



Figure 1: Dividend yield (sum of past years worth of dividends divided by current portfolio price)

We run two regressions separately of the form

$$r_{t,t+\tau} = \alpha_r + \beta_{r,\tau}(d_t - p_t)$$

$$\Delta d_{t,t+\tau} = \alpha_{\Delta_d} + \beta_{\Delta_d,\tau}(d_t - p_t)$$

the results of which are shown in the tables below

	b	se	r2		b	se	r2
4	0.117	0.902	0.0001	4	-0.488	0.106	0.063
12	4.213	1.086	0.043	12	-1.254	0.202	0.121
20	8.075	1.087	0.107	20	-1.943	0.291	0.150

Table 1: Return Regressions (left panel) and dividend growth regressions (right panel)