

2014 China International Conference in Finance

July 10-13, 2014

Chengdu, China

2014 中国金融国际年会

7月10日至13日

中国·四川成都

# 2014 China International Conference in Finance

## Preliminary Program

**TCW Forum**

**July 10, 2014 14:00 - 17:00**

### July 11

**Session: Corporate Finance in Emerging Economies**

**July 11, 2014 8:30 to 10:00**

Session Chair: Xuan Tian, Indiana University

#### **Pre-Market and IPO Pricing: Evidence from Taiwan**

By Chun Chang; Shanghai Advanced Institute of Finance, Shanghai Jiaotong University

Yao-Min Chiang; National Taiwan University

Yiming Qian; University of Iowa

Jay Ritter; University of Florida

Discussant: Laura Xiaolei Liu, Hong Kong University of Science and Technology

#### **Controlling Shareholders Incentive and Executive Pay-for-performance Sensitivity: Evidence from the Split Share Structure Reform in China**

By Shenglan Chen; Inner Mongolia University

Bingxuan Lin; University of Rhode Island

Rui Lu; Sun Yat-Sen University

Ting Zhang; University of Dayton

Discussant: Cinder Xinde Zhang, Shanghai University of Finance and Economics

#### **Social Network, Entertainment Expenditures and Bank Lending Decisions: Evidence from China's Non-SOE Firms**

By Xiaofei Pan; University of Wollongong

Gary Tian; University of Wollongong

Discussant: Meijun Qian, National University of Singapore

#### **Venture Capital Syndication's Member Background, Organizational Structure,**

**and IPO Underpricing: Evidence from the GEM of China**

By Hao Xu; Xi'an Jiaotong University

Difang Wan; Xi'an Jiaotong University

Jin Xu; Massachusetts Institute of Technology

Discussant: G. Nathan Dong, Columbia University

**Session: Derivative Securities**

**July 11, 2014 8:30 to 10:00**

Session Chair: Hyeng Keun Koo, Ajou University

**Free (Almost) Variance Insurance**

By Yan Xu; University of Hong Kong

Yuzhao Zhang; Oklahoma State University

Discussant: Dacheng Xiu, University of Chicago

**Resolution of Policy Uncertainty and Sudden Declines in Volatility**

By Dante Amengual; CEMFI

Dacheng Xiu; University of Chicago

Discussant: Bong-Gyu Jang, Pohang University of Science and Technology

**Assessing Models of Individual Equity Option Prices**

By Gurdip Bakshi; University of Maryland

Charles Cao; Pennsylvania State University and PBC School of Finance, Tsinghua University

Zhaodong (Ken) Zhong; Rutgers University

Discussant: Yan Xu, University of Hong Kong

**Implied Hurst Exponent and Fractional Implied Volatility: A Variance Term Structure Model**

By Kinrey Qingyue Li; Xiamen University

Rong Chen; Xiamen University

Discussant: Hyeng Keun Koo, Ajou University

**Session: Capital Structure**

**July 11, 2014 8:30 to 10:00**

Session Chair: Dirk Hackbarth, Boston University

### **Common Factors in Corporate Capital Structure**

By Murray Z. Frank; University of Minnesota

Tao Shen; University of Minnesota and Tsinghua University

Discussant: Evgeny Lyandres, Boston University

### **Stock Return Volatility and Capital Structure Decisions**

By Hui Chen; Massachusetts Institute of Technology and NBER

Hao Wang; Tsinghua University

Hao Zhou; PBC School of Finance, Tsinghua University

Discussant: Jaewon Choi, University of Illinois

### **A Dynamic Tradeoff Theory for Financially Constrained Firms**

By Patrick Bolton; Columbia University, NBER and CEPR

Hui Chen; Massachusetts Institute of Technology and NBER

Neng Wang; Columbia University and NBER

Discussant: Nengjiu Ju, Shanghai Advanced Institute of Finance, Shanghai Jiaotong University

### **Does Political Uncertainty Affect Capital Structure Choices?**

By Wenbin Cao; University of Oklahoma

Xiaoman Duan; University of Oklahoma

Vahap B. Uysal; University of Oklahoma

Discussant: Tao Shen, University of Minnesota and Tsinghua University

### **Session: Outside Influences on Corporate Governance**

**July 11, 2014 8:30 to 10:00**

Session Chair: Ronald W. Masulis, University of New South Wales

### **Bankrupt Family Firms**

By Massimo Massa; INSEAD

Alminas Zaldokas; Hong Kong University of Science and Technology

Discussant: B. Espen Eckbo, Dartmouth College

### **CEO Duality and Firm Performance: Evidence from an Exogenous Shock to the Competitive Environment**

By Tina Yang; Villanova University

Shan Zhao; Grenoble School of Management

Discussant: Lixiong Guo, University of New South Wales

**How Does Block Ownership by Institutions Affect Corporate Governance?  
Evidence from the Valuation of a Firm's Cash Holdings**

By Jing Huang; University of Oregon

Steve R. Matsunaga; University of Oregon

Z. Jay Wang; University of Oregon

Discussant: Bohui Zhang, University of New South Wales

**Blockholder Power, Shareholder Conflicts and Legal Protection: Evidence from  
Tax Preferences and Payout Decisions**

By Christoph Kaserer; CEFS and Technical University of Munich

Marc Steffen Rapp; Philipp University of Marburg

Oliver Trinchera; CEFS and Technical University of Munich

Discussant: Z. Jay Wang, University of Oregon

**Session: Behavior and Impact of Institutional Investors  
July 11, 2014 8:30 to 10:00**

Session Chair: Wenlan Qian, National University of Singapore

**How Fast Can the Market Get It? Evidence from Alliance Synergies**

By Massimo Massa; INSEAD

Chengwei Wang; INSEAD

Hong Zhang; INSEAD and PBC School of Finance, Tsinghua University

Discussant: Abhiroop Mukherjee, Hong Kong University of Science and  
Technology

**Do Hedge Funds Trade on Private Information? Evidence from Upcoming  
Changes in Analysts' Stock Recommendations**

By April Klein; New York University

Anthony Saunders; New York University

Yu Ting Forester Wong; Columbia University

Discussant: Roger Loh, Singapore Management University

**Hedge Fund Ownership and Stock Market Efficiency**

By Charles Cao; Pennsylvania State University and PBC School of Finance, Tsinghua  
University

Bing Liang; University of Massachusetts

Andrew W. Lo; Massachusetts Institute of Technology

Lubomir Petrasek; Federal Reserve Board

Discussant: Yang Sun, Massachusetts Institute of Technology

**The Effect of Index Funds Competition on Money Management Fees**

By Yang Sun; Massachusetts Institute of Technology

Discussant: Hong Zhang, INSEAD and PBC School of Finance, Tsinghua University

**Session: Banking and Financial Institutions I  
July 11, 2014 8:30 to 10:00**

Session Chair: Keke Song, Dalhousie University

**Industry Competition and Bank Lines of Credit**

By Maggie (Rong) Hu; University of New South Wales

Discussant: Chi Wan, University of Massachusetts Boston

**Do Financial Institutions Face Higher Borrowing Costs?**

By Lynnette Purda; Queen's University

Fatma Sonmez; Queen's University

Ligang Zhong; University of Windsor

Discussant: Sébastien Betermier, McGill University

**Linking Distress of Financial Institutions to Macrofinancial Shocks**

By Alexander Al-Haschimi; European Central Bank

Stephane Dees; European Central Bank

Filippo di Mauro; European Central Bank

Martina Jancokova; Goethe University

Discussant: Ji Zhang, Tsinghua University

**How Organizational Hierarchy Affects Information Production**

By Janis Skrastins; London Business School

Vikrant Vig; London Business School

Discussant: Maggie (Rong) Hu, University of New South Wales

**Session: Stakeholders, Firm Environment and Corporate Finance  
July 11, 2014 10:30 to 12:00**

Session Chair: Henrik Cronqvist, China Europe International Business School

**The Effects of Owners' Portfolio Diversification on Firm Strategies: Theory and Evidence from Private and Public firms**

