



**The University of Chicago**  
**Department of Statistics**  
**Master's Seminar**

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**Market Openings: Qualified Foreign  
Institution Investors in China**

**MONDAY, November 10, 2008 at 11:30 AM**  
**110 Eckhart Hall, 5734 S. University Avenue**

**ABSTRACT**

In December, 2002, the Chinese stock market was partly opened to direct investment of qualified foreign financial institutions (QFII). This paper examines the empirical evidence on the investment strategy of foreign institutions and on the integration of the Chinese stock market with markets in the rest of the world. We also use the GARCH method to investigate the effect of the market openings on the stock returns, volatility and market efficiency.