,j} = (3/4)^{-1/2}(Y_{i,j} - 3/2)$ where $Y_{i,j}$'s are i.i.d. from a Pareto distribution with a shape parameter 3 and a scale parameter 1.
3. (Log-Normal). $\epsilon_{i,j}$ follows a standardized Log-normal distribution, i.e., $\epsilon_{i,j} = (e^2 - e)^{-1/2}[exp(Y_{i,j}) - exp(1/2)]$ where $Y_{i,j}$'s are i.i.d. from a standard Normal distribution.
4. (Student's t). $\epsilon_{i,j}$ follows a standardized Student's t_3 distribution, i.e., $\epsilon_{i,j} = 3^{-1/2}Y_{i,j}$ where $Y_{i,j}$'s are i.i.d. from a t_3 distribution.

Moreover, we consider the following three different structures for $\mathbf{\Sigma}$.

(a) Diagonal structure. $\mathbf{\Sigma} = \mathbf{I}_d$.

(b) Equal correlation structure. $\Sigma_{(ij)}$, the (i,j)-th element of $\mathbf{\Sigma}$, equals 1 if $i = j$ and equals 0.5 if $i \neq j$.

(c) Power decay structure. $\Sigma_{(ij)} = 0.5^{|i-j|}$.

For each combination of error distribution and $\mathbf{\Sigma}$ structure, we choose (n, d) to be (50, 50), (50, 100), (50, 150), (100, 50), (100, 100), and (100, 150). We simulate 200 replications for each scenario. The sample autocovariance matrix estimator serves as the baseline for evaluating the performance of the MoM autocovariance estimator and the other two tail-robust autocovariance matrix estimators. Specifically, we define the Relative Estimation Error (REE) of the lag-l

autocovariance matrix for the max, spectral, or Frobenius norm as follows:

$$\mathrm{REE}_l = \frac{\sum_{i=1}^{200} ||\hat{\mathbf{\Sigma}}_{l,(i)} - \mathbf{\Sigma}_l||_{\mathrm{norm}}}{\sum_{i=1}^{200} ||\tilde{\mathbf{\Sigma}}_{l,(i)} - \mathbf{\Sigma}_l||_{\mathrm{norm}}},$$

where $\hat{\mathbf{\Sigma}}_{l,(i)}$ is the lag-l autocovariance matrix estimator under consideration in the i-th replication, and $\tilde{\mathbf{\Sigma}}_{l,(i)}$ is the corresponding sample autocovariance matrix estimator. When $\mathrm{REE}_l < 1$ under a specific norm, the evaluated lag-l autocovariance matrix estimator outperforms the sample autocovariance matrix estimator for that norm, and vice versa.

Figure 4 presents the REEs of the three competing lag-1 autocovariance matrix estimators. In this figure, red, green, and blue represent the three tail-robust autocovariance matrix estimators: 'Element Truncated', 'Element Adaptive Huber', and 'Element MoM'. Panels (a), (b), and (c) respectively display results for the diagonal, equal correlation, and power decay structures of $\mathbf{\Sigma}$. The results indicate that all three tail-robust estimators consistently outperform the sample autocovariance matrix estimator across all settings. In the Normal distribution scenario, the tail-robust estimators slightly outperform the sample autocovariance estimator, but their advantage becomes more pronounced in heavy-tailed settings. The MoM estimator performs comparably to the other tail-robust methods, with the added benefit of superior computational efficiency.

Table 1 reports the average computation time (in seconds) and standard deviation for the three estimation methods across the four heavy-tailed distributions for the $(n, d) = (50, 50)$ case. The MoM estimator consistently demonstrates a lower average computation time (around 0.29 seconds) with small standard deviations, outperforming the other two methods in terms of efficiency.