By Evgeny Lyandres; Boston University

Maria-Teresa Marchica; Manchester Business School

Roni Michaely; Cornell University

Roberto Mura; University of Manchester

Discussant: Tao Shen, University of Minnesota and Tsinghua University

**Finance and Society: On the Foundations of Corporate Social Responsibility**

By Hao Liang; Tilburg University

Luc Renneboog; Tilburg University

Discussant: Gennaro Bernile, Singapore Management University

**How Does Political Connection Help During Crisis? —Evidence from Chinese Private Firms**

By Deng Lu; Beihang University

Sifei Li; Beijing Foreign Studies University

Huan Liu; Beijing Technology and Business University

Discussant: Guoqian Tu, Chongqing University

**Those Born in the Winter Know How to Weather the Storm: An Empirical Investigation of Firms Born in Recession**

By Qiao Liu; Peking University

Xiaoquan Wang; Peking University

Discussant: Henrik Cronqvist, China Europe International Business School

**Session: Real Estate Finance**

**July 11, 2014 10:30 to 12:00**

Session Chair: Rossen Valkanov, University of California, San Diego

**Complexity in Structured Finance: Financial Wizardry or Smoke and Mirrors?**

By Andra Ghent; Arizona State University

Walter Torous; Massachusetts Institute of Technology

Rossen Valkanov; University of California, San Diego

Discussant: Shu Yan, University of South Carolina

**Real Estate Risk, Corporate Investment and Financing Choice**

By Xiaoying Deng; National University of Singapore  
Seow Eng Ong; National University of Singapore  
Meijun Qian; National University of Singapore

Discussant: Yi Li, Federal Reserve Board

**What Drives Housing Dynamics in China? A Sign Restrictions VAR Approach.**

By Timothy Yang Bian; Georgetown University  
Pedro Gete; Georgetown University and IE University

Discussant: Jun Tu, Singapore Management University

**Session: Mergers and Acquisitions**  
**July 11, 2014 10:30 to 12:00**

Session Chair: Gordon Phillips, University of Southern California and NBER

**Fire-Sale Acquisitions and Intra-Industry Contagion**

By Seungjoon Oh; University of Michigan

Discussant: Yongxiang Wang, University of Southern California

**Currency Appreciation Shocks and Shareholder Wealth Creation in Cross-border Mergers and Acquisitions**

By Chen Lin; University of Hong Kong  
Micah S. Officer; Loyola Marymount University  
Beibei Shen; Chinese University of Hong Kong

Discussant: Pedro Matos, University of Virginia and ECGI

**Top Management Compensation Differences and Merger Outcomes**

By Vidhan K. Goyal; Hong Kong University of Science and Technology  
Zilong Zhang; Hong Kong University of Science and Technology

Discussant: Minwen Li, Tsinghua University

**Strategic Effects of Horizontal Merger Synergies on Rivals, Customers, and Suppliers**

By Gennaro Bernile; Singapore Management University  
Evgeny Lyandres; Boston University

Discussant: Alminas Zaldokas, Hong Kong University of Science and Technology

**Session: 资产定价与风险管理**  
**July 11, 2014 10:30 to 12:00**



主持人: 郑振龙, 厦门大学

**参数学习下 levy 动态波动率模型研究: 来自收益率、风险测度及期权的证据**

By 吴恒煜; 中国金融安全协同创新中心和西南财经大学

朱福敏; 西南财经大学和纽约州立大学石溪分校

温金明; 加拿大麦吉尔大学

Aaron Kim; 纽约州立大学石溪分校

评论人: 林靛, 北京大学

**宏观长期风险与资产价格: 国际比较与中国实证**

By 陈国进; 厦门大学

黄伟斌; 厦门大学

Tribhuvan Puri; 麻省大学达特茅斯分校

评论人: 刘波, 电子科技大学

**卖空机制与资产定价效率: 来自中国融资融券市场的自然实验**

By 李志生; 中南财经政法大学

陈晨; 中南财经政法大学

林秉旋; 罗德岛大学

评论人: 张玲, 广东金融学院

**国际 ETF 市场的折溢价原因探索**

By 张维; 天津大学

武自强; 上海证券交易所

郭彬; 天津大学

熊熊; 天津大学

张永杰; 天津大学

评论人: 李志生, 中南财经政法大学

**Session: Cross-Sectional Stock Return**

**July 11, 2014 10:30 to 12:00**

Session Chair: Laura Xiaolei Liu, Hong Kong University of Science and Technology

**The Pricing of Corporate Foreign Trade Risk**

By Yakov Amihud; New York University

Eli Bartov; New York University

Baolian Wang; Hong Kong University of Science and Technology

Discussant: Jie Cao, Chinese University of Hong Kong

**Short-run and Long-run Consumption Risks, Dividend Processes and Asset Returns**

By Jun Li; University of Texas at Dallas

Harold H. Zhang; University of Texas at Dallas

Discussant: Kai Li, Hong Kong University of Science and Technology

**External Equity Financing Shocks, Financial Flows, and Asset Prices**

By Frederico Belo; University of Minnesota and NBER

Xiaoji Lin; The Ohio State University

Fan Yang; University of Hong Kong

Discussant: Li Gu, Federal Reserve Board

**Profitability and Stock Returns in Production-Based Asset Pricing with Decreasing Returns to Scale**

By Ronald J. Balvers; McMaster University

Li Gu; Federal Reserve Board

Dayong Huang; University of North Carolina at Greensboro

Discussant: Jia Chen, Peking University

**Session: Credit Risk with Chinese Characteristics**  
**July 11, 2014 10:30 to 12:00**

Session Chair: Haitao Li, Cheung Kong Graduate School of Business

**A Puzzle of Counter-Credit-Risk Corporate Yield Spreads in China's Corporate Bond Market**

By Jian Luo; Xiamen University

Xiaoxia Ye; Stockholm University

Discussant: Jingzhi Huang, Pennsylvania State University

**Business Commitments, Personal Commitments and Credit Risk: Evidence from China**

By Helen Hui Huang; University of Regina

Zhicheng Wang; Beijing University

Shunming Zhang; Renmin University of China

Discussant: Yingzi Zhu, Tsinghua University

### **Corporate Default with Chinese Characteristics**

By Jing Ai; University of Hawai'i at Maanoa

Warren Bailey; Cornell University

Haoyu Gao; Chinese Academy of Sciences

Xiaoguang Yang; Chinese Academy of Sciences,

Lin Zhao; Chinese Academy of Sciences

Discussant: Hong Zhang, INSEAD and PBC School of Finance, Tsinghua University

### **The Determinants of Chinese Local Government Bond Yields**

By Sheng Wang; Shanghai Pudong Development Bank

Fan Yu; Claremont McKenna College

Discussant: Weina Zhang, National University of Singapore

### **Keynote Speech**

**July 11, 2014 13:00-14:30**

Speaker: Kenneth French, Tuck School of Business, Dartmouth College

### **Session: Information and Asset Prices**

**July 11, 2014 14:45 to 16:15**

Session Chair: Lin Peng, City University of New York

### **Good Disclosure, Bad Disclosure**

By Itay Goldstein; University of Pennsylvania

Liyan Yang; University of Toronto

Discussant: Yajun Wang, University of Maryland

### **Speculative Financial Innovation**

By H. Henry Cao; Cheung Kong Graduate School of Business

Hui Ou-Yang; Cheung Kong Graduate School of Business

Dongyan Ye; Cheung Kong Graduate School of Business

Discussant: Ruijing Meng, University of Hong Kong

### **The Informational Role of Corporate Hedging**

By Alberto Manconi; Tilburg University

Massimo Massa; INSEAD

Lei Zhang; Nanyang Technological University

Discussant: Roger Loh, Singapore Management University

**Session: 宏观与国际金融**

**July 11, 2014 14:45 to 16:15**

主持人: 王建, 达拉斯联邦储备银行

**国际货币的全球分布与人民币国际化战略**

By 何青; 中国人民大学

王芳; 中国人民大学

郭俊杰; 中国人民大学

庄太量; 香港中文大学

评论人: 陈玉婵, 中国人民银行厦门市中心支行

**影响国际货币形成因素的动态分析—基于 PSTR 非线性的实证**

By 丁剑平; 上海财经大学

楚国乐; 上海财经大学

评论人: 曹伟, 浙江工商大学

**国家背景风险与主权财富基金战略资产配置**

By 蔡明超; 上海交通大学

陈宪; 上海交通大学

何西; 澳大利亚国立大学

评论人: 陈国进, 厦门大学

**汇率相关性的预测与全球资产配置**

By 郑振龙; 厦门大学

陈蓉; 厦门大学

王磊; 厦门大学

评论人: 王建, 达拉斯联邦储备银行

**Session: Behavioral Finance: Investor Behavior**

**July 11, 2014 14:45 to 16:15**

Session Chair: Pengjie Gao, University of Notre Dame

**Count Models of Social Networks in Finance**

By Harrison Hong; Princeton University, NBER and China Academy of Financial Research

