European Summer Symposium in Financial Markets (ESSFM)

Studienzentrum Gerzensee, 18/29 July 2005

Programme

Week One (Corporate Finance)

Morning Sessions
Speakers: 55 minutes
Discussants: 10 minutes
Open discussion: 10 minutes

Evening Sessions
Anybody who cares to will be able to present their work in the informal evening sessions.
Presentations: approx. 30 minutes depending on demand
Bring your slides!

Monday 18 July

Chair: Hans Degryse (CentER, Tilburg University and Katholieke Universiteit Leuven)

09.00-10.15 Bottom-Up Corporate Governance
*Augustin Landier (Stern School of Business, New York University)
David Sraer (CREST-INSEE)
David Thesmar (ENSAE-CREST and CEPR)

Discussant: Vincente Cuñat (Universitat Pompeu Fabra)

10.15-11.30 Financial Integration and Entrepreneurial Activity: Evidence from Foreign Bank Entry in Emerging Markets
*Mariassunta Giannetti (SITE, Stockholm School of Economics and CEPR)
Steven Ongena (CentER, Tilburg University and CEPR)

Discussant: Luc Laeven (The World Bank and CEPR)
Tuesday 19 July

Focus Session: Banks, Markets and Innovative Start-Ups

Chair: Sudipto Bhattacharya (Arizona State University, London School of Economics and CEPR)

08.30-09.45 Financing and the Protection of Innovators
Gerard Llobet (Centre for Monetary and Financial Studies (CEMFI))
*Javier Suárez (Centre for Monetary and Financial Studies (CEMFI) and CEPR)

09.45-11.00 Knowledge Licensing, Patents and Optimal Organization of Research and Development
*Sudipto Bhattacharya (Arizona State University, London School of Economics and CEPR)
Sergei Guriev (New Economic School, Moscow and CEPR)

11.00-11.30 Coffee Break

11.30-12.45 Public Policy and the Creation of Active Venture Capital Markets
Marco Da Rin (Università di Torino, ECGI, and IGIER)
*Giovanna Nicodano (Università di Torino)
Alessandro Sembeneli (Università di Torino)

Wednesday 20 July

Chair: Zsuzsanna Fluck (Michigan State University)

09.00-10.15 What are Firms? Evolution from Birth to Public Companies
Steven Kaplan (University of Chicago)
Berk Sensoy (University of Chicago)
*Per Strömberg (University of Chicago and CEPR)

Discussant: Andres Almazan (University of Texas)

10.15-11.30 Financial Liberalisation and Capital Regulation in Open Economies
*Alan Morrison (University of Oxford)
Lucy White (Harvard University)

Discussant: Robert Marquez (University of Maryland)
Thursday 21 July

Focus Session: **Family Firms, The Role of Families in Firms’ Decision-Making and Performance**

Chair: Francisco Perez-Gonzalez (Columbia University)

08.30-09.45 **Family Firms: The Role of Families in Firms’ Decision-Making and Performance**
Morten Bennedsen (CEBR), Kasper Nielsen (CEBR)
* Francisco Perez-Gonzalez (Columbia University)
Daniel Wolfenzon (Stern School of Business, New York University)

09.45-11.00 **Mixing Family with Business: A Study of Thai Business Groups and the Families behind them**
Marianne Bertrand (University of Chicago and CEPR), Simon Johnson (Massachusetts Institute of Technology and CEPR)
*Krislert Samphantharak (University of California, San Diego)
Antoinette Schoar (Massachusetts Institute of Technology and CEPR)

11.00-11.30 Coffee Break

11.30-12.45 **Running in the Family: The Evolution of Ownership, Control and Performance in German Family-Owned Firms 1903-2003**
Olaf Ehrhardt (University of Witten/Herdecke)
*Eric Nowak (University of Lugano)
Felix-Michael Weber (University of Witten/Herdecke)

Friday 22 July

Chair: Charlotte Ostergaard (Norwegian School of Management)

09.00-10.15 **Keeping the Board in the Dark: CEO Compensation and Entrenchment**
*Roman Inderst (INSEAD, London School of Economics and CEPR)
Holger Müller (Stern School of Business, New York University and CEPR)

