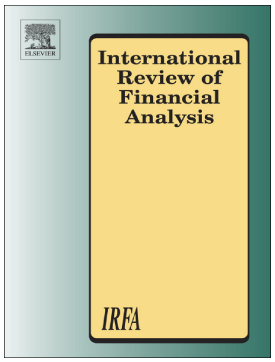
Accepted Manuscript



Normative portfolio theory

Yufen Fu, George W. Blazenko

PII: S1057-5219(17)30075-3
DOI: doi: 10.1016/j.irfa.2017.07.002
Reference: FINANA 1115

To appear in: *International Review of Financial Analysis*

Received date: 24 February 2017
Revised date: ###REVISEDDATE###
Accepted date: 7 July 2017

Please cite this article as: Yufen Fu, George W. Blazenko , Normative portfolio theory, *International Review of Financial Analysis* (2016), doi: 10.1016/j.irfa.2017.07.002

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.

ACCEPTED MANUSCRIPT

Normative Portfolio Theory

Yufen Fu[a], George W. Blazenko[b,*]

[a] *Department of Finance, Tunghai University, Taichung, Taiwan*

[b] *Beedie School of Business, Simon Fraser University, Vancouver, BC, Canada*

ARTICLE INFO

Article History:

JEL Classification
G14
G15

Keywords:
Applied portfolio theory
Estimation-free ex-ante returns
Common share portfolio appeal

ABSTRACT

In this paper, we correct the adverse impact of estimation risk on both portfolio weights and performance with two new equity allocation methods we implement with estimation-free and estimated ex-ante returns. Portfolios with estimation-free ex-ante returns and systematic-to-unsystematic risk weights have statistically higher Sharpe ratios than both similar portfolios with estimated ex-ante returns and 1/*N*'th portfolios. Optimal portfolio methods with well-behaved weights guide investors in a way not hitherto possible (normative portfolio theory).

*Corresponding author
E-mail addresses: yufenfu@thu.edu.tw (Y. Fu), blazenko@sfu.ca (G.W. Blazenko)

ACCEPTED MANUSCRIPT

دریافت فوری ← متن کامل مقاله

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