EUROPEAN SUMMER SYMPOSIUM IN FINANCIAL MARKETS

Generously hosted by
Study Center Gerzensee

Monday 15-26 July 2013

DRAFT PROGRAMME

WEEK 1 (CORPORATE FINANCE)

MONDAY 15 JULY

Morning Session: Financing Tangible and Intangible Capital

08.30 - 09.30
Cash and Intangible Capital
Antonio Falato (Federal Reserve Board)
*Dalida Kadyrzhanova (University of Maryland)
Jae Sim (Federal Reserve Board)
Discussant:
Vito Gala (London Business School)

09.30 - 10.30
Estimating the Effects of Contracting Frictions
Shaojin Li (Shanghai University of Economics and Finance)
*Toni Whited (University of Rochester)
Discussant:
Lukas Schmid (Duke University and UCLA)

10.30 - 11.00
Coffee Break

11.00 - 12.00
Innovation Cycles
Jiro Kondo (McGill University)
*Dimitris Papanikolaou (Northwestern University)
Discussant:
Hengjie Ai (University of Minnesota)

TUESDAY 16 JULY

Focus Session: Information & Organisational Structure
Organiser:
Amit Seru (University of Chicago)

08.30 - 09.30
Information, Credit and Organisation
Jose Maria Liberti (DePaul University)
*Amit Seru (University of Chicago)
Vikrant Vig (London Business School and CEPR)

09.30 - 10.30
The Information and Agency Effects of Scores: Randomized Evidence from Credit Committees
* Daniel Paravisini (London School of Economics and CEPR)
Antoinette Schoar (MIT Sloan School of Management and CEPR)

10.30 - 11.00
Coffee Break
11.00 - 12.00 | The Distinct Effects of Information Technology and Communication Technology on Firm Organisation  
Nicholas Bloom (Stanford University)  
*Luis Garicano (London School of Economics and CEPR)  
Raffaella Sadun (Harvard University)  
John Van Reenen (London School of Economics and CEPR)

**WEDNESDAY 17 JULY**

**Morning Session:** Family Firms & Household Finance

08.30 - 09.30 | Blood and Money: Kin altruism, governance, and inheritance in the family firm  
*Thomas Noe (University of Oxford)  
**Discussant:** Simon Gervais (Duke University)

09.30 - 10.30 | Financing from Family and Friends  
*Samuel Lee (NYU - Stern)  
Petra Persson (Columbia University)  
**Discussant:** Fausto Panunzi (Bocconi University and CEPR)

10.30 - 11.00 | Coffee Break

11.00 - 12.00 | Debt Relief and Debtor Outcomes: Measuring the Effects of Consumer Bankruptcy Protection  
*Will Dobbie (Princeton University)  
Jae Song (Social Security Administration)  
**Discussant:** Per Strömberg (Stockholm School of Economics and CEPR)

**THURSDAY 18 JULY**

**Focus Session:** Shareholder Activism

Organiser: Patrick Bolton (Columbia University and CEPR)

08.30 - 09.15 | Introduction  
Marco Becht (Universite Libre de Bruxelles and CEPR) and Wei Jiang (Columbia University)

09.15 - 10.00 | The Disciplinary Effects of Proxy Contests  
*Vyacheslav Fos (University of Illinois)

10.00 - 10.45 | Outsourcing Corporate Governance: Conflicts of Interest and Competition in the Proxy Advisory Industry  
*Tao Li (Columbia University)

10.45 - 11.15 | Coffee Break

11.15 - 12.00 | Why is Hedge Fund Activism Procyclical?  
*Mike Burkart (Stockholm School of Economics and CEPR)  
Amil Dasgupta (London School of Economics and CEPR)

**FRIDAY 19 JULY**

**Morning Session:** Risk Shifting & Risk Management

08.30 - 09.30 | Do Firms Engage in Risk Shifting? Empirical Evidence  
*Erik Gilje (University of Pennsylvania)  
**Discussant:** Sébastien Michaud (Rice University)
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<tr>
<th>Time</th>
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<tr>
<td>09.30 - 10.30</td>
<td><strong>Swinging for the Fences: Executive Reactions to Quasi-Random Option Grants</strong></td>
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<td>*Kelly Shue (University of Chicago)</td>
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<td>Richard Townsend (Dartmouth College)</td>
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<td>Discussant: <em>Daniel Metzger (Stockholm School of Economics)</em></td>
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<td>10.30 - 11.00</td>
<td><strong>Coffee Break</strong></td>
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<td>11.00 - 12.00</td>
<td><strong>Tropical Lending: International Prices, Credit Constraints and Strategic Default among</strong></td>
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<td>Coffee Washing Stations</td>
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<td>*Rocco Macchiavello (Warwick University and CEPR)</td>
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<td>Arthur Blouin (Warwick University)</td>
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<td>Discussant: <em>Cecilia Parlatore-Siritto (University of Pennsylvania, Wharton School)</em></td>
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**WEEK 2 (ASSET PRICING)**