Jiangmin Xu; Princeton University

Discussant: Soohun Kim, Georgia Institute of Technology

### **Investor Trading During the Chinese Warrants Bubble**

By Neil D. Pearson; University of Illinois at Urbana-Champaign

Zhishu Yang; Tsinghua University

Discussant: Jialin Yu, Hong Kong University of Science and Technology

### **Value versus Growth Investing: Why Do Different Investors Have Different Styles?**

By Henrik Cronqvist; China Europe International Business School

Stephan Siegel; University of Washington

Frank Yu; China Europe International Business School

Discussant: Yang Sun, Massachusetts Institute of Technology

### **Who Are the Value and Growth Investors?**

By Sébastien Betermier; McGill University

Laurent E. Calvet; HEC Paris

Paolo Sodini; Stockholm School of Economics

Discussant: Pengjie Gao, University of Notre Dame

## **Session: Empirical Corporate Finance I**

**July 11, 2014 14:45 to 16:15**

Session Chair: Chen Lin, University of Hong Kong

### **Financing Decisions and New Product Introductions of Private and Publicly Traded Firms**

By Gordon Phillips; University of Southern California and NBER

Giorgo Sertsios; Universidad de los Andes

Discussant: Lei Zhang, Nanyang Technological University

### **International Corporate Governance Spillovers: Evidence from Cross-Border Mergers and Acquisitions**

By Rui Albuquerque; Boston University, Católica-Lisbon School of Business and Economics, CEPR and ECGI

Miguel A. Ferreira; Universidade Nova de Lisboa and ECGI

Luis Brandao Marques; International Monetary Fund

Pedro Matos; University of Virginia and ECGI

Discussant: Beibei Shen, Chinese University of Hong Kong

### **Lehman Sisters**

By Renee B. Adams; University of New South Wales, FIRN and ECGI

Vanitha Rangunathan; University of Queensland, FIRN

Discussant: Lai Wei, University of Hong Kong

### **Why Did the Investment-Cash Flow Sensitivity Decline Over Time? A Productive Capital Structure Perspective**

By Zhen Wang; Shanghai University of Finance and Economics

Chu Zhang; Hong Kong University of Science and Technology

Discussant: Erasmo Giambona, University of Amsterdam

## **Session: Corporate Finance Theory I**

**July 11, 2014 14:45 to 16:15**

Session Chair: Neng Wang, Columbia University and NBER

### **Strategic Cash Holdings and R&D Competition: Theory and Evidence**

By Evgeny Lyandres; Boston University

Berardino Palazzo; Boston University

Discussant: Xiaodan Gao, National University of Singapore

### **Asset Substitution and Underinvestment: A Dynamic View**

By Nengjiu Ju; Shanghai Advanced Institute of Finance, Shanghai Jiaotong University

Hui Ou-Yang; Cheung Kong Graduate School of Business

Discussant: Jianfeng Yu, University of Minnesota

### **Marking to Market and Inefficient Investment Decisions**

By Clemens A. Otto; HEC Paris

Paolo F. Volpin; City University London

Discussant: Ming Yang, Duke University

### **Means of Payment and Timing of Mergers and Acquisitions in a Dynamic Economy**

By Alexander S. Gorbenko; London Business School

Andrey Malenko; Massachusetts Institute of Technology

Discussant: Tingjun Liu, Cheung Kong Graduate School of Business

**Session: Chinese Stock Markets**

**July 11, 2014 14:45 to 16:15**

Session Chair: K.C. John Wei, Hong Kong University of Science and Technology

**Who Benefits from IFRS Convergence in China?**

By Chao Chen; Fudan University

Edward Lee; University of Manchester

Gerald J. Lobo; University of Houston

Wuyang Zhao; University of Toronto

Discussant: K.C. John Wei, Hong Kong University of Science and Technology

**The Real Value of China's Stock Market**

By Jennifer N. Carpenter; New York University

Fangzhou Lu; New York University

Robert F. Whitelaw; New York University

Discussant: Shujing Wang, Hong Kong University of Science and Technology

**Cheating in China: Corporate Frauds and the Roles of Financial Markets**

By Minwen Li; Tsinghua University

Tanakorn Makaew; University of South Carolina

Discussant: Chao Chen, Fudan University

**Do Behavioral Biases Affect Order Aggressiveness?**

By Jiangze Bian; University of International Business and Economics

Kalok Chan; Hong Kong University of Science and Technology

Donghui Shi; Shanghai Stock Exchange

Hao Zhou; PBC School of Finance, Tsinghua University

Discussant: F.Y. Eric C. Lam, Hong Kong Baptist University

**Session: Banking and Financial Institutions II**

**July 11, 2014 16:45 to 18:15**

Session Chair: Ping He, Tsinghua University

**Systemic Risk and Market Liquidity**

By Kebin Ma; Tilburg University

Discussant: Zhuo Chen, Northwestern University

### **A Theory of Bank Liquidity Requirements**

By Charles Calomiris; Columbia University and International Monetary Fund

Florian Heider; European Central Bank

Marie Hoerova; European Central Bank

Discussant: Weidong Tian, University of North Carolina at Charlotte

### **The Interbank Market Run and Creditor Runs**

By Xuewen Liu; Hong Kong University of Science and Technology

Discussant: Song Han, Federal Reserve Board

### **Liquidity Provision, Bank Capital, and the Macroeconomy**

By Gary Gorton; Yale University and NBER

Andrew Winton; University of Minnesota

Discussant: Ping He, Tsinghua University

**Session: 资本市场**

**July 11, 2014 16:45 to 18:15**

主持人: 汤珂, 中国人民大学

### **政治不确定性与地方债发行**

By 罗党论; 中山大学

余国满; 复旦大学

评论人: 张晓玫, 西南财经大学

### **上市公司金融投资符合投资者利益吗?**

By 胡聪慧; 北京大学

燕翔; 北京大学

刘玉珍; 北京大学

评论人: 宋卓霖, 西南财经大学

### **隐含因子的信息含量**

By 郑振龙; 厦门大学

陈蓉; 厦门大学

黄海峰; 厦门大学



评论人: 刘淳, 清华大学

### **不确定信息、异质信念与首发异象**

By 刘博; 复旦大学

王克敏; 复旦大学

评论人: 吴卫星, 对外经济贸易大学

## **Session: Corporate Finance in China**

**July 11, 2014 16:45 to 18:15**

Session Chair: Jie Gan, Cheung Kong Graduate School of Business

### **Who Captures the Power of the Pen?**

By Jiaxing You; Xiamen University

Bohui Zhang; University of New South Wales

Le Zhang; University of New South Wales

Discussant: Laura Xiaolei Liu, Hong Kong University of Science and Technology

### **Investment Promotion Policies and Firm Location Decisions: Evidence from Chinese Manufacturing Firms**

By Yue Zhang; University of Pittsburgh

Discussant: Donghang Zhang, University of South Carolina

### **The Role of Long-term Investor-underwriter Relationship in Auctioned IPOs**

By Ping Jiang; University of International Business and Economics

Xinjian Shao; University of International Business and Economics

Yi Xue; University of International Business and Economics

Discussant: Tingjun Liu, Cheung Kong Graduate School of Business

### **Political Connections or Reputation Which One Matters: Evidence from the IPO Process of PE Backed Firms in China?**

By Qigui Liu; University of Wollongong

Jinghua Tang; University of Wollongong

Gary (Gang) Tian; University of Wollongong

Discussant: Yongxiang Wang, University of Southern California

## **Session: Private Equity and IPO**

**July 11, 2014 16:45 to 18:15**

Session Chair: Yiming Qian, University of Iowa

**Reputation, Volatility and Performance Persistence of Private Equity**

By Yi Li; Federal Reserve Board

Discussant: Huasheng Gao, Nanyang Technological University

**Do IPO Underwriters Collude?**

By Fangjian Fu; Singapore Management University

Evgeny Lyandres; Boston University

Discussant: Xiaoding Liu, University of Oregon

**Interim Fund Performance and Fundraising in Private Equity**

By Brad M. Barber; University of California, Davis

Ayako Yasuda; University of California, Davis

Discussant: Yi Li, Federal Reserve Board

**An Attention Model of IPO Underpricing, With Evidence on Media Coverage**

By Laura Xiaolei Liu; Hong Kong University of Science and Technology

Ann E. Sherman; DePaul University

Yong Zhang; Hong Kong Polytechnic University

Discussant: Donghang Zhang, University of South Carolina

**Session: Portfolio Choice**

**July 11, 2014 16:45 to 18:15**

Session Chair: Jun Liu, University of California at San Diego, Shanghai Advanced Institute of Finance, Shanghai Jiaotong University and Southwestern University of Finance and Economics

