

# ScholarWorks@UNO (<https://scholarworks.uno.edu>)

DEPARTMENT OF ECONOMICS AND FINANCE WORKING PAPERS, 1991-2006  
([HTTPS://SCHOLARWORKS.UNO.EDU/ECON\\_WP](https://scholarworks.uno.edu/econ_wp)).

## Title

Insider trading, NASDAQ quotes, and market maker competition;  
([https://scholarworks.uno.edu/cgi/viewcontent.cgi?article=1003&context=econ\\_wp](https://scholarworks.uno.edu/cgi/viewcontent.cgi?article=1003&context=econ_wp))

## Authors

**Katherine I. Gleason**, *University of New Orleans* ([https://scholarworks.uno.edu/do/search/?q=author\\_lname%3A%22Gleason%22%20author\\_fname%3A%22Katherine%22&start=0&context=1823871](https://scholarworks.uno.edu/do/search/?q=author_lname%3A%22Gleason%22%20author_fname%3A%22Katherine%22&start=0&context=1823871))

## Document Type

Working Paper

## Publication Date

2003

## Abstract

This study provides evidence of a direct relationship between inside spreads and insider trading activity that is stronger when there are fewer market makers or more concentrated market maker market share. No evidence is found of a relationship between quote size at the inside and insider trading. The results are consistent with the Stoll (1978) hypothesis that inside quotes will be more responsive to informed trading risk under less competitive market making conditions. However, the results do not indicate that quote size is more responsive than spread to informed trading risk as predicted by DuPont (2000).

---

We use cookies that are necessary to make our site work. We may also use additional cookies to analyze, improve, and personalize our content and your digital experience. You can manage your cookie preferences using the [Cookie settings \(#\)](#) link. For more information, see our [Cookie Policy](https://www.elsevier.com/legal/cookiepolicy). (<https://www.elsevier.com/legal/cookiepolicy>)

[Cookie settings](#)

[Accept all cookies](#)



repo\_url=[https://scholarworks.uno.edu/econ\\_wp/4&theme=plum-bigben-theme](https://scholarworks.uno.edu/econ_wp/4&theme=plum-bigben-theme))

Share

(<https://www.addthis.com/bookmark.php?v=300&pubid=bepress>)

COinS

---

We use cookies that are necessary to make our site work. We may also use additional cookies to analyze, improve, and personalize our content and your digital experience. You can manage your cookie preferences using the [Cookie settings \(#\)](#) link. For more information, see our [Cookie Policy](#). (<https://www.elsevier.com/legal/cookiepolicy>)

[Cookie settings](#)

Accept all cookies