		Element Truncated	Element Huber	Element MoM
(a)	Normal	1.60 (0.30)	1.81 (0.30)	0.29 (0.05)
	Pareto	1.58 (0.26)	1.84 (0.32)	0.29 (0.05)
	Log-Normal	1.61 (0.27)	1.87 (0.35)	0.29 (0.05)
	Student's t_4	1.59 (0.27)	1.83 (0.30)	0.30 (0.05)
(b)	Normal	1.56 (0.20)	1.78 (0.24)	0.29 (0.05)
	Pareto	1.56 (0.22)	1.80 (0.24)	0.29 (0.06)
	Log-Normal	1.61 (0.23)	1.81 (0.25)	0.29 (0.05)
	Student's t_4	1.56 (0.21)	1.80 (0.24)	0.29 (0.05)
(c)	Normal	1.55 (0.21)	1.78 (0.24)	0.28 (0.04)
	Pareto	1.55 (0.22)	1.80 (0.25)	0.29 (0.04)
	Log-Normal	1.60 (0.23)	1.80 (0.24)	0.29 (0.05)
	Student's t_4	1.56 (0.22)	1.80 (0.25)	0.29 (0.04)

Table 1: Example 3: A comparison of average computational time (in seconds) for $(n, d) = (50, 50)$ with (a) diagonal structure, (b) equal correlation structure, and (c) power decay structure. The numbers in parentheses are standard deviations.

