

Factor Models

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Types of Factor Models

Time Series Factor Models

Cross-sectional Factor Models

- Usually based on fundamentals.
 - P/E (“value?”)
 - Dividend Growth
 - Others?

Statistical Factor Models

Hybrid Factor Models

Time Series Factor Models

Benifits

Pitfalls

Implementation Tips

Cross-sectional Factor Models

Benifits

Pitfalls

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Statistical Factor Models

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Hybrid Factor Models

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