**Risk, Return, and the Optimal Exploitation of Stock Characteristics**

By Christopher G. Lamoureux; University of Arizona

Huacheng Zhang; University of Arizona

Discussant: Zhongzhi Song, Cheung Kong Graduate School of Business

**Ambiguity Aversion and Under-diversification**

By Massimo Guidolin; Bocconi University and University of Manchester

Hening Liu; University of Manchester

Discussant: Xudong Zeng, Shanghai University of Finance and Economics

**Lifecycle Consumption and Investment with Illiquid Housing and Voluntary Retirement**

By Yingshan Chen; National University of Singapore

Min Dai; National University of Singapore

Hong Liu; Washington University in St. Louis

Discussant: Jun Tu, Singapore Management University

**Insider Information, Arbitrage and Optimal Portfolio and Consumption Policies**

By Marcel Rindisbacher; Boston University

Discussant: Zhenjiang Qin, Southwestern University of Finance and Economics

**Session: Delegated Asset Management**

**July 11, 2014 16:45 to 18:15**

Session Chair: Bing Liang, University of Massachusetts

**Does Institutional Ownership Predict Mutual Fund Performance? An Examination of Undiscovered Holdings in Their 13F Reports**

By Xuhui (Nick) Pan; Tulane University

Blerina Bela Reza; University of Toledo

Kainan Wang; University of Toledo

Discussant: Gennaro Bernile, Singapore Management University

**Prime Broker-Level Comovement in Hedge Fund Returns: Information or Contagion?**

By Ji-Woong Chung; Korea University

Byoung Uk Kang; Hong Kong Polytechnic University

Discussant: Lei Jiang, Tsinghua University

**Cautious Risk-Takers: Investor Preferences and Demand for Active Management**

By Valery Polkovnichenko; University of Texas at Dallas

Kelsey Wei; Federal Reserve Board

Feng Zhao; University of Texas at Dallas

Discussant: Bohui Zhang, University of New South Wales

**How Does Size Affect Mutual Fund Performance? Evidence from Mutual Fund Trades**

By Jeffrey Busse; Emory University

Tarun Chordia; Emory University

Lei Jiang; Tsinghua University  
Yuehua Tang; Singapore Management University  
Discussant: Huacheng Zhang, University of Arizona

## July 12

**Session: 银行与信贷**  
**July 12, 2014 8:30 to 10:00**

主持人: 尹志超, 西南财经大学

### 货币政策、信贷定价与金融稳定

By 江曙霞; 厦门大学  
陈玉婵; 中国人民银行厦门市中心支行  
评论人: 李明辉, 上海财经大学

### 发展非利息业务对银行有益吗? — 基于中国银行业的实证分析

By 刘莉亚; 上海财经大学  
李明辉; 上海财经大学  
评论人: 陈玉婵, 中国人民银行厦门市中心支行

### 金融可及性与中国家庭的消费 — 基于中国家庭金融调查数据的研究

By 尹志超; 西南财经大学  
宋全云; 西南财经大学  
吴雨; 西南财经大学  
评论人: 李焰, 中国人民大学

### 借款人文本性描述对投资人决策的影响——基于P2P网络借贷平台的分析

By 才子豪; 中国人民大学  
高弋君; 中国人民大学  
李珍妮; 中国人民大学  
李焰; 中国人民大学  
王冰婷; 中国人民大学  
杨宇轩; 中国人民大学  
评论人: 宋全云, 西南财经大学

**Session: Limits to Arbitrage and the Profitability Premium**

**July 12, 2014 8:30 to 10:00**

Session Chair: Jialin Yu, Hong Kong University of Science and Technology

**How Constraining Are Limits to Arbitrage?**

By Alexander Ljungqvist; New York University and NBER  
Wenlan Qian; National University of Singapore

Discussant: Zheng Sun, University of California, Irvine

**The Booms and Busts of Beta Arbitrage**

By Shiyang Huang; London School of Economics  
Dong Lou; London School of Economics and CEPR  
Christopher Polk; London School of Economics and CEPR

Discussant: Pengjie Gao, University of Notre Dame

**The Profitability Premium: Macroeconomic Risks or Expectation Errors?**

By F.Y. Eric C. Lam; Hong Kong Baptist University  
Shujing Wang; Hong Kong University of Science and Technology  
K.C. John Wei; Hong Kong University of Science and Technology

Discussant: Jia Chen, Peking University

**Industry Profitability Dispersion and Market-to-book Ratio**

By Jia Chen; Peking University  
Kewei Hou; The Ohio State University  
Rene M. Stulz; The Ohio State University

Discussant: Shujing Wang, Hong Kong University of Science and Technology

**Session: External Governance Mechanisms and Firm decisions**

**July 12, 2014 8:30 to 10:00**

Session Chair: B. Espen Eckbo, Dartmouth College

**Political Contributions and the Severity of Government Enforcement**

By Sarah Fulmer; Florida State University  
April Knill; Florida State University  
Xiaoyun Yu; Indiana University

Discussant: Alminas Zaldokas, Hong Kong University of Science and Technology

**Corporate Governance and Costs of Equity: Theory and Evidence**

By Di Li; Georgia State University  
Erica X. N. Li; Cheung Kong Graduate School of Business  
Discussant: Sébastien Michenaud, Rice University

**Control beyond Ownership: Subcontractors of Large Business Groups**

By Woojin Kim; Seoul National University  
Jongsub Lee; University of Florida  
Yunxiao Liu; Korea University  
Discussant: Ling Cen, University of Toronto

**The Board of Directors in Hedge Fund Governance**

By Peter G. Szilagyi; University of Cambridge  
Chong Wei Wong; Peking University  
Discussant: Ronald W. Masulis, University of New South Wales

**Session: Return Predictability**  
**July 12, 2014 8:30 to 10:00**

Session Chair: Raymond Kan, University of Toronto

**Mean Reversion, Momentum and Return Predictability**

By Dashan Huang; Singapore Management University  
Fuwei Jiang; Singapore Management University  
Jun Tu; Singapore Management University  
Guofu Zhou; Washington University in St. Louis  
Discussant: Jie Cao, Chinese University of Hong Kong

**Alliances and Return Predictability**

By Jie Cao; Chinese University of Hong Kong  
Tarun Chordia; Emory University  
Chen Lin; University of Hong Kong  
Discussant: Xiaolu Wang, Iowa State University

**Implications of Returns Predictability across Horizons for Asset Pricing Models**

By Carlo A. Favero; Bocconi University, IGIER and CEPR  
Fulvio Ortu; Bocconi University, IGIER  
Andrea Tamoni; London School of Economics  
Haoxi Yang; Bocconi University  
Discussant: Dashan Huang, Singapore Management University

### **Rare Disaster Concerns Everywhere**

By George P. Gao; Cornell University  
Zhaogang Song; Federal Reserve Board

Discussant: Yingzi Zhu, Tsinghua University

### **Session: Market Microstructure**

**July 12, 2014 8:30 to 10:00**

Session Chair: Hendrik Bessembinder, University of Utah

### **A Market Microstructure Theory of the Term Structure of Asset Returns**

By Albert S. Kyle; University of Maryland  
Anna A. Obizhaeva; New Economics School

Yajun Wang; University of Maryland

Discussant: Adam Clark-Joseph, University of Illinois

### **Tick Size Constraints, Market Structure, and Liquidity**

By Chen Yao; University of Warwick  
Mao Ye; University of Illinois at Urbana-Champaign

Discussant: Yesol Huh, Federal Reserve Board

### **Why is the Amihud (2002) Illiquidity Measure Priced?**

By Xiaoxia Lou; University of Delaware  
Tao Shu; University of Georgia

Discussant: Darwin Choi, Hong Kong University of Science and Technology

### **Queuing Uncertainty**

By Bart Zhou Yueshen; VU University Amsterdam and Duisenberg School of Finance

Discussant: Artem Neklyudov, Carnegie Mellon University

### **Session: Corporate Finance Theory II**

**July 12, 2014 10:30 to 12:00**

Session Chair: Nengjiu Ju, Shanghai Advanced Institute of Finance, Shanghai Jiaotong University