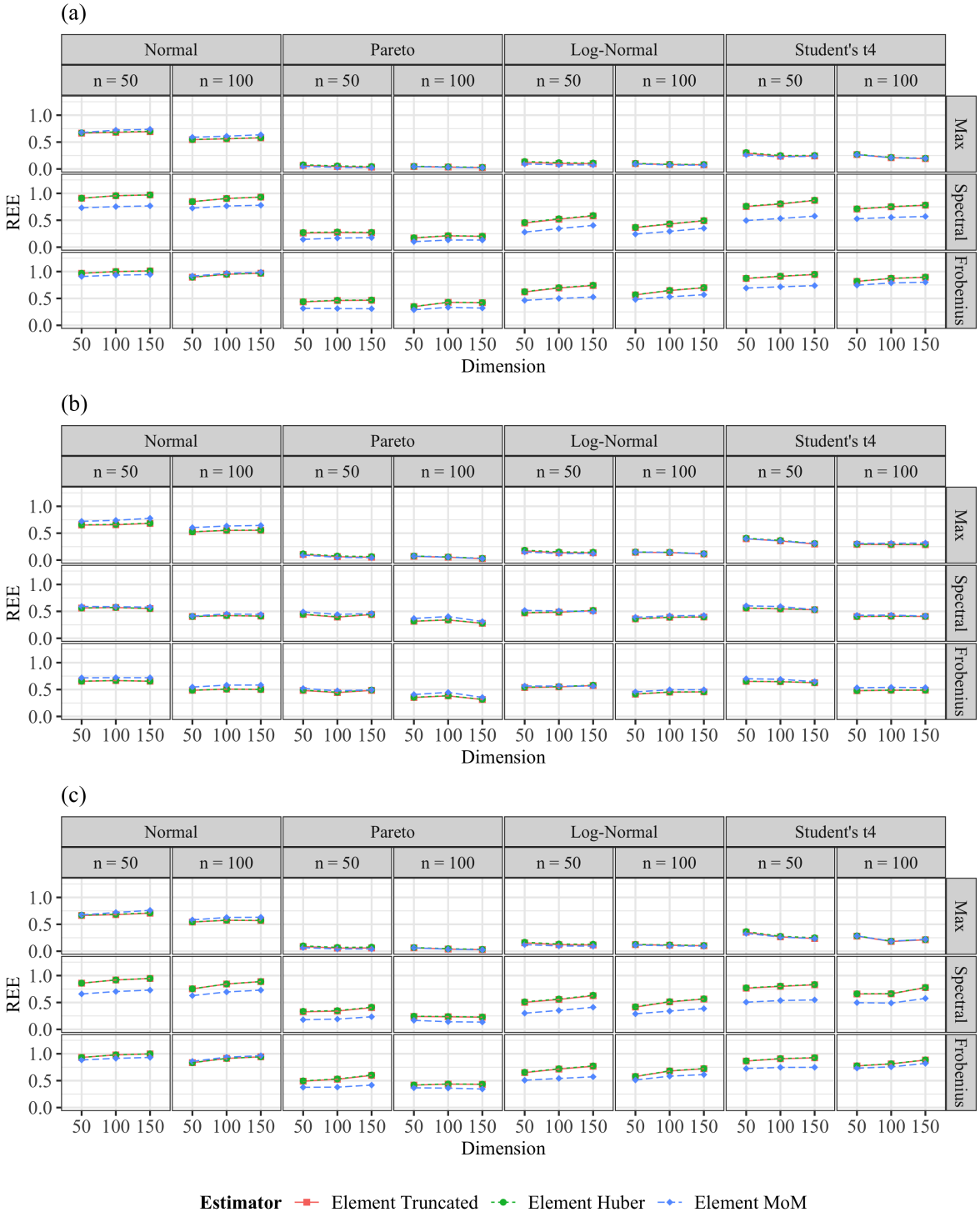


Figure 4: Example 3: REEs of the three tail-robust lag-1 autocovariance matrix estimators with $\mathbf{\Sigma}$ follows (a) the diagonal structure, (b) the equal correlation structure, and (c) the power decay structure.

5 Real data analysis

The S&P 500, established in 1957 and maintained by S&P Dow Jones Indices, is a widely followed stock market index consisting of 503 common stocks issued by 500 large-cap companies across 11 sectors of the U.S. economy. Covering approximately 80% of available market capitalization, it serves as a robust indicator of U.S. equities performance. Analyzing the historical performance of the S&P 500, particularly during periods of economic instability such as the 2007–2008 global financial crisis and the COVID-19 pandemic from 2019 to 2023, offers valuable insights into market trends and investor sentiment. Applying the MoM estimation method to the S&P 500 log-return data ensures robustness and accurate trend representation. Significant growth phases, such as the recovery following the 2008 financial crisis, highlight the index's resilience, while periods of downturn emphasize market volatility and the importance of diversification. Thus, the S&P 500 serves not only as a measure of stock market performance but also as a window into the broader U.S. economy and the global financial landscape.

In this study, we analyze daily log-return data from 359 S&P 500 stocks with continuous records from January 2, 2004, to October 13, 2023. This high-dimensional time series spans major economic events over two decades, including the 2007–2008 global financial crisis and the COVID-19 pandemic. For each year in this interval, we compute the lag-l autocovariance matrix using the element-wise MoM estimation method, as described in Section 3.2. We consider lags of $l = 1$ (daily) and $l = 5$ (weekly) to capture different time dependencies, and we vary the number of blocks (9, 11, 13, and 15) to assess their impact on the MoM estimation. The autocovariance matrices are analyzed using spectral, maximum, and Frobenius norms to explore trends over the years, providing insights into annual variations in market behavior.

Figure 5 presents the norms of autocovariance matrices from 2004 to 2023. Notably, a pronounced peak appears in 2008, aligning with the global financial crisis. During this period, market volatility surged as investors reacted to the collapse of financial institutions, credit tightening, and falling asset prices. This peak illustrates the sensitivity of the MoM method to drastic market shifts. Additionally, the results indicate that varying the number of blocks does not significantly alter the annual trends, affirming the robustness of the MoM estimator. A similar spike is observed in 2020, corresponding to the COVID-19 pandemic. The pandemic led to unprecedented market turbulence as global lockdowns, supply chain disruptions, and economic uncertainty caused sharp fluctuations in stock prices. This further demonstrates the method's effectiveness in capturing significant economic shocks.

