URN etd-0407109-183701-26
Author sha-han Lin
Author's Email Address No Public.
Statistics This thesis had been viewed 45 times. Download 0 times.
Department
Year 2007
Semester 2
Degree Master
Type of Document Master's Thesis
Language zh-TW.Big5 Chinese
Title Ownership Structure and Announcement Effects on Stock Repurchases
Date of Defense 0000-00-00
Page Count 61

Keyword
Stock Repurchases
Ownership structure
Abnormal Return
Announcement Effects

Abstract
In Taiwan, the amendment of the Securities and Exchange Law, Article 28-2, was passed in June 2000, allowing TSE and OTC firms to repurchase a portion of their outstanding shares under certain conditions and regulations. From 2000 to 2006, more and more companies repurchase stocks which become one of important policies of companies. This study investigates the announcement effects on stock repurchases using Taiwan's samples.The number of sample is 974, which consisted of open-market repurchases announced between 2000 and 2006 after screening. The CAR was calculated over (-3-+3) windows by using 180 daily returns to estimate the parameters in the market model.
Most Taiwan's listed firms are family-controlled firms. Control shareholders will have impact on financial policies, and further affect firms' value. Ginglinger and L'Her (2006) indicate the announcement of repurchase have positive reaction, especially in a company with a low likelihood of being taken over, and less conflict between the majority and the minority. This paper advance investigates the relationship between ownership structure and announcement effects on stock repurchases.
In general, we find a positive average market reaction to the repurchase announcement, and the reaction of the market to the announcement of a repurchase is more positive with weaker the preceding performance. The results show that the abnormal return is positively related to ownership concentration and rate of family control, but we don't find that foreign institutional investors and a second large shareholder guarantees an effective balance of power for the controlling shareholders.
Advisory Committee - advisor

Files No Any Full Text File.
Date of Submission 2008-06-23