

Financial Analysts Journal >

Volume 53, 1997 - [Issue 3](#)

346 Views | 45 CrossRef citations to date | 0 Altmetric

FEATURE ARTICLES

A Fundamental Analysis of Korean Stock Returns

Sandip Mukherji, Manjeet S. Dhatt & Yong H. Kim

Pages 75-80 | Published online: 02 Jan 2019

🗨️ Cite this article 🔗 <https://doi.org/10.2469/faj.v53.n3.2086>

Sample our
Tourism, Hospitality and
Events 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

Korea has one of the largest stock markets in the world and is in the process of being opened to foreign investors. In an investigation of the relations between stock returns and fundamental variables in Korea, annual stock returns during the 1982-93 period were positively related to book-market, sales-price, and debt-equity ratios, negatively related to firm size, and not significantly related to the earnings-price ratio or beta. These results add to the growing international evidence that value stocks outperform growth stocks over long periods. Also for Korean stocks, book-market and sales-price ratios are more efficient indicators of value than the earnings-price ratio, and the debt-equity ratio is a more reliable proxy for risk than beta.

Related Research Data

[The Valuation of Risk Assets and the Selection of Risky Investments in Stock Portfolios and Capital Budgets](#)

Source: Review of Economics and Statistics

[Fundamentals and Stock Returns in Japan](#)

Source: The Journal of Finance

[The relationship between return and market value of common stocks](#)

Source: Journal of Financial Economics

[International Stock Price Spillovers and Market Liberalization: Evidence From Korea, Japan, and the United States](#)

Source: International Finance Discussion Paper

[International Value and Growth Stock Returns](#)

Source: Financial Analysts Journal

[An empirical survey of Indonesian equities 1985–1992](#)

Source: Pacific-Basin Finance Journal

[Capital Asset Prices: A Theory of Market Equilibrium under Conditions of Risk](#)

Related research

People also read

Recommended articles

Cited by
45

[Fundamental Analysis via Machine Learning >](#)

Kai Cao et al.

Financial Analysts Journal

Published online: 21 Mar 2024

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



Copyright © 2026 Informa UK Limited [Privacy policy](#)

[Cookies](#) [Terms & conditions](#) [Accessibility](#)

Registered in England & Wales No. 01072954
5 Howick Place | London | SW1P 1WG



Taylor & Francis
by informa