**MONDAY 22 JULY**

**Morning Session:**

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<tr>
<td>08.30 - 09.30</td>
<td><strong>Valuation Risk and Asset Pricing</strong></td>
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<td>*Rui Albuquerque (Boston University and CEPR)</td>
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<td>Martin Eichenbaum (Northwestern University)</td>
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<td>Sergio Rebelo (Northwestern University and CEPR)</td>
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<td>Discussant: <em>Bernard Dumas (INSEAD and CEPR)</em></td>
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<td>09.30 - 10.30</td>
<td><strong>Asset Pricing with Entry and Imperfect Competition</strong></td>
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<td>Erik Loualiche (Northwestern University)</td>
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<td>Discussant: <em>Lukas Schmid (Duke University)</em></td>
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<td>10.30 - 11.00</td>
<td><strong>Coffee Break</strong></td>
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<td>11.00 - 12.00</td>
<td><strong>Firm Characteristics and Empirical Factor Models: a Data-Mining Experiment</strong></td>
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<td>Leonid Kogan (MIT Sloan School of Management)</td>
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<td><em>Mary Tian (Federal Reserve Board)</em></td>
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<td>Discussant: <em>Valentin Haddad (Princeton University)</em></td>
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Evening Parallel Sessions

20.00 - 20.45 Trading and Information Diffusion in Over-the-Counter Markets
*Ana Babus (Federal Reserve Bank of Chicago and CEPR)
Peter Kondor (Central European University)
Comparing Different Regulatory Measures to Control Stock Market Volatility: A General Equilibrium Analysis
*Adrian Buss (INSEAD)
Bernard Dumas (INSEAD and CEPR)
Raman Uppal (Edhec Business School and CEPR)
Grigory Vilkov (Goethe University Frankfurt)

20.45 - 21.30 Decentralized Exchange
*Semyon Malamud (EPFL)
Marzena Rostek (University of Wisconsin)
Asset pricing in the frequency domain: theory and empirics
*Stefano W Giglio (University of Chicago)
Ian Dew-Becker (Federal Reserve Bank of San Francisco)

TUESDAY 23 JULY

Focus Session: New perspectives on the term structure
Organiser: Arvind Krishnamurthy (Northwestern University)

08.30 - 08.50 Overview

08.50 - 09.40 Monetary Policy and Long-Term Real Rates
*Sam Hanson (Harvard University)
Jeremy Stein (Harvard University)

09.40 - 10.30 Expecting the Fed
*Anna Cieslak (Kellogg School of Management, Northwestern University)
Pavol Povala (University of Lugano)

10.30 - 11.00 Coffee Break

11.00 - 11.50 Short-term Debt and Financial Crises: What we can learn from U.S. Treasury Supply
*Arvind Krishnamurthy (Northwestern University)
Annette Vissing-Jorgensen (Northwestern University)

WEDNESDAY 24 JULY

Morning Session:

08.30 - 09.30 Financial Entanglement: A Theory of Incomplete Integration, Leverage, Crashes, and Contagion
*Stavros Panageas (University of Chicago - Booth School of Business)
Nicolae Garleanu (UC Berkeley Haas School of Business and CEPR)
Jianfeng Yu (University of Minnesota)
Discussant: Michael Gallmeyer (University of Virginia)

09.30 - 10.30 Liquidity Risk and the Dynamics of Arbitrageur Capital
Peter Kondor (Central European University)
*Dimitri Vayanos (London School of Economics and CEPR)
Discussant: Nicolae Garleanu (UC Berkeley Haas School of Business and CEPR)

10.30 - 11.00 Coffee Break
11.00 - 12.00 | Asset Pricing: A Tale of Two Days  
*Pavel Savor (The Wharton School, University of Pennsylvania)  
Mungo Wilson (Said Business School, University of Oxford)  

Discussant: Anna Cieslak (Northwestern University)

**THURSDAY 25 JULY**

**Focus Session:** High Frequency Trading  
*Organiser:* Bruno Biais (Toulouse School of Economics and CEPR)

08.30 - 08.45 | Overview

08.45 - 09.40 | Fast trading and prop trading  
Bruno Biais (Toulouse School of Economics and CEPR)  
*Fany Declerck (Toulouse School of Economics)  
Sophie Moinas (Toulouse School of Economics)

09.40 - 10.35 | The flash crash: The impact of high frequency trading on an electronic market  
Andrei Kirilenko (MIT Sloan School of Management)  
*Albert S. Kyle (University of Maryland)  
Mehrdad Samadi (University of North Carolina)  
Tugkan Tuzun (Federal Reserve Board)

10.35 - 11.05 | Coffee Break

11.05 - 12.00 | News Trading and Speed  
Thierry Foucault (HEC Paris and CEPR)  
*Johan Hombert (HEC Paris)  
Ioanid Rosu (HEC Paris)

**FRIDAY 26 JULY**

**Morning Session:**

08.30 - 09.30 | What Ties Returns Volatilities to Price Valuations and Fundamentals?  
Alexander David (University of Calgary)  
*Pietro Veronesi (University of Chicago - Booth School of Business and CEPR)

Discussant: Hongjun Yan (Yale School of Management)

09.30 - 10.30 | Wage Rigidity: A Solution to Several Asset Pricing Puzzles  
*Jack Favilukis (London School of Economics)  
Xiaoji Lin (Ohio State University)

Discussant: Dmitry Livdan (UC Berkeley Haas School of Business)

10.30 - 11.00 | Coffee Break

11.00 - 12.00 | Commodity Trade and the Carry Trade: A Tale of Two Countries  
Nikolai Roussanov (The Wharton School, University of Pennsylvania)  
*Robert Ready (University of Rochester)  
Colin Ward (The Wharton School, University of Pennsylvania)

Discussant: Max Croce (University of North Carolina)

* Indicates the presenter.

**Organisers:**

Dirk Niepelt (Study Center Gerzensee and CEPR)  
Anna Pavlova (London Business School and CEPR)  
Adriano Rampini (Duke University, Harvard University and CEPR)