Discussant: Philip Bond (University of Pennsylvania)
10.15-11.30  The Economics of Fraudulent Accounting  
Simi Kedia (Harvard Business School)  
*Thomas Philippon (Stern School of Business, New York University and CEPR)  
Discussant: Yishay Yafeh (Hebrew University of Jerusalem, Oxford University, and CEPR)

**Week Two (Asset Pricing)**

**Monday 25 July**

09.00-10.15  Do Fluctuations in Wealth Generate Time-Varying Risk Aversion? Micro-Evidence on Individuals' Asset Allocation  
Marcus Brunnermeier (Princeton University and CEPR)  
*Stefan Nagel (Stanford University)  
Discussant: Annette Vissing-Jorgensen (Kellog Graduate School of Management, Northwestern University)

10.15-11.30  Information Acquisition and Portfolio Under-Diversification  
*Stijn Van Nieuwerburgh (Stern School of Business, New York University)  
Laura Veldkamp (Stern School of Business, New York University)  
Discussant: Ron Kaniel (Duke University)

**Tuesday 26 July**

**Focus Session:** Long Run Risks  
Organizer: Ravi Bansal (Duke University)

08.30-09.30  Long Run Risks: Potential Resolution of Asset Market Puzzles  
Ravi Bansal (Duke University)  
*Amir Yaron (Wharton School, University of Pennsylvania)

09.30-10.30  Long Run Risks and Risk Compensation in Equity Markets  
Ravi Bansal (Duke University)
10.30-11.00 Coffee Break

11.00-12.00 **Cash Flow and Mis-Specification Risks**
Ravi Bansal (Duke University)
*Christian Lundblad (Indiana University)
Robert Dittmar (University of Michigan)

**Wednesday 27 July**

08.30-9.30 **Mispricing of S&P 500 Index Options**
George Constantinides (University of Chicago)
*Jens Carsten Jackwerth (University of Konstanz)
Stylianos Perrakis (Concordia University)

Discussant: Fabio Trojani (Hochschule St. Gallen)

09.30-10.30 **Put Options Are Not Too Expensive: An Analysis of Path Peso Problems**
*Nicole Branger (Johann Wolfgang Goethe-Universität Frankfurt)
Christian Schlag (Johann Wolfgang Goethe-Universität Frankfurt)

Discussant: Oleg Bondarenko (University of Illinois, Chicago)

10.30-11.00 Coffee Break

11.00-12.00 **Option-Implied Correlations and the Price of Correlation Risk**
Joost Driessen (Universiteit van Amsterdam)
*Pascal Maenhout (INSEAD, Fontainebleau and CEPR)
Grigory Vilkov (INSEAD, Fontainebleau)

Discussant: Jan Ericsson (McGill University)

**Thursday 28 July**

**Focus Session:** **Terms Structure of Interest Rates and the Macro Economy**
Organizer: Monika Piazzesi (University of Chicago and CEPR)

08.30-09.30 **No-Arbitrage Taylor Rules**
Monika Piazzesi (University of Chicago and CEPR)
09.30-10.30  A Consumption-Based Model of the Term Structure of Interest Rates
Jessica Wachter (Wharton School, University of Pennsylvania)

10.30-11.00  Coffee Break

11.30-12.00  An International Examination of Affine Term Structure Models and the Expectations Hypothesis
Huarong Tang (Wharton School, University of Pennsylvania)
*Yihong Xia (Wharton School, University of Pennsylvania)

Friday 29 July

09.00-10.15  Agency Based Asset Pricing Model
*Rui Albuquerque (University of Rochester and CEPR)
Neng Wang (Columbia Business School)
Discussant: Denis Gromb (London Business School and CEPR)

10.15-11.30  What Can Rational Investors Do About Excessive Volatility?
Bernard Dumas (INSEAD, Fontainebleau and CEPR)
Alexander Kurshev (London Business School)
*Raman Uppal (London Business School and CEPR)
Discussant: Allan Timmermann (University of California, San Diego and CEPR)

*denotes Speaker

Organizers: Philippe Bacchetta (Studienzentrum Gerzensee, Université de Lausanne and CEPR)
Magnus Dahlquist (Stockholm Institute for Financial Research and CEPR)
Denis Gromb (London Business School and CEPR)