

European Summer Symposium in Financial Markets

Study Center Gerzensee - Switzerland

July 14 – July 18, 2008

The meeting is generously hosted by the Study Center Gerzensee

Programme Corporate Finance Week

Monday, July 14

- 8:30 – 9:30 **Imperfect Competition in the Inter-bank Market as a Rationale for Central Banking**
Presenter: Tanju Yorulmazer (Federal Reserve Bank of New York)
Coauthors: Viral Acharya (London Business School and CEPR)
 Denis Gromb (London Business School and CEPR)

Discussant: Kjell Nyborg (Norwegian School of Economics and Business Administration)
- 9:30 -10:30 **Looting and Gambling in Financial Crises**
Presenter: John Boyd (Carlsson School of Management, University of Minnesota)
Coauthors: Hendrik Hakenes (Max Planck Institute)

Discussant: Andrew Hertzberg (Northwestern University)
- 10:30-11:00 *Coffee Break*
- 11:00-12:00 **Did Securitization Lead to Lax Screening? Evidence from Subprime Loans 2001- 2006**
Presenter: Vikrant Vig (London Business School)
Coauthors: Benjamin Keys (University of Michigan)
 Tanmoy Mukherjee (Sorin Capital Management, LLC)
 Amit Seru (University of Chicago, Graduate School of Business)

Discussant: José Liberti (DePaul University)

Tuesday, July 15

Focus Session: Bankruptcy and financial distress

Organizer: Douglas Baird (University of Chicago Law School)

- 08.30-9.30 **Financial Innovation and the New Chapter 11**
Presenter: Douglas Baird (University of Chicago Law School)
Coauthor: Robert K. Rasmussen (Gould School of Law, University of Southern California)
- 9:30 -10:30 **The Collateral Channel in Contracting**
Presenter: Effraim Benmelech (Harvard University)
Coauthor: Nittai Bergman (Massachusetts institute of Technology)
- 10:30-11:00 *Coffee Break*
- 11.00-12:00 **Creditor Control and Conflict in Chapter 11**
Presenter: Ed Morrison (University of Chicago Law School)
Coauthor: Kenneth Ayotte (Columbia Business School)

Wednesday, July 16

- 8:30 – 9:30 **Estimating the Effects of Large Shareholders Using a Geographic Instrument**
Presenter: Bo Becker (University of Illinois)
Coauthors: Henrik Cronqvist (Claremont McKenna College)
 Rüdiger Fahlenbrach (Ohio State University)

Discussant: Ulf Axelson (Stockholm School of Economics)
- 9:30 – 10:30 **Deduction in Absurdum: CEOs Donating Their Own Stock to Their Family Foundations**
Presenter: David Yermack (Stern School of Business)

Discussant: Henrik Cronqvist (Fisher College of Business, The Ohio State University)
- 10:30-11:00 *Coffee Break*
- 11:00-12:00 **Corporate Political Contributions: Investment or Agency?**
Presenter: Felix Meschke (University of Minnesota)
Coauthors: Rajesh Aggarwal (University of Minnesota)
 Tracy Wang (University of Minnesota)

Discussant: Brandon Julio (University of Illinois, Urbana-Champaign)

Thursday, July 17

Focus Session: Innovation and entrepreneurship

Organizer: Thomas Hellmann (University of British Columbia)

8:30 – 9:30 **Incentives and Innovation Inside Firms: A Multi-tasking Approach**

Presenter: Thomas Hellmann (University of British Columbia)

Coauthors: Veikko Thiele (University of British Columbia)

9:30 – 10:30 **Are Financial Incentives Detrimental to Innovation?**

Presenter: Gustavo Manso (MIT Sloan School of Management)

Co-author: Florian Ederer (MIT)

10:30-11:00 *Coffee Break*

11:00-12:00 **Do Conglomerates Stifle Innovation?**

Presenter: Amit Seru (University of Chicago)

Friday, July 18

8:30-9:30 **The Resource Curse: A Corporate Transparency Channel**

Presenter: Sergei Guriev (New Economic School, Moscow and CEPR)

Coauthor: Artyom Durnev (McGill University)

Discussant: Bo Becker (University of Illinois)

9:30 -10:30 **The Demand for and Use of Credit in Rural India: An Experimental Analysis**

Presenter: Michael Faye (Harvard University)

Coauthor: Sendhil Mullainathan (Harvard University)

Discussant: Daniel Paravisini (Columbia Business School)

10:30-11:00 *Coffee Break*

11: 00-12:00 **Love and Loans: The Effect of Beauty and Personal Characteristics in Credit Markets**

Presenter: Enrichetta Ravina (Stern School of Business, New York University)

Discussant: Todd Gormley (Washington University, St. Louis)

Organizers:

Philippe Bacchetta (Université de Lausanne and CEPR)

Per Strömberg (Stockholm School of Economics, SIFR and CEPR)
Pietro Veronesi (Graduate School of Business, University of Chicago and CEPR)

