AF6305 Individual Project

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October 13, 2023

1 Data

- Database access
- Stock price
- Delisting adjustment for monthly return
- Why no adjustment for daily return
- Dealing with NA values in return

Table 1: Beta Summary Statistics

Months	μ	σ	skew	kurtosis	min	5%	25%	median	75%	95%	max	n
1	0.82	1.72	-0.31	85.01	-23.5	-1.49	0.1	0.8	1.53	3.18	23.49	4838
3	0.83	0.93	-0.37	32.69	-9.81	-0.51	0.35	0.83	1.31	2.24	9.95	4780
6	0.84	0.7	-0.19	18.46	-5.67	-0.21	0.44	0.84	1.24	1.95	6.38	4701
12	0.86	0.57	-0.01	9.06	-3.24	-0.03	0.49	0.86	1.2	1.78	4.47	4537
24	0.87	0.5	0.06	4.64	-1.67	0.07	0.54	0.87	1.18	1.68	3.49	4220

Table 2: Beta Correlation Matrix

	1m	3m	6m	12m	24m
1m		0.590	0.490	0.430	0.390
3m	0.530		0.780	0.670	0.600
6m	0.400	0.750		0.840	0.740
12m	0.320	0.610	0.810		0.880
24m	0.270	0.520	0.700	0.870	

Table 3: Beta Persistence

Lag	β^{1M}	β^{3M}	β^{6M}	β^{12M}	β^{24M}
1	0.14				
3	0.12	0.31			
6	0.12	0.29	0.45		
12	0.1	0.26	0.4	0.56	
24	0.09	0.24	0.36	0.5	0.64
36	0.1	0.24	0.36	0.48	0.59
48	0.1	0.23	0.33	0.45	0.55
60	0.09	0.21	0.31	0.41	0.51
120	0.07	0.17	0.26	0.34	0.41