**References**

Theory:

Efficient-Market-Hypothesis

Arbitrage Pricing Theory

Description of Metrics

(6 pg. 44) Sharpe Ratio

Description of Strategy

(3 pg. 11 bottom)

(5 pg. 5 top)

Shortcomings:

(6 pg. 68 bottom) Cointegrated stocks now may lose that relationship in the future.

(6 pg. 69 top)

* Add adequate liquidity requirements, particularly for shorting stocks
* Intra-day data is more accurate
* SVM and Neural network are worth testing for clustering.