Accepted Manuscript

Title: Local Equity Market Participation and Stock Liquidity

Author: Lei Zhang

PII: \$1062-9769(16)00019-3

DOI: http://dx.doi.org/doi:10.1016/j.qref.2016.02.005

Reference: QUAECO 908

To appear in: The Quarterly Review of Economics and Finance

ECONOMICS AND FINANCE

Received date: 2-9-2014 Revised date: 23-11-2015 Accepted date: 1-2-2016

Please cite this article as: Zhang, L.,Local Equity Market Participation and Stock Liquidity, *Quarterly Review of Economics and Finance* (2016), http://dx.doi.org/10.1016/j.qref.2016.02.005

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

Highlights

- We study the relationship between local retail participation and stock liquidity.
- We use county-level racial composition to proxy for local retail participation.
- Stocks in counties with a higher white percentage are more liquid.
- This effect is stronger among stocks with a high retail concentration.
- Noise trading increases liquidity under endogenous informed trading.

Download English Version:

https://daneshyari.com/en/article/5103584

Download Persian Version:

https://daneshyari.com/article/5103584

<u>Daneshyari.com</u>