

There are some typos in row 2 and row 7 of Table 1.

In addition, the very last column in Table 4 (pricing errors for Fama-French), has typos in the aggregated pricing errors (Panel B).

Table 1

Fama-MacBeth Regression Using 25 Fama-French Portfolios:  $\lambda_j$  Coefficient  
Estimates on Betas in Cross-Sectional Regression

Row	Cons.	$cay_t$	Factors $_{t+1}$				$cay_t \cdot$ Factors $_{t+1}$		$R^2$ ( $\bar{R}^2$ )
			$R_{vw}$	$\Delta y$	$SMB$	$HML$	$R_{vw}$	$\Delta y$	
1	4.18		-0.32						0.01
	(4.47)		(-0.27)						-0.03
	(4.46)		(-0.27)						
2	4.47		-1.10	1.26					0.58
	(4.78)		(-0.95)	(3.40)					0.54
	(2.66)		(-0.53)	(1.90)					
3	1.87		1.33		0.47	1.46			0.80
	(1.31)		(0.83)		(0.94)	(3.24)			0.77
	(1.21)		(0.77)		(0.87)	(2.99)			
4	3.68	-0.52	-0.06				1.14		0.31
	(3.87)	(-0.22)	(-0.05)				(3.59)		0.21
	(2.61)	(-0.15)	(-0.03)				(2.42)		
5	3.70		-0.08				1.16		0.31
	(3.86)		(-0.07)				(3.59)		0.25
	(2.60)		(-0.04)				(2.42)		
6	5.19	-0.45	-1.99	0.56			0.34	-0.17	0.77
	(5.60)	(-1.60)	(-1.73)	(2.12)			(1.68)	(-2.39)	0.71
	(3.32)	(-0.95)	(-1.03)	(1.26)			(0.99)	(-1.42)	
7	5.14		-1.97	0.59			0.60	-0.08	0.75
	(5.58)		(-1.72)	(2.21)			(2.71)	(-2.51)	0.70
	(3.84)		(-1.18)	(1.52)			(1.86)	(-1.73)	

Table 4  
Pricing Errors

Portfolio	CAPM	CAPM Scaled	CCAPM	CCAPM Scaled	HC-CAPM Scaled	Fama-French
A. Individual Portfolios						
S1B1	-1.0379	-1.1858	-1.7312	-1.0111	-0.6462	-0.8613
S1B2	0.2598	0.0844	-0.3720	-0.1137	-0.0432	0.0052
S1B3	0.3493	0.1522	-0.0115	-0.0790	-0.1843	-0.0275
S1B4	0.9048	1.0011	-0.4745	0.3804	0.5408	0.3722
S1B5	1.3108	0.7960	0.8249	0.3716	0.3511	0.1554
S2B1	-0.7860	-0.7546	-1.0741	-0.0373	-0.1165	-0.1414
S2B2	-0.0185	0.3801	-0.0825	-0.2834	-0.2654	0.0481
S2B3	0.6787	0.8635	0.5696	0.5304	0.7535	0.5136
S2B4	0.7561	0.6318	0.7802	0.0959	0.0762	0.3246
S2B5	1.0434	0.4929	0.7544	0.3081	-0.0312	0.0753
S3B1	-0.8063	-0.2977	-0.7291	0.3638	-0.0312	-0.0311
S3B2	-0.0657	0.1054	0.1040	-0.0867	0.1723	0.2055
S3B3	0.0485	0.2472	0.2002	-0.4465	-0.0354	-0.0293
S3B4	0.4098	0.0949	0.6408	0.2219	-0.1846	0.1063
S3B5	0.9039	1.1406	0.8613	0.4141	0.7202	0.0227
S4B1	-0.6511	-0.1520	-0.3721	0.4243	0.1200	0.4184
S4B2	0.8488	-0.2527	-0.6866	-0.3914	-0.4202	-0.5041
S4B3	-0.1898	-0.2711	0.1401	-0.0605	-0.2172	-0.1745
S4B4	0.2337	-0.3942	0.4654	0.0133	-0.3459	-0.0349
S4B5	0.7557	-0.2403	0.6935	0.3619	0.0670	-0.0068
S5B1	-0.7959	-0.9021	-0.4556	0.4162	0.6453	0.5343
S5B2	-0.8190	-0.7859	-0.2893	-0.7360	-0.2782	0.0031
S5B3	-0.9288	-0.3361	-0.6246	-0.4931	-0.1880	-0.1981
S5B4	-0.4253	-0.2534	0.0769	0.1239	-0.2123	-0.2716
S5B5	-0.2813	-0.1643	-0.1573	-0.2870	-0.2465	-0.5043
B. Pricing Errors of Aggregated Portfolios						
S1	0.872	0.784	0.899	0.515	0.417	0.426
S2	0.740	0.648	0.730	0.306	0.363	0.282
S3	0.573	0.542	0.589	0.335	0.342	0.106
S4	0.601	0.273	0.515	0.306	0.269	0.304
S5	0.697	0.572	0.377	0.460	0.356	0.361
B1	0.825	0.762	1.003	0.549	0.415	0.495
B2	0.541	0.411	0.377	0.399	0.267	0.244
B3	0.545	0.451	0.394	0.383	0.370	0.259
B4	0.597	0.561	0.612	0.225	0.312	0.231
B5	0.925	0.673	0.707	0.352	0.376	0.239
Average	0.705	0.588	0.647	0.394	0.353	0.315
$\chi^2$	64.32*	28.94	53.23*	34.02	27.00	45.64*