### **Investment, Liquidity, and Financing Under Uncertainty**

By Patrick Bolton; Columbia University, NBER and CEPR

Neng Wang; Columbia University and NBER

Jinjiang Yang; Shanghai University of Finance and Economics

Discussant: Erica Li, Cheung Kong Graduate School of Business

### **Traders vs. Relationship Managers: Reputational Conflicts in Full-Service Investment Banks**

By Zhaohui Chen; University of Virginia

Alan Morrison; University of Oxford

Bill Wilhelm; University of Virginia

Discussant: Xuewen Liu, Hong Kong University of Science and Technology

### **Security Design in a Production Economy with Flexible Information Acquisition**

By Ming Yang; Duke University

Yao Zeng; Harvard University

Discussant: Mark A. Chen, Georgia State University

### **Labor Liability Dynamics and Corporate Debt**

By Qi Sun; University of Southern California

Xiaolan Zhang; University of California, Los Angeles

Discussant: Lifang Xu, Shanghai University of Finance and Economics

**Session: 公司治理与激励机制**

**July 12, 2014 10:30 to 12:00**

主持人: 孙谦, 复旦大学

### **中国上市公司金字塔控股结构与股价崩盘风险**

By 许年行; 中国人民大学

李小荣; 中央财经大学

刘俏; 北京大学

罗炜; 北京大学

评论人: 杨青, 复旦大学

### **IPO 财富效应、高管股权安排与高管离职行为**

By 韩慧博; 对外经贸大学

吕长江; 复旦大学

张新; 复旦大学



评论人: 李博, 汕头大学

### 我国上市公司 CEO 薪酬存在“幸运支付”?

By 杨青; 复旦大学

陈峰; 复旦大学

陈洁; 上海银行

评论人: 沈哲, 厦门大学

### 聪明的投资者: 非完全市场化利率与风险识别 ——来自 P2P 网络借贷的证据

By 廖理; 清华大学五道口金融学院

李梦然; 清华大学

王正位; 清华大学五道口金融学院

评论人: 李小荣, 中央财经大学

## **Session: Banking and Financial Institutions III July 12, 2014 10:30 to 12:00**

Session Chair: Jennie Bai, Georgetown University

### **Does the Market Understand Rating Shopping? Predicting MBS Losses with Initial Yields**

By Jie (Jack) He; University of Georgia

Jun 'QJ' Qian; Boston College

Philip E. Strahan; Boston College and NBER

Discussant: Jun Kyung, Auh Columbia University

### **Credit Default Swaps and Bank Risk Taking**

By Susan Chenyu Shan; Shanghai Advanced Institute of Finance, Shanghai Jiaotong University

Dragon Yongjun Tang; University of Hong Kong

Hong Yan; University of South Carolina and Shanghai Advanced Institute of Finance, Shanghai Jiaotong University

Discussant: Jaewon Choi, University of Illinois

### **Does Bank Trading Activity Deliver Alpha or Just Higher Pay?**

By Michael R. King; University of Western Ontario

Nadia Massoud; York University

Keke Song; Dalhousie University

Discussant: Yi Li, Federal Reserve Board

## **Bank Credit Tightening, Debt Market Frictions and Corporate Yield Spreads**

By Massimo Massa; INSEAD

Lei Zhang; Nanyang Technological University

Discussant: Hao Wang, Tsinghua University

**Session: Analysts, Information, and Corporate Fraud Incentives**  
**July 12, 2014 10:30 to 12:00**

Session Chair: Andrew Winton, University of Minnesota

## **Does Competition Affect Earnings Management? Evidence from a Natural Experiment**

By Chen Lin; University of Hong Kong

Micah Officer; Loyola Marymount University

Xintong Zhan; Chinese University of Hong Kong

Discussant: Fei Xie, Clemson University

## **Analyst Coverage in the Premarket of IPOs**

By Chunxin Jia; Peking University

Zhen Xie; Shanghai University of Finance and Economics

Donghang Zhang; University of South Carolina

Discussant: Rik Sen, Hong Kong University of Science and Technology

## **Competition, Capital Market Feedback, and Earnings Management: Evidence from Economic Deregulation**

By Jongsub Lee; University of Florida

Xiaoding Liu; University of Oregon

Discussant: Minwen Li, Tsinghua University

## **Financial Fraud and Analyst Reputation**

By Xiumin Martin; Washington University

Cong Wang; Chinese University of Hong Kong

Xiangang Xin; City University of Hong Kong

Discussant: Fei Ding, Hong Kong University of Science and Technology

**Session: Delegated Portfolio Management**  
**July 12, 2014 10:30 to 12:00**

Session Chair: Jennifer N. Carpenter, New York University

### **Noise Trader Risk and Hedge Fund Returns**

By Yong Chen; Texas A&M University

Bing Han; University of Toronto

Jing Pan; University of Utah

Discussant: Bing Liang, University of Massachusetts

### **Window Dressing in Mutual Funds**

By Vikas Agarwal; Georgia State University

Gerald D. Gay; Georgia State University

Leng Ling; Georgia College & State University

Discussant: Lei Jiang, Tsinghua University

### **Which Hedge Fund Styles Hedge Against Bad Time?**

By Charles Cao; Pennsylvania State University and PBC School of Finance, Tsinghua University

David E. Rapach; Saint Louis University

Guofu Zhou; Washington University in St Louis

Discussant: Kelsey Wei, Federal Reserve Board

### **Are Institutional Investors Truly Skilled or Merely Opportunistic?**

By Gennaro Bernile; Singapore Management University

Alok Kumar; University of Miami

Johan Sulaeman; Southern Methodist University

Qin Wang; University of Michigan

Discussant: Tong Yao, University of Iowa

### **Session: Managerial Pay, Incentives, and Turnover**

**July 12, 2014 13:30 to 15:00**

Session Chair: Pedro Matos, University of Virginia and ECGI

### **The Costs and Benefits of Clawback Provisions in CEO Compensation**

By Mark A. Chen; Georgia State University

Daniel Greene; Georgia State University

James Owers; Georgia State University

Discussant: Erica Li, Cheung Kong Graduate School of Business

**Downside Risk and the Design of Executive Incentives: Evidence from the Removal of Short-Selling Constraints**

By David De Angelis; Rice University  
Gustavo Grullon; Rice University  
Sébastien Michenaud; Rice University

Discussant: Stefan Zeume, University of Michigan

**The role of deferred pay in retaining managerial talent**

By Radhakrishnan Gopalan; Washington University in St. Louis  
Sheng Huang; Singapore Management University  
Johan Maharjan; Washington University in St. Louis

Discussant: Xiaoyun Yu, Indiana University

**Strategic News Releases in Equity Vesting Months**

By Alex Edmans; London Business School, University of Pennsylvania, NBER, CEPR and ECGI