Figure 6 shows heatmaps of the autocovariance matrices for 2007, 2008, and 2009, with lag $l = 1$ and 11 blocks. The color scale ranges from red (indicating higher positive values) to purple (indicating lower negative values), with white representing values near zero. The heatmap for 2007 reflects relative market stability, consistent with steady economic growth and low volatility. However, in 2008, the heatmap reveals extensive areas of high positive and negative autocovariances, corresponding to the severe market disruptions caused by the financial crisis. This year was marked by high volatility as major financial institutions collapsed and panic spread across markets. By 2009, the heatmap suggests partial stabilization, as financial rescue packages and monetary easing helped restore some market confidence and initiate economic recovery.

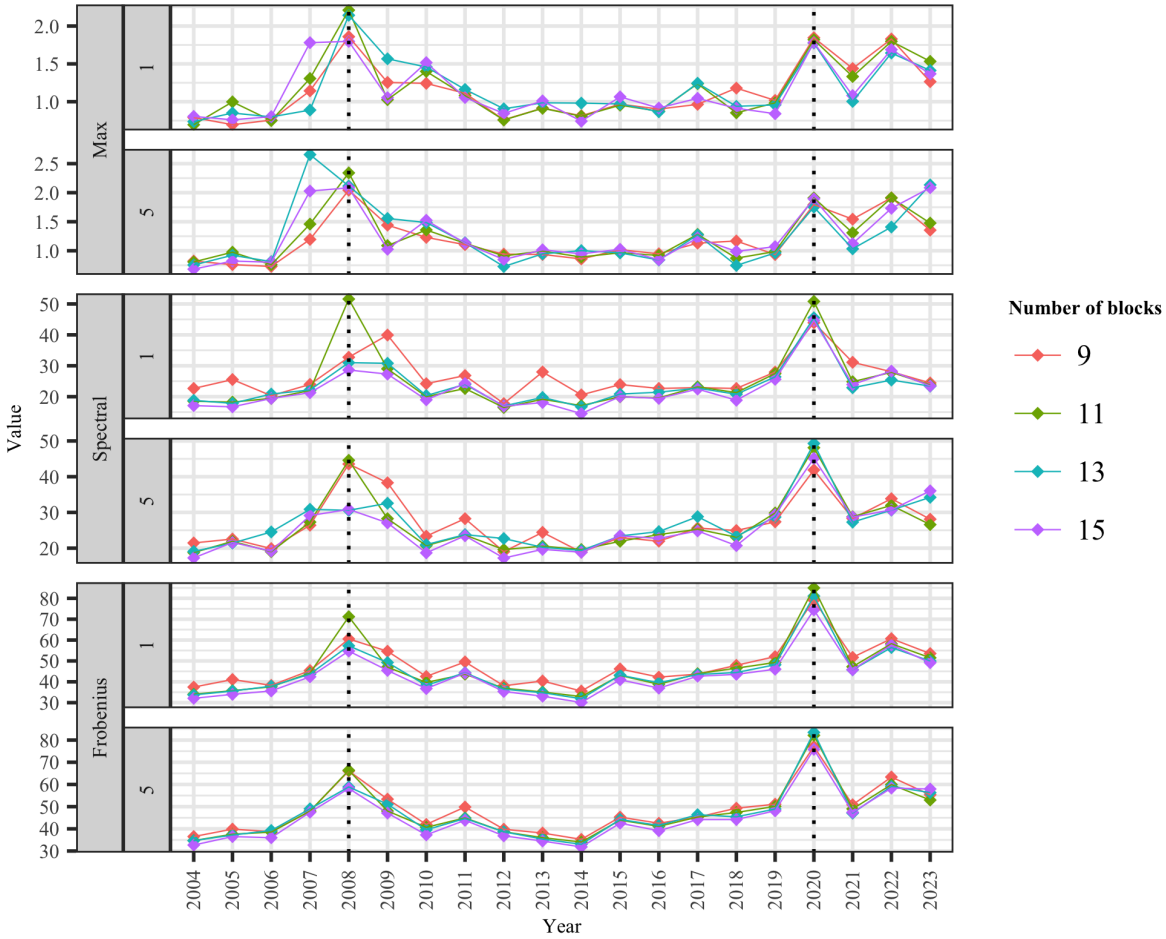


Figure 5: Annual trends in autocovariance matrix estimations based on median-of-means method for S&P 500 constituents (2004-2023) with lag $l = 1, 5$ and with respective to max, spectral and Frobenius norms. Four odd numbers of blocks are considered.

