

Figure 5 Cross-Market Premium per Country

The graphs show the simple average of the premium of all the stocks in the portfolio of each country. The premium is defined as the percentage difference between the dollar price of the stock in the domestic market and the price of the corresponding DR in New York. As explained in the main text for Korea we include a graph showing the average premium of restricted stocks and one for unrestricted stocks. For the restricted stocks three control periods are distinguished. The first (highly restrictive) period lasts until January 1999, the second (medium restrictive) period from January 1999 until November 2000, and the third (low restrictive) period from November 2000 onwards. The shaded areas indicate control periods.