Luis Goncalves-Pinto; National University of Singapore

Yanbo Wang; INSEAD

Moqi Xu; London School of Economics

Discussant: Tomislav Ladika, University of Amsterdam

**Session: Theoretical Asset Pricing  
July 12, 2014 13:30 to 15:00**

Session Chair: Mark Loewenstein, University of Maryland

**Market Efficiency and Real Efficiency: The Connect and Disconnect via Feedback Effects**

By Itay Goldstein; University of Pennsylvania

Liyan Yang; University of Toronto

Discussant: Shujing Wang, Hong Kong University of Science and Technology

**Specified Recovery**

By Ngoc-Khanh Tran; Washington University in St. Louis

Shixiang Xia; Washington University in St. Louis

Discussant: Marcel Rindisbacher, Boston University

**Financial Fragility and Incentives**

By Harjoat S. Bhamra; Imperial College London

Lei Ding; Imperial College London

Discussant: Tao Li, City University of Hong Kong

### **Asset Pricing with a Financial Sector**

By Kai Li; Hong Kong University of Science and Technology

Discussant: Canlin Li, Federal Reserve Board

**Session: 金融中介与机构投资**  
**July 12, 2014 13:30 to 15:00**

主持人: 杨之曙, 清华大学

#### **基金经理人性别对绩效、风险以及职涯考量的影响**

By 林煜恩; 武夷学院

池祥萱; 东华大学

柯邦儒; 东华大学

评论人: 李平, 电子科技大学

#### **审计所声誉能有效降低上市公司权益资本成本吗?**

By 张学勇; 中央财经大学

何姣, 中信银行

陶醉, 中央财经大学

评论人: 徐永新, 西南财经大学

#### **“抱团”能否“取暖”--基金经理的选股策略与基金业绩**

By 伊志宏; 中国人民大学

于上尧; 中国人民大学

王雪; 中国人民大学

评论人: 金洪飞, 上海财经大学

#### **分析师跟踪与企业盈余管理: 来自中国上市公司的证据**

By 李春涛; 中央财经政法大学

宋敏; 北京大学和香港大学

张璇; 中南财经政法大学

评论人: 贺威, 清华大学五道口金融学院

**Session: Drivers for Return Predictability**  
**July 12, 2014 13:30 to 15:00**

Session Chair: Guofu Zhou, Washington University in St. Louis

**Short-and Long-Run Business Conditions and Expected Returns**

By Qi Liu; Peking University

Libin Tao; University of International Business and Economics

Weixing Wu; University of International Business and Economics

Jianfeng Yu; University of Minnesota

Discussant: Xiaoneng Zhu, Central University of Finance and Economics

**Trading on Algos**

By Johannes A. Skjeltorp; Norges Bank

Elvira Sojli; Erasmus University Rotterdam

Wing Wah Tham; Erasmus University Rotterdam and Tinbergen Institute

Discussant: Lei Gao, University of Memphis

**Earnings Announcement Season, Information Diffusion, and Return Predictability**

By Shu Yan; University of South Carolina

Discussant: Fuwei Jiang, Singapore Management University

**The Effects of a Temporary Short-selling Ban**

By Haoshu Tian; Princeton University

Discussant: Yingzi Zhu, Tsinghua University

**Session: Empirical Corporate Finance II**

**July 12, 2014 13:30 to 15:00**

Session Chair: Sudipto Dasgupta, Hong Kong University of Science and Technology

**Zombie Lending, Financial Reporting Opacity and Contagion**

By Yupeng Lin; National University of Singapore

Discussant: Wanli Zhao, Southern Illinois University

**Shadow Trading: Do Insiders Exploit Private Information About Other Firms?**

By Mihir N. Mehta; Temple University and Massachusetts Institute of Technology

David M. Reeb; National University of Singapore

Wanli Zhao; Southern Illinois University

Discussant: Rik Sen, Hong Kong University of Science and Technology

### **Do Non-executive Employees Have Information? Evidence from Employee Stock Purchase Plans**

By Iлона Babenko; Arizona State University

Rik Sen; Hong Kong University of Science and Technology

Discussant: Yiming Qian, University of Iowa

### **Customer-Supplier Relationships and Strategic Disclosures of Litigation Loss Contingencies**

By Ling Cen; University of Toronto

Feng Chen; University of Toronto

Yu Hou; Queen's University

Gordon Richardson; University of Toronto

Discussant: Peter G. Szilagyi, University of Cambridge

### **Session: Role of Analysts**

**July 12, 2014 15:30 to 17:00**

Session Chair: Roger Loh, Singapore Management University

### **Do Analysts' Preferences Affect Corporate Policies?**

By François Degeorge; University of Lugano

François Derrien; Virginia Polytechnic Institute and State University

Ambrus Kecskes; York University

Sébastien Michenaud; Rice University

Discussant: Henrik Cronqvist, China Europe International Business School

### **Analyst Incentives, Forecast Biases, and Stock Returns**

By Kai Wai Hui; Hong Kong University of Science and Technology

K.C. John Wei; Hong Kong University of Science and Technology

Haifeng You; Hong Kong University of Science and Technology

Discussant: G. Mujtaba Mian, Hong Kong Polytechnic University

### **Lower the Basket for Easy Shots? Expectation Management before Takeovers**

By Jie (Jack) He; University of Georgia

Tingting Liu; University of Georgia

Tao Shu; University of Georgia

Discussant: Xiangang Xin, City University of Hong Kong

## **Flu Epidemic, Limited Attention and Analyst Forecast Behavior**

By G. Nathan Dong; Columbia University

Yuna Heo; Rutgers University

Discussant: Lin Peng, City University of New York

### **Session: International Finance**

**July 12, 2014 15:30 to 17:00**

Session Chair: Elvira Sojli, Erasmus University Rotterdam

## **International Instability and Asset Pricing**

By Zhuo Chen; Northwestern University

Andrea Lu; Northwestern University

Zhuqing Yang; Northwestern University

Discussant: Bohui Zhang, University of New South Wales

## **What Affects Innovation More: Policy or Policy Uncertainty?**

By Utpal Bhattacharya; Indiana University

Po-Hsuan Hsu; University of Hong Kong

Xuan Tian; Indiana University

Yan Xu; University of Hong Kong

Discussant: Alminas Zaldokas, Hong Kong University of Science and Technology

## **Foreign Portfolio Investment and Corporate Innovation**

By Jan Bena; University of British Columbia

Miguel A. Ferreira; Universidade Nova de Lisboa and ECGI

Pedro Matos; University of Virginia and ECGI

Discussant: George P. Gao, Cornell University

## **Size, Value, and Momentum in International Stock Returns: A New Partial-Segmentation Approach**

By G. Andrew Karolyi; Cornell University

Ying Wu; Stevens Institute of Technology

Discussant: Allaudeen Hameed, National University of Singapore

### **Session: 公司理财**

**July 12, 2014 15:30 to 17:00**

主持人: 刘俏, 北京大学



**官员视察、媒体关注与政府补助：来自中国上市公司的经验研究**

By 戴亦一；厦门大学

洪群；厦门大学

潘越；厦门大学

评论人：孙博，北京大学

**地域因素如何影响公司股利政策——“替代模型”还是“结果模型”？**

By 张玮婷；上海证券交易所发展研究中心

王志强；厦门大学

评论人：刘桂林，香港大学

**外资并购威胁到了中国产业安全吗？——来自 31 个省及 19 个行业的经验证据**

By 李善民；中山大学

史欣向；中山大学

王彩萍；中山大学

李昶；中山大学

评论人：胡聪慧，北京大学

**产权性质、融资约束与企业现金持有动机——来自中国工业企业数据库的经验证据**

By 尹志超；西南财经大学

路晓蒙；西南财经大学

评论人：汪小圈，北京大学

**Session: Corporate Policies and Firm Performance**

**July 12, 2014 15:30 to 17:00**

Session Chair: Florian Heider, European Central Bank

**Short Sellers and Innovation: Evidence from a Quasi-natural Experiment**

By Jie (Jack) He; University of Georgia

Xuan Tian; Indiana University

Discussant: **Cissy Zhihua Chen, Shanghai University of Finance and Economics**

**Internal Information Asymmetry, Internal Capital Markets, and Firm Value**

By Matthew T. Billett; Indiana University

Chen Chen; University of Auckland

Xiumin Martin; Washington University in St. Louis

Xin Wang ; School of Business, University of Hong Kong

Discussant: Stefan Zeume, University of Michigan

**A View Inside Corporate Risk Management**

By Gordon Bodnar; John Hopkins University  
Erasmus Giambona; University of Amsterdam  
John Graham; Duke University  
Campbell Harvey; Duke University

Discussant: Andrew Winton, University of Minnesota

**Do Innovation Intermediaries Matter? Distance to the USPTO and Firm Innovation**

By Ning Jia; Tsinghua University  
Xuan Tian; Indiana University

Discussant: Wenlan Qian, National University of Singapore

**Session: Fixed Income Markets**

**July 12, 2014 15:30 to 17:00**

Session Chair: Jingzhi Huang, Pennsylvania State University

**Prices and Volatilities in the Corporate Bond Market**

By Jack Bao; Ohio State University  
Jia Chen; Peking University  
Kewei Hou; Ohio State University and China Academy of Financial Research  
Lei Lu; Peking University

Discussant: Zheng Sun, University of California, Irvine

**Tips from TIPS: the Informational Content of Treasury Inflation-Protected Security Prices**

By Min Wei; Federal Reserve Board

Discussant: Neil Pearson, University of Illinois at Urbana-Champaign

**What Drives the International Bond Risk Premia?**

By Guofu Zhou; Washington University in St. Louis  
Xiaoneng Zhu; Central University of Finance and Economics

Discussant: Tong Yu, University of Rhode Island

**Term Structure of Interest Rates with Short-Run and Long-Run Risks**

By Olesya Grishchenko; Federal Reserve Board

Hao Zhou; PBC School of Finance, Tsinghua University  
Discussant: Robert Kimmel, National University of Singapore

## July 13

**Session: Asset Pricing: Methods and Empirical Applications**  
**July 13, 2014 8:30 to 10:00**

Session Chair: Jun Tu, Singapore Management University

### **One Fundamental, Two Taxes: When does a Tobin Tax (not) Reduce Financial Price Volatility?**

By Yongheng Deng; National University of Singapore  
Xin Liu; National University of Singapore  
Shang-Jin Wei; Columbia University, CEPR and NBER  
Discussant: Fuchun Li, Bank of Canada

### **Mimicking Portfolios and Weak Non-traded Factors in Two-pass Tests of Asset Pricing**

By Lei Jiang; Tsinghua University  
Zhaoguo Zhan; Tsinghua University  
Discussant: Raymond Kan, University of Toronto