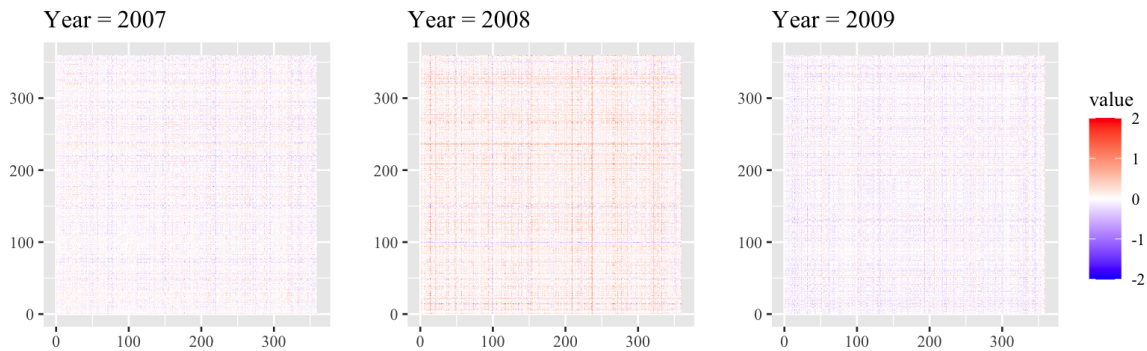


Figure 6: Lag-1 autocovariance matrix heatmap during financial crisis, year = 2007, 2008 and 2009.

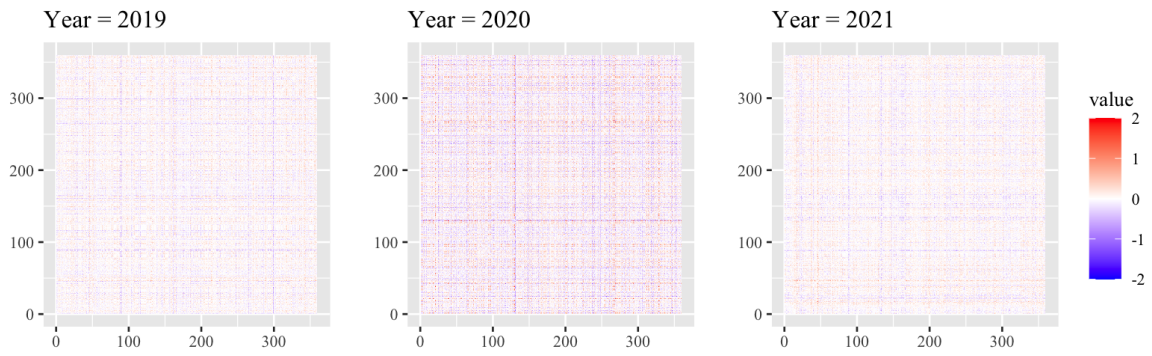


Figure 7: Lag-1 autocovariance matrix heatmap during COVID-19 pandemic, year = 2019,2020, and 2021.

Similarly, Figure 7 presents heatmaps for the years 2019, 2020, and 2021. The 2019 heatmap shows relative market calm, reflecting a period of economic growth. However, in 2020, the heatmap reveals significant volatility due to the COVID-19 pandemic, which led to sharp market fluctuations as investors reacted to global lockdowns, supply chain disruptions, and widespread uncertainty. By 2021, the heatmap indicates reduced volatility, suggesting markets began to stabilize as vaccine rollouts and economic stimulus measures restored investors' confidence.