European Summer Symposium in Financial Markets

Study Center Gerzensee – Switzerland

July 21 – July 25, 2008

The meeting is generously hosted by the Study Center Gerzensee

Programme Asset Pricing Week

Monday, July 21

- 8:30 – 9:30 **Are Options on Index Futures Profitable for Risk Averse Investors? Empirical Evidence**
Presenter: Jens Carsten Jackwerth (University of Konstanz)
Coauthors: George Constantinides (University of Chicago, Graduate School of Business)
 Michal Czerwonko (Concordia University)
 Stylianos Perrakis (Concordia University)

Discussant: Oleg Bondarenko (University of Illinois, Chicago)
- 9:30 -10:30 **Optimal Portfolio Allocations with Hedge Funds**
Presenter: Marcel Rindisbacher (University of Toronto)
Coauthors: Jerome Detemple (Boston University)
 René Garcia (Université de Montréal)

Discussant: Fabio Trojani (University of St. Gallen)
- 10:30-11:00 *Coffee Break*
- 11:00-12:00 **Performance Maximization of Actively Managed Funds**
Presenter: Paolo Guasoni (Boston University)
Coauthors: Gur Huberman (Columbia University Business School and CEPR)
 Zhenyu Wang (Federal Reserve Bank of New York)

Discussant: Lars Lochstoer (London Business School)

Tuesday, July 22

Focus Session: Interaction Between Financial and Labor Markets

Organizer: Jonathan Berk (Stanford University)

08.30-08.50 Focus Session Organizer's introduction to the topic

08.50-09.45 **Capital, Contracts and the Cross Section of Stock Returns**
Presenter: Johan Walden (University of California, Berkeley)
Coauthor: Christine Parlour (University of California, Berkeley)

09:45-10:05 *Coffee Break*

10:05-11:00 **IT, Corporate Payouts, and the Growing Inequality in Managerial Compensation**
Presenter: Hanno Lustig (University of California, Los Angeles)
Coauthors: Chad Syverson (University of Chicago)
Stijn van Nieuwerburgh (New York University)

11:00-11:05 *Convenience Break*

11:05-12:00 **Dynamic Agency and the Q-Theory of Investment**
Presenter: Peter DeMarzo (Stanford University)
Co-authors: Mike Fishman (Northwestern University)
Zhiguo He (Northwestern University)
Neng Wang (Columbia University)

Wednesday, July 23

8:30 – 9:30 **The Joint Behavior of Credit Spreads, Stock Options and Equity Returns when Investors Disagree**
Presenter: Andrea Buraschi (Imperial College, London)
Coauthors: Fabio Trojani (University of St. Gallen)
Andrea Vedolin (University of St. Gallen)

Discussant: Mikhail Chernov (London Business School and CEPR)

9:30 – 10:30 **Intermediated Quantities and Returns**
Presenter: Rajnish Mehra (University of California, Santa Barbara)
Coauthors: Ed Prescott (Federal Reserve Bank of Richmond)
Facundo Piguillem (University of Minnesota)

Discussant: Jesper Rangvid (Copenhagen Business School)

10:30-11:00 Coffee Break

11:00-12:00 **Realization Utility**
Presenter: Nick Barberis (Yale School of Management)
Coauthor: Wei Xiong (Princeton University)

Discussant: Antonio Mele (London School of Economics)

Thursday, July 24

Focus Session: Delegated Fund Management and Asset Prices

Organizer: Dimitri Vayanos (London School of Economics and CEPR)

8:30 – 9:30 **An Institutional Theory of Momentum and Reversal**
Presenter: Dimitri Vayanos (London School of Economics and CEPR)
Coauthor: Paul Woolley (London School of Economics)

9:30 – 10:30 **Intermediated Asset Prices**
Presenter: Arvind Krishnamurthy (Northwestern University)
Coauthor: Zhiguo He (Northwestern University)

10:30-11:00 *Coffee Break*

11:00-12:00 **TBA**
Presenter: Sebastien Pouget (University of Toulouse)
Coauthors: Catherine Casamatta (Toulouse School of Economics and CEPR)
 Stephan Villeneuve (GREMAQ)

Friday, July 25

8:30-9:30 **Competitive Rational Expectations Equilibria Without Apology**
Presenter: Xavier Vives (IESE Business School and CEPR)
Coauthor: Alexander Kovalenkov (University of Glasgow)

Discussant: Paolo Vitale (G. D'Annunzio University and CEPR)

9:30 -10:30 **Can Rare Event Explain the Equity Premium Puzzle?**
Presenter: Christian Julliard (London School of Economics and CEPR)
Coauthor: Anisha Ghosh (London School of Economics)

Discussant: Mariano Massimiliano Croce (University of North Carolina)

10:30-11:00 *Coffee Break*

11: 00-12:00 **Common Risk Factors in the Returns on Currencies**
Presnter: Adrien Verdelhan (Boston University)
Coauthor: Hanno Lustig (University of California, Los Angeles)
 Nick Roussanov (University of Pennsylvania, Wharton School of Business)

Discussant: Clemens Sialm (University of Texas at Austin)

Organizers:

Philippe Bacchetta (Université de Lausanne and CEPR)
Per Strömberg (Stockholm School of Economics, SIFR and CEPR)
Pietro Veronesi (Graduate School of Business, University of Chicago and CEPR)