Accepted Manuscript

Analyst coverage network and stock return comovement in emerging markets

Francisco Marcet

PII: S1566-0141(17)30173-5
DOI: doi:10.1016/j.ememar.2017.05.002
Reference: EMEMAR 500

To appear in: Emerging Markets Review

Received date: 2 May 2016
Revised date: 24 March 2017
Accepted date: 2 May 2017

Please cite this article as: Marcet, Francisco, Analyst coverage network and stock return comovement in emerging markets, Emerging Markets Review (2017), doi:10.1016/j.ememar.2017.05.002

This is a PDF file of an unedited manuscript that has been accepted for publication. As a service to our customers we are providing this early version of the manuscript. The manuscript will undergo copyediting, typesetting, and review of the resulting proof before it is published in its final form. Please note that during the production process errors may be discovered which could affect the content, and all legal disclaimers that apply to the journal pertain.
Analyst Coverage Network and Stock Return Comovement in
Emerging Markets*

Francisco Marcet †

Current Draft: March 24, 2017
First Draft: April 7, 2016

Abstract

This paper shows that analyst coverage networks (ACN) play an important role in explaining stock return commonalities across Latin American stocks. First, pairs of stocks connected by analysts exhibit higher comovement and excess comovement. Second, firms easily traded by foreign investors are more strongly affected by common coverage. Third, international analysts are an important source of across-country excess comovement. Finally, by creating the network at the brokerage house level and exploiting exogenous changes in the ACN around the MSCI LATAM Index reviews, this study addresses endogeneity concerns related to the effect of ACN on commonalities.

*I am indebted to Armando Gomes, Radha Gopalan and Mark Leary for their guidance. I thank Mauricio Jara for useful comments and Jorge Sabat for sharing the MSCI Latin American Index constituents. Finally, I thank the financial support of Becas Chile (CONICYT) and University of Chile, School of Economics and Business.

† Corresponding author, Department of Business, School of Economics and Business, Universidad of Chile. Diagonal Paraguay 257, Santiago, Postal Code: 8330015, Chile. E-mail address: fmarceto@fen.uchile.cl. Tel.: +56 2 2978 3375.
دریافت فوری متن کامل مقاله

امکان دانلود نسخه تمام متن مقالات انگلیسی
امکان دانلود نسخه ترجمه شده مقالات
پذیرش سفارش ترجمه تخصصی
امکان جستجو در آرشیو جامعی از صدها موضوع و هزاران مقاله
امکان دانلود رایگان ۲ صفحه اول هر مقاله
امکان پرداخت اینترنتی با کلیه کارت های عضو شتاب
دانلود فوری مقاله پس از پرداخت آنلاین
پشتیبانی کامل خرید با بهره مندی از سیستم هوشمند رهگیری سفارشات