# Does Collectivism Value influence Firm Idiosyncrasies? -- Evidence from China A- Shares Companies

**Abstract**

The paper investigates the effects of collectivism on the information of enterprise characteristics by collecting the data from China's A- Share listed companies over the period of 1999-2013. According to Rice’s theory, the study finds that collective thinking is significantly positively correlated with the synchronicity of stock price, while there is a significant negative correlation between group relationship and stock price synchronicity. This indicates the collective thinking decreases the disclosure of firm characteristics; however, the group relationship increases the disclosure of firm idiosyncrasies. The findings are important for the influence of culture on firms’ information transparency from the prospective of cross-culture psychology.

**Keyword:** Collectivism, Stock Price Synchronicity, Group Relationship, Debt Financing, Firm Idiosyncrasies.