

US stocks in the presence of oil price risk: Large cap vs. Small cap

Salisu, Afees Adebare ^[1]; Swaray, Raymond ^[2]; Oloko, Tirimisiyu ^[1]

[1] University of Ibadan

[2] University of Hull

Localización: Economics and Business Letters, ISSN-e 2254-4380, Vol. 6, Nº. 4, 2017, págs. 116-124

Idioma: inglés

Enlaces

Texto completo (pdf)

Resumen

This study queries the act of making generalization about the dynamics of returns and volatility spillovers between oil price and U.S. stocks by merely considering only large cap stocks. It argues that this kind of generalization may be misleading, as the reactions of large cap, mid cap and small cap stocks to change in oil prices are not expected to be uniform. Our findings show that it is correct to make generalization about oil-U.S. stock relationship with large cap stocks when analysing returns spillovers, but the generalization is incorrect when considering stock caps returns volatility spillovers, particularly under falling and relatively stable oil prices.

Esta página web usa cookies

Este portal utiliza cookies propias y de terceros para fines analíticos. Las relacionadas con fines analíticos sólo se tendrán en cuenta si acepta las cookies.

Permitir todas

Permitir sólo necesarias

Gestión de las cookies