



De Ratione >

Volume 8, 1994 - [Issue 1](#)

12 Views | 1 CrossRef citations to date | 0 Altmetric

Original Articles

The Discount to Net Asset Value, Unbundling and Shareholder Interests

G.D.I. Barr & B.S. Kantor

Pages 44-59 | Published online: 03 Jun 2015

📖 Cite this article 🔗 <https://doi.org/10.1080/10108270.1994.11435046>

Sample our
Economics, Finance,
Business & Industry Journals
>> [Sign in here](#) to start your access
to the latest two volumes for 14 days

📖 References

📖 Citations

📊 Metrics

🖨 Reprints & Permissions

Read this article

🔗 Share

Abstract

The argument has recently been made by powerful political voices that the large South African corporate conglomerates (or groups) should be broken up into their constituents or “unbundled”, as the process has become known in South Africa. Critics of these groups in the financial markets have pointed to the existence of a discount of the quoted share price to the so-called Net Asset value of the Mining Finance houses, which are either the parent companies of the groups or constitute an Important element of them. Unbundling, it is contended, will “unlock” value for shareholders by eliminating this discount. This paper examines the notion of a discount to Net Asset value and shows why such claims about unlocking value are largely unfounded.

Keywords:

Net Asset value

Mining Finance houses

Unbundling

Conglomerates

Pyramids

Voting-rights

Related research

People also read

Recommended articles

Cited by
1

Information for

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

Opportunities

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

Open access

- Overview
 - Open journals
 - Open Select
 - Dove Medical Press
 - F1000Research
- ## Help and information
- Help and contact
 - Newsroom
 - All journals
 - Books

Keep up to date

Register to receive personalised research and resources by email

 Sign me up

