European Summer Symposium in Financial Markets
Studienzentrum Gerzensee, 12/23 July 1999

Final Programme

Monday 12 July

08.15 - 08.30 Opening Remarks

08.30 - 09.45 The Forward Premium Puzzle: Different Tales from Developed and Emerging Economies
Magnus Dahlquist (Stockholm School of Economics and CEPR)

Discussant: Andreas Grünbichler (Swiss Institute of Banking and Finance)

09.45 - 11.00 Consumption, Aggregate Wealth and Expected Stock Returns
Martin Lettau (Federal Reserve Bank of New York and CEPR)*
Sydney Ludvigson (Federal Reserve Bank of New York)

Discussant: Todd Milbourn (London Business School)

20.30 - 21.30 Delegation of Control Rights, Ownership Concentration, and the Decline of External Finance
Holger Müeller (Universität Mannheim)

Discussant: Zsuzsanna Fluck (New York University)

Tuesday 13 July

Focus Session on Legal Rules and Corporate Structures

Organizer: Lucian Bebchuk (Harvard Law School)

08.30 - 10.15 Legal Rules and Corporate Structures: Rent-Protection, Agency Costs, and Path Dependence Theories
Lucian Bebchuk (Harvard Law School)

10.15 - 10.35 Coffee

10.35 - 12.15 Legal Rules and Corporate Structures: The Empirical Work
Rafael La Porta (Harvard University)
Florencio López-de-Silanes (Harvard University) *
Wednesday 14 July

08.30 - 09.45  Privatization and Institutions: A Cross-Country Analysis
Bernardo Bortolotti (Università di Torino, FEEM)*
Marcella Fantini (Fondazione Eni Enrico Mattei)
Domenico Siniscalco (Università di Torino, FEEM)
Serena Vitalini (Fondazione Eni Enrico Mattei)

Discussant: Luigi Zingales (University of Chicago and CEPR)

09.45 - 11.00  What Do State Owned Firms Maximise? Evidence from the Italian Banks
Paola Sapienza (Northwestern University and CEPR)

Discussant: Xavier Freixas (Bank of England, Universitat Pompeu Fabra, Barcelona, and CEPR)

Thursday 15 July

Focus Session on Bank Risk Management

Organizer: Josef Zechner (Universität Wien and CEPR)

08.30 - 09.50  Bank Capital Regulation with Random Audits
Sudipto Bhattacharya (London School of Economics and CEPR)
Manfred Plank (Austrian National Bank)
Günter Strobl (Universität Wien)
Josef Zechner (Universität Wien and CEPR) *

09.50 - 10.15  Coffee Break

10.15 - 11.15  Risk Capital and VaR
Paul Kupiec (FreddieMac)

11.15 - 12.15  The Dynamics of Capital Allocation
Neal Stoughton (University of California, Irvine) *
Josef Zechner (Universität Wien and CEPR) *

Friday 16 July

Steven Ongena (Norwegian School of Management)

Discussant: Jean-Pierre Zigrand (London School of Economics)

09.45 - 11.00  The Cost of Debt for a Financial Firm
James Dow (London Business School, European University Institute and CEPR)*
Nathalie Rossiensky (Duke University, Durham, and CEPR)

Discussant: Patrick Bolton (Princeton University and CEPR)
Monday 19 July

08.30 - 09.45  The ‘Spark’ Spread: Cross-Commodity Equilibrium Restrictions and Electricity
                Chester Spatt (Carnegie-Mellon University)

Discussant: Peter Schotman (Maastricht University and CEPR)

09.45 - 11.00  Option Pricing with Uncertain Fundamentals
                Alexander David (Board of Governors, Federal Reserve System)
                Pietro Veronesi (Graduate School of Business, University of Chicago and CEPR)*

Discussant: Gabrielle Demange (DELTA and CEPR)

20.30 - 21.30  Financial Contracting Theory Meets the Real World: Evidence from the Venture Capital Contracts
                Steven Kaplan (Graduate School of Business, University of Chicago)
                Per Johan Strömberg (Graduate School of Business, University of Chicago and CEPR)*

Discussant: Francesca Cornelli (London Business School and CEPR)

Tuesday 20 July  Focus Session on Liquidity

Organizer: Bengt Holmström (University of Helsinki and CEPR)

08.30 - 10.00  Emerging Markets Crises: An Assets Markets Perspective
                Richard J Caballero (Massachusetts Institute of Technology)
                Arvind Krishnamurty (Northwestern University)*

10.00 -10.30  Coffee Break

10.30 -12.00  Indexation and Insurance: A Stochastic Model of Credit Cycles
                Nobuhiro Kiyotaki (London School of Economics and CEPR)

Wednesday 21 July

08.30 - 09.45  Imperfect Market Monitoring and SOES Trading
                Thierry Foucault (HEC, School of Management and CEPR)
                Ailsa Röell (Princeton University and CEPR)*
                Patrik Sandås (Wharton School, University of Pennsylvania)*

Discussant: Xavier Vives (Institut d’Anàlisi Econòmica (CSIC), Barcelona and CEPR)

09.45 - 11.00  The Enforcement of a Self-Regulatory Organization
                Peter DeMarzo (University of California Berkeley)*
                Michael Fishman (Northwestern University)*
                Kathleen Hagerty (Northwestern University)

Discussant: Mike Burkart (Stockholm School of Economics and CEPR)
Thursday 22 July

08.30 - 09.45 Moving Small and Large Securities to Continuous Trading: The Case of Tel-Aviv Stock Exchange
Avner Kalay (Tel Aviv University and University of Utah)
Li Wei (University of Utah)
Avi Wohl (Bar-Ilan University)*

Discussant: Laurent Germain (London Business School)

09.45 - 11.00 Is it Better to Give Than Receive? Repudiation of the Gold Indexation Clause in Long-Term Debt During the Great Depression
Randall Kroszner (University of Chicago, Graduate School of Business)

Discussant: Yossef Spiegel (Tel-Aviv University)

Friday 23 July

Focus Session on Experimental Finance Markets

08.30 - 10.15 Does Money Illusion Matter? An Experimental Examination
Ernst Fehr (University of Zurich)
Jean-Robert Tyran (University of St Gallen) *

10.15 - 10.30 Coffee Break

10.30 - 12.15 Risk Allocation in Experimental Financial Markets
Peter Bossaerts (California Institute of Technology and CEPR)

Organizers: Philippe Bacchetta (Studienzentrum Gerzensee, Université de Lausanne and CEPR)
Bruno Biais (Université des Sciences Sociales and CEPR)
Marco Pagano (Università di Salerno and CEPR)
Ernst-Ludwig von Thadden (Université de Lausanne and CEPR)