### **Money or Mirage? Testing an Intraday Moving Average Trading Strategy on Exchange Traded Funds**

By Jingzhi Huang; Pennsylvania State University  
Zhijian (James) Huang; University of Wisconsin-Milwaukee  
Discussant: Fuwei Jiang, Singapore Management University

### **Spurious Inference in Unidentified Asset-Pricing Models**

By Nikolay Gospodinov; Federal Reserve Bank of Atlanta  
Raymond Kan; University of Toronto  
Cesare Robotti; Imperial College School  
Discussant: Robert Kimmel, National University of Singapore

**Session: CDS, Credit Rating, Corporate Bond Valuation, Sovereign Credit Risk**  
**July 13, 2014 8:30 to 10:00**

Session Chair: Dragon Yongjun Tang, University of Hong Kong

### **A Rating-Based Sovereign Credit Risk Model: Theory and Evidence**

By Haitao Li; Cheung Kong Graduate School of Business

Tao Li; City University of Hong Kong

Xuewei Yang; Nanjing University

Discussant: Sarah Qian Wang, University of Warwick

### **Sentiment and Corporate Bond Valuations Before and After the Onset of the Credit Crisis**

By Jingzhi Huang; Pennsylvania State University

Marco Rossi; University of Notre Dame

Yuan Wang; Concordia University

Discussant: Xiaoxia Ye, Stockholm University

### **Market Segmentation and Default Risk: the CDS and Loan CDS Markets**

By Lawrence Kryzanowski; Concordia University

Stylianos Perrakis; Concordia University

Rui Zhong; Concordia University

Discussant: Zhaodong (Ken) Zhong, Rutgers University

### **The Conservative Issuer Bias of Corporate Ratings**

By Mohammad (Nazmul) Hasan; United States Department of the Treasury

Nikunj Kapadia; University of Massachusetts Amherst

Akhtar Siddique; United States Department of the Treasury

Discussant: Weina Zhang, National University of Singapore

### **Session: Drivers and Impediments of Innovation and Investment**

**July 13, 2014 8:30 to 10:00**

Session Chair: Martin Schmalz, University of Michigan

### **Public Equity Markets and Corporate Innovation Strategies: Evidence from Private Firms**

By Huasheng Gao; Nanyang Technological University

Po-Hsuan Hsu; University of Hong Kong

Kai Li; University of British Columbia

Discussant: Xuan Tian, Indiana University

### **Do Corporate Taxes Hinder Innovation?**

By Abhiroop Mukherjee; Hong Kong University of Science and Technology  
Manpreet Singh; Hong Kong University of Science and Technology  
Alminas Zaldokas; Hong Kong University of Science and Technology

Discussant: Jie (Jack) He, University of Georgia

### **Acquiring Acquirers**

By Ludovic Phalippou; University of Oxford  
Fangming Xu; University of Bristol  
Huainan Zhao; Cranfield University

Discussant: Hong Zou, University of Hong Kong

### **The Effect of Managerial Short-Termism on Corporate Investment**

By Tomislav Ladika; University of Amsterdam

Discussant: Huasheng Gao, Nanyang Technological University

### **Session: Idiosyncratic Volatility**

**July 13, 2014 8:30 to 10:00**

Session Chair: Charles Cao, Pennsylvania State University and PBC School of Finance, Tsinghua University

### **Option Implied Volatility, Skewness, and Kurtosis and the Cross-Section of Expected Stock Returns**

By Turan G. Bali; Georgetown University  
Jianfeng Hu; Singapore Management University  
Scott Murray; University of Nebraska

Discussant: Clark Liu, Tsinghua University

### **Strategic Risk Shifting and the Idiosyncratic Volatility Puzzle**

By Zhiyao Chen; University of Reading  
Ilya A. Strebulaev; Stanford University  
Yuhang Xing; Rice University  
Xiaoyan Zhang; Purdue University

Discussant: Gang Li, Hong Kong Polytechnic University

### **Abnormal Idiosyncratic Volatility and Expected Returns**

By Yung Chiang Yang; Queen's University Belfast  
Bohui Zhang; University of New South Wales  
Chu Zhang; Hong Kong University of Science and Technology

Discussant: Xingguo Luo, Zhejiang University

### **Have We Solved the Idiosyncratic Volatility Puzzle?**

By Kewei Hou; Ohio State University

Roger Loh; Singapore Management University

Discussant: Hong Zhang, INSEAD and PBC School of Finance, Tsinghua University

### **Session: Market Liquidity**

**July 13, 2014 8:30 to 10:00**

Session Chair: Yen-Cheng Chang, Shanghai Advanced Institute of Finance, Shanghai Jiao Tong University

### **Time-Varying Momentum Payoffs and Illiquidity**

By Doron Avramov; Hebrew University of Jerusalem

Si Cheng; Queen's University Belfast

Allaudeen Hameed; National University of Singapore

Discussant: Qing Tong, Singapore Management University

### **Liquidity and Price Impacts of Financial Distress: Evidence from the Market for Defaulted Bonds**

By Song Han; Federal Reserve Board

Ke Wang; Federal Reserve Board

Discussant: Susan Chenyu Shan, Shanghai Advanced Institute of Finance, Shanghai Jiaotong University

### **A Market-Based Funding Liquidity Measure**

By Zhuo Chen; Northwestern University

Andrea Lu; Northwestern University

Discussant: Jia Chen, Peking University

### **Did Liquidity Providers Become Liquidity Seekers?: Evidence from the CDS-Bond Basis during the 2008 Financial Crisis**

By Jaewon Choi; University of Illinois

Or Shachar; Federal Reserve Bank of New York

Discussant: Grace Xing Hu, University of Hong Kong

### **Session: Innovators and Innovation**

**July 13, 2014 10:30 to 12:00**

Session Chair: Sumit Agarwal, National University of Singapore

**Do General Managerial Skills Spur Innovation?**

By Cláudia Custódio; Arizona State University

Miguel A. Ferreira; Universidade Nova de Lisboa and ECGI

Pedro Matos; University of Virginia and ECGI

Discussant: Gordon Phillips, University of Southern California and NBER

**Overconfident CEOs as Outside Directors: Are They Facilitators for Innovation?**

By Lixiong Guo; University of New South Wales

Yue Lu; University of New South Wales

Discussant: Xuan Tian, Indiana University

**Are Entrepreneurs Special? Evidence from Board Appointments**

By Olubunmi Faleye; Northeastern University

Wilson Kung; University of New South Wales

Jerry Parwada; University of New South Wales

Gloria Y. Tian; University of Lethbridge

Discussant: Gennaro Bernile, Singapore Management University

**Housing Collateral and Entrepreneurship**

By Martin C. Schmalz; University of Michigan

David A. Sraer; Princeton University

David Thesmar; HEC Paris and CEPR

Discussant: Sumit Agarwal, National University of Singapore

**Session: Liquidity, Market Power, and Asset Pricing**

**July 13, 2014 10:30 to 12:00**

Session Chair: Hong Liu, Washington University in St. Louis

**Market Making Contracts, Firm Value, and the IPO Decision**

By Hendrik Bessembinder; University of Utah

Jia Hao; Wayne State University

Kuncheng Zheng ; University of Michigan

Discussant: Liyan Yang, University of Toronto

### **Market Power and Capital Flexibility: A New Perspective on the Pricing of Technology Shocks**

By Lorenzo Garlappi; University of British Columbia  
ZhongZhi Song; Cheung Kong Graduate School of Business

Discussant: Nengjiu Ju, Shanghai Advanced Institute of Finance, Shanghai Jiaotong University

### **Quantifying Liquidity and Default Risks of Corporate Bonds over the Business Cycle**

By Hui Chen; Massachusetts Institute of Technology and NBER  
Rui Cui; University of Chicago  
Zhiguo He; University of Chicago and NBER  
Konstantin Milbradt; Northwestern University and NBER

Discussant: Jingzhi Huang, Pennsylvania State University

### **Commodities as Collateral**

By Ke Tang; Renmin University of China  
Haoxiang Zhu; Massachusetts Institute of Technology

Discussant: Yajun Wang, University of Maryland

## **Session: Macroeconomics and Finance July 13, 2014 10:30 to 12:00**

Session Chair: Jianfeng Yu, University of Minnesota

### **Geography of Firms and Propagation of Local Economic Shocks**

By Gennaro Bernile; Singapore Management University  
George Korniotis; University of Miami  
Alok Kumar; University of Miami