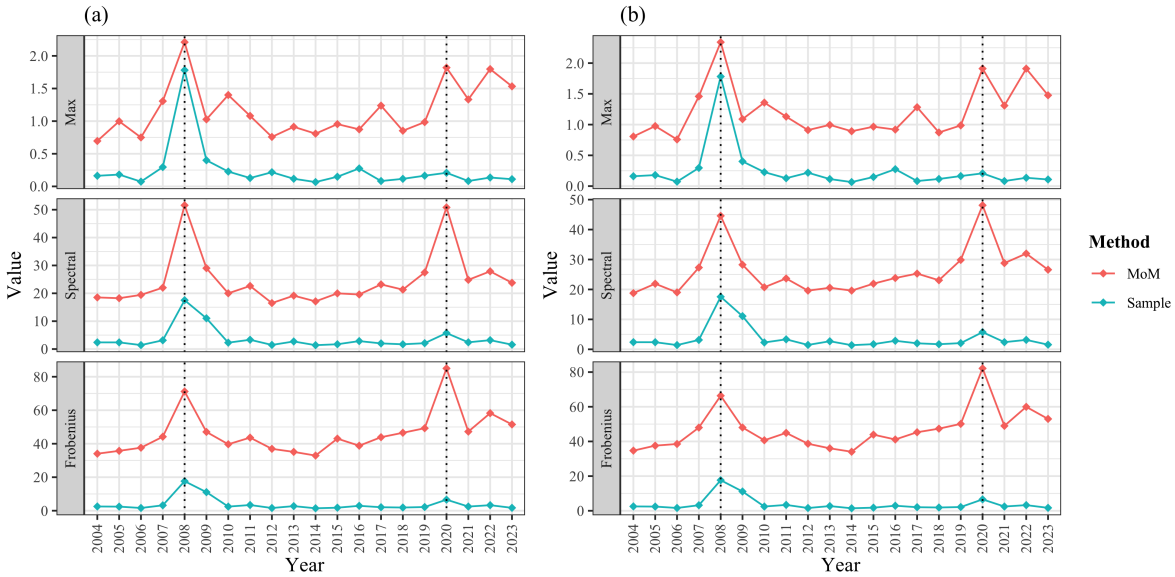


Figure 8: MoM estimator vs sample matrix with different lags: (a) l=1, (b) l=5.

Figure 8 compares the MoM estimation method to the classical sample autocovariance estimator by evaluating the max, spectral, and Frobenius norms of the autocovariance matrices across different lags. The MoM method exhibits greater variability in the autocovariance estimates compared to the classical method, reflecting its heightened sensitivity to market changes and significant events. The classical method tends to smooth over abrupt changes, potentially missing key inflection points in the data. The higher peaks observed in the MoM method during 2008 and 2020 underscore its ability to detect and respond to significant global events, such as the financial crisis and the COVID-19 pandemic. This sensitivity makes the MoM method a

valuable tool for accurately modeling market risk and developing strategies that can adapt to sudden shifts, enhancing its utility in financial analysis and risk management.

6 Conclusions

In this study, we introduced a tail-robust autocovariance matrix estimator based on the MoM method for high-dimensional time series and provided a comprehensive analysis of its statistical properties. The performance of the estimator was examined from a non-asymptotic perspective, addressing challenges such as high-dimensionality, heavy-tailed distributions, and temporal dependence. We conducted extensive simulation experiments across various model settings to validate the theoretical results for both mean and autocovariance matrix estimation. The simulation results demonstrate that the proposed element-wise MoM estimator consistently outperforms the traditional sample autocovariance estimator and performs comparably to existing tail-robust autocovariance matrix estimators. Additionally, when applied to real-world data, the MoM estimator showed superior performance relative to the traditional approach, especially in capturing key market dynamics during periods of economic instability. These findings underscore the effectiveness of the MoM method in providing tail-robust, accurate estimates for high-dimensional time series data, making it a valuable tool for both theoretical analysis and practical applications in financial markets and beyond.

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