

Accepted Manuscript

Activism mergers

Nicole M. Boyson , Nickolay Gantchev , Anil Shivdasani

PII: S0304-405X(17)30125-3
DOI: [10.1016/j.jfineco.2017.06.008](https://doi.org/10.1016/j.jfineco.2017.06.008)
Reference: FINEC 2784

To appear in: *Journal of Financial Economics*

Received date: 26 August 2016
Revised date: 26 September 2016
Accepted date: 30 September 2016

Please cite this article as: Nicole M. Boyson , Nickolay Gantchev , Anil Shivdasani , Activism mergers, *Journal of Financial Economics* (2017), doi: [10.1016/j.jfineco.2017.06.008](https://doi.org/10.1016/j.jfineco.2017.06.008)



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.

Activism mergers[★]

Nicole M. Boyson^a, Nickolay Gantchev^b, Anil Shivdasani^{b,*}

ABSTRACT

Shareholder value creation from hedge fund activism occurs primarily by influencing takeover outcomes for targeted firms. Controlling for selection decisions, activist interventions substantially increase the probability of a takeover offer. Third-party bids for targets have higher returns, premia, and completion rates, but these patterns reverse when the activist is the bidder. Failed bids for activism targets lead to improvements in operating performance, financial policy, and positive long-term abnormal returns, suggesting that activism enhances value. The positive long-term performance from hedge fund activism arises from monitoring target management during merger and acquisition contests and not from target undervaluation or bidder overpayment.

JEL classification: G14, G23, G34

Keywords: Hedge fund activism, Shareholder activism, Corporate governance, Mergers and acquisitions, Institutional investors

[★]We are grateful to Michael Weisbach (the referee) and to Vyacheslav Fos, April Klein, Doron Levit, Frank Partnoy, Randall Thomas, Margarita Tsoutsoura, and Aazam Virani for their helpful comments. We also thank conference and seminar participants at the 2015 Conference on Future Directions in Hedge Fund Activism at the University of San Diego, the 2015 Ackerman Conference on Corporate Governance at Bar-Ilan University, the 2016 University of British Columbia Winter Finance Conference, Indiana University, Northeastern University, Temple University, Virginia Polytechnic Institute and State University, University of Arizona, and University of Toronto.

^a Northeastern University, D'Amore-McKim School of Business, Boston, MA 02115, USA

^b University of North Carolina, Kenan-Flagler Business School, Chapel Hill NC, 27599, USA

* Corresponding author. Tel.: 919-962-6124 E-mail address: anil.shivdasani@unc.edu (A. Shivdasani).

متن کامل مقاله

دریافت فوری ←

ISIArticles

مرجع مقالات تخصصی ایران

- ✓ 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