

Applied Economics >
Volume 47, 2015 - Issue 6

3,696 Views | 67 CrossRef citations to date | 2 Altmetric

Original Articles

Pairs trading and selection methods: is cointegration superior?

Nicolas Huck & Komivi Afawubo

Pages 599-613 | Published online: 12 Nov 2014

Cite this article <https://doi.org/10.1080/00036846.2014.975417>

Check for updates

Sample our
Economics, Finance,
Business & Industry Journals

>> [Sign in here](#) to start your access to the latest two volumes for 14 days

Full Article | Figures & data | References | Citations | Metrics

Reprints

We Care About Your Privacy

We and our 855 partners store and access personal data, like browsing data or unique identifiers, on your device. Selecting "I Accept" enables tracking technologies to support the purposes shown under "we and our partners process data to provide," whereas selecting "Reject All" or withdrawing your consent will disable them. If trackers are disabled, some content and ads you see may not be as relevant to you. You can resurface this menu to change your choices or withdraw consent at any time by clicking the ["privacy preferences"] link on the bottom of the webpage [or the floating icon on the bottom-left of the webpage, if applicable]. Your choices will have effect within our Website. For more details, refer to our Privacy Policy. [Here](#)

We and our partners process data to provide:

I Accept

Reject All

Show Purpose



Notes

¹ The sample really considers 500 stocks only at the end of the trading period due to initial public offerings/newcomers in the index: Google in 2004 for example.

² As an example, see [Table 3](#), transaction costs for the 1-year formation period, distance method, 2 SDs are 0.38%.

³ The part of the initial deviation greater than the opening threshold plus the part exceeding the crossing with the equilibrium after convergence.

⁴ Data and details on construction of these factors series can be found from Ken French's website:

http://mba.tuck.dartmouth.edu/pages/faculty/ken.french/data_library.html

⁵ The fourth one, 2-year formation period, 2 SD, is significant at 10% level.



Related



Information for

- Authors
- R&D professionals
- Editors
- Librarians
- Societies

Opportunities

- Reprints and e-prints
- Advertising solutions
- Accelerated publication
- Corporate access solutions

Keep up to date

Register to receive personalised research and resources by email

 Sign me up

- 
- 
- 
- 
- 

Open access

- Overview
- Open journals
- Open Select
- Dove Medical Press
- F1000Research

Help and information

- Help and contact
- Newsroom
- All journals
- Books



Copyright

Accessib

Registered
5 Howick Pl

or & Francis Group
orma business

