INSTITUTIONS OF OWNERSHIP OF CONSERVATIVE COMPOSITION AND ACCOUNTING (*LITERATURE STUDY OF ARTICLES: INTITUTIONAL OWNERSHIP COMPOSITION AND ACCOUNTING CONSERVATISM*)

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ABSTRACT

This study empirically investigates the relationship between the institutional self-composition of ership and accounting conservatism. Transient (dedicated) institutional investors, holding a portfolio of diversified (concentrated) with high portfolio turnover (low) focus on short-term (long term) portfolio and trading perspectives strictly (generally not trading) on current income news. Thus, I predict it as a transient (dedicated), increased ownership agency, the company will show a decrease (higher) conservatism. Consistent with my prediction, in the context of asymmetric timeliness of earnings, I document it as a transient (dedicated) level of increased ownership, earnings asymmetrically (minus) in time to recognize the bad news.

Keywords: Institutional Investors, Conservatism, Corporate Governance

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