Discussant: Xing Huang, Michigan State University

### **Macroeconomic Risks and Asset Pricing: Evidence from a Dynamic Stochastic General Equilibrium Model**

By Erica Li; Cheung Kong Graduate School of Business  
Haitao Li; Cheung Kong Graduate School of Business  
Cindy Yu; Iowa State University

Discussant: Kai Li, Hong Kong University of Science and Technology



### **Seeing the Unobservable from the Invisible: The Role of CO<sub>2</sub> in Measuring Consumption Risk**

By Zhuo Chen; Northwestern University

Andrea Lu; Northwestern University

Discussant: Shaojun A. Chang, New York University

### **Stock Market Bubbles and Unemployment**

By Jianjun Miao; Boston University

Pengfei Wang; Hong Kong University of Science and Technology

Lifang Xu; Shanghai University of Finance and Economics

Discussant: Shengxing Zhang, New York University

### **Session: Capital, Liquidity and Financial Institutions July 13, 2014 10:30 to 12:00**

Session Chair: Hao Zhou, PBC School of Finance, Tsinghua University

### **Measuring Liquidity Mismatch in the Banking Sector**

By Jennie Bai; Georgetown University

Arvind Krishnamurthy; Northwestern University and NBER

Charles-Henry Weymuller; Harvard University

Discussant: Zhuo Chen, Northwestern University

### **Asset Fire Sales and Regulatory Capital Requirements: Evidence from Commercial REO Sales**

By Yongqiang Chu; University of South Carolina

Discussant: Beibei Shen, Chinese University of Hong Kong

### **The Bank Capital: an Insurance Perspective**

By Ekaterina Panttser; University of North Carolina at Charlotte

Weidong Tian; University of North Carolina at Charlotte

Discussant: Xiaozhou Zhou, HEC Montreal

### **A Theory of Intermediated Investment with Hyperbolic Discounting Investors**

By Feng Gao; Tsinghua University

Ping He; Tsinghua University

Xi He; Massachusetts Institute of Technology

Discussant: Bo Sun, Peking University

**Session: Informed Trading and Short Selling**  
**July 13, 2014 10:30 to 12:00**

Session Chair: Yongxiang Wang, University of Southern California

**Early Peek Advantage?**

By Grace Xing Hu; University of Hong Kong

Jun Pan; Massachusetts Institute of Technology, China Academy of Financial Research and NBER

Jiang Wang; Massachusetts Institute of Technology, China Academy of Financial Research and NBER

Discussant: Wenlan Qian, National University of Singapore

**Competition of the Informed: Does the Presence of Short Sellers Affect Insider Selling?**

By Massimo Massa; INSEAD

Wenlan Qian; National University of Singapore

Weibiao Xu; National University of Singapore

Hong Zhang; INSEAD

Discussant: Grace Xing Hu, University of Hong Kong

**Stock Lending from Lenders' Perspective: Are Lenders Price Takers?**

By Zsuzsa R. Huszar; National University of Singapore

Ruth Tan Seow Kuan; National University of Singapore

Weina Zhang; National University of Singapore

Discussant: Hong Zhang, INSEAD and PBC School of Finance, Tsinghua University

**Free Lunches for Insiders under Investor Inertia and Limited Arbitrage**

By Woojin Kim; Seoul National University

Shu Feng Wang; Seoul National University

Discussant: Ya Tang, Peking University

**Session: Corporate Governance**  
**July 13, 2014 13:30 to 15:00**

Session Chair: Xiaoyun Yu, Indiana University

**The Mortality Cost of Political Connections**

By Raymond Fisman; Columbia University

Yongxiang Wang; University of Southern California

Discussant: Pedro Matos, University of Virginia and ECGI

### **Bribes and Firm Value**

By Stefan Zeume; University of Michigan

Discussant: Qianqian Huang, City University of Hong Kong

### **Agency Problems of Corporate Philanthropy**

By Ronald W. Masulis; University of New South Wales

Syed Walid Reza; Queensland University of Technology

Discussant: Feng Zhang, University of Utah

### **Session: Corporate Liquidity**

**July 13, 2014 13:30 to 15:00**

Session Chair: Pengjie Gao, University of Notre Dame

### **Can Changes in the Cost of Cash Resolve the Corporate Cash Puzzle?**

By José Azar; Charles River Associates

Jean-François Kagy; Cornerstone Research

Martin C. Schmalz; University of Michigan

Discussant: Andrea Lu, Northwestern University

### **Who Bears Firm Level Risk? Implications for Cash Flow Volatility**

By Xiaolan Zhang; University of California, Los Angeles

Discussant: Erica Li, Cheung Kong Graduate School of Business

### **Financial Flexibility and Corporate Cash Policy**

By Tao Chen; Chinese University of Hong Kong

Jarrad Harford; University of Washington

Chen Lin; University of Hong Kong

Discussant: Zhenyu Gao, Princeton University

### **Industry Competition, Winner's Advantage, and Cash Holdings**

By Liang Ma; University of Wisconsin, Madison

Antonio S. Mello; University of Wisconsin, Madison

Youchang Wu; University of Wisconsin, Madison

Discussant: Zilong Zhang, Hong Kong University of Science and Technology

### **Session: Behavioral Finance: Asset Prices**

**July 13, 2014 13:30 to 15:00**

Session Chair: Bing Han, University of Toronto

**Is  $R^2$  a Measure of Market Inefficiency?**

By Kewei Hou; Ohio State University  
Lin Peng; City University of New York  
Wei Xiong; Princeton University and NBER

Discussant: Justin Birru, The Ohio State University

**Anchoring, the 52-Week High and Post Earnings Announcement Drift**

By Thomas J. George; University of Houston  
Chuan-Yang Hwang; Nanyang Technological University  
Yuan Li; Loughborough University

Discussant: Andrea Lu, Northwestern University

**Reaching for Maturity**

By Harrison Hong; Princeton University and NBER  
David Sraer; Princeton University, NBER and CEPR  
Jialin Yu; Hong Kong University of Science and Technology

Discussant: K.C. John Wei, Hong Kong University of Science and Technology

**First Impressions: “System 1” Thinking and Stock Returns**

By Nicholas Barberis; Yale University  
Abhiroop Mukherjee; Hong Kong University of Science and Technology  
Baolian Wang; Hong Kong University of Science and Technology

Discussant: Liang Ma, University of Wisconsin, Madison

**Session: Theoretical Asset Pricing II**

**July 13, 2014 13:30 to 15:00**

Session Chair: Jianjun Miao, Boston University

**An Equilibrium Model of Moving-average Predictability and Time-series Momentum**

By Guofu Zhou; Washington University in St Louis  
Yingzi Zhu; Tsinghua University

Discussant: Hening Liu, University of Manchester

**Disagreement, Firm Size and Stock Return**

By Bing Han; University of Toronto

Lei Lu; Peking University

Yi Zhou; Florida State University

Discussant: Hogyu Jhang, Texas A&M University

### **Growth Uncertainty, Generalized Disappointment Aversion and Production-based Asset Pricing**

By Hening Liu; University of Manchester

Jianjun Miao; Boston University

Discussant: Jianfeng Yu, University of Minnesota

### **Value or Growth? Pricing of Idiosyncratic Cash Flow Risk with Heterogeneous Beliefs**

By Michael Gallmeyer; University of Virginia

Hogyu Jhang; Texas A&M University

Hagen (Hwagyun) Kim; Texas A&M University

Discussant: Ngoc-Khanh Tran, Washington University in St. Louis

### **Session: Trading, Financing and Risk in Securities Markets July 13, 2014 13:30 to 15:00**

Session Chair: Harold Zhang, University of Texas at Dallas

### **Venture or Safety? Retirement and Portfolio Choice**

By Guodong Chen; University of Michigan

Tong Yob Nam; University of Michigan

Discussant: Sébastien Betermier, McGill University

### **High Frequency Trading, Noise Herding and Market Quality**

By Yi Xue; University of International Business and Economics

Ramazan Gençay; Simon Fraser University and Rimini Center for Economic Analysis

Chenyu Wang; University of International Business and Economics

Discussant: Hongda Zhong, University of Minnesota

### **Up Close it Feels Dangerous: Anxiety in the Face of Risk**

By Thomas M. Eisenbach; Federal Reserve Bank of New York

Martin C. Schmalz; University of Michigan

Discussant: Lei Lu, Peking University

**Bubble-Creating Stock Market Attacks and Exploitation of Retail Investors'  
Behavioral Biases: Widespread Evidence in the Chinese Stock Market**

By Ziyang Geng; Shanghai Pudong Development Bank

Xiaomeng Lu; Cornell University

Discussant: Donghui Li, University of New South Wales