

# Genetic Diversity and Stock Price Informativeness

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(joint work with Daiana Petrescu)



## Scientific Seminar Money Finance Banking

January 27, 2020  
18.00-19.30 Room 3209

**Abstract.** This paper investigates the impact of genetic diversity on stock price informativeness in a panel of 42 countries during the 2004 – 2016 period. Our results provide strong evidence in support of an inverted U – shaped relationship, i.e. intermediate levels of genetic diversity are associated with high stock price informativeness and low/high genetic diversity is associated with low price informativeness. Trust and creativity/innovation seem to explain this relationship. The stock market openness interaction term was included to examine the heterogeneity in the genetic diversity – price informativeness relationship. The results suggest that the genetic diversity – price informativeness curve varies with different settings of stock market openness. Specifically, an inverted U – shaped relationship is found in low openness stock markets and a U-shaped relationship is found in high openness stock markets.



# Scientific Seminar Money Finance Banking

Coordinator: *Professor Bogdan Negrea*

## **Autumn-Winter Sessions** **Session III: January 2020**

The scientific seminar "Money Finance Banking" (**MFB**) is jointly organized by the Department of Finance and the Department of Money and Banking from the Bucharest University of Economic Studies. The papers presented in the scientific seminar **MFB** are selected corresponding to high research standards. The aim of the scientific seminar is to disseminate valuable research both to academics (professors and Ph.D. students) and professionals. The finance and banking professionals are welcome to attend the scientific seminar by communicating their intention to participate at the E-mail address *bogdan.negrea@fin.ase.ro* until January 26, 2020. Event coordinates: 5-7, Moxa Street, Front building, Room 3209.