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during 2008 to 2012**

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# Study on the Performance of Initial Public Offerings in Hong Kong during 2008 to 2012

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## **Abstract**

The paper analyses the long-run return of initial public offerings (IPOs) on the Stock Exchange of Hong Kong (SEHK). We use a sample of 253 IPOs listed on SEHK between 2008 and 2012. The initial return is 8.38%. The two-year raw and market-adjusted returns are -4.83% and -3.78% respectively. The study is mainly consistent with most of the previous studies linked to the long-run IPO performance in U.S. and Hong Kong. The results become sensitive to outliers. After elimination of outliers from cross-sectional analysis, the results suggest that IPOs in Hong Kong may underperform the market in the long run.

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