2004 China International Conference in Finance

July 8-10, 2004

Shanghai, China

2004 中国金融国际年会

7 月 8 日至 10 日

上海

2004 年 07 月 08 日

08:30 - 10:00 **开幕式**

王　江　　大会主席

上海市市长致欢迎词

清华大学、麻省理工学院斯隆管理学院、中欧国际工商学院致辞

嘉宾致辞

主题发言--Myers, Stewart C. 教授

主持人：高滨　美国北卡莱罗纳大学金融学副教授

清华大学特聘教授，莱曼兄弟公司高级副总裁

10:00 - 10:20 Break （**茶歇**）

10：20 - 11：50 **主题讨论会--中国金融改革**

主持人：黄海洲　国际货币基金组织高级经济学家

清华大学特聘教授

发言嘉宾：

周小川　中国人民银行　行　长

尚福林　中国证券监督委员会　主　席

李剑阁　国务院发展研究中心　副主任

冯国勤　上海市人民政府　副市长

Thornton, John L.　清华大学教授，高盛公司前首席运营官

Thurow, Lester　MIT 斯隆商学院　Lemelson 管理与经济学讲座教授，前院长

12:00 - 12:50 **午餐**

13:00 - 14:00 **主题发言--吴敬琏　教授**

主持人：白思拓　中欧国际工商学院教务长

14:15 - 15:45 **专题讨论会**

金融机构创新

主持人：许小年　中欧国际工商学院教授

嘉宾发言：

刘永好　新希望集团　董　事　长（待确定）

王　均　泰龙信用　董事长

杨昌伯　　　　　　　　　　　中国国际金融公司　　　　　董事总经理

房地产金融

主持人：梅建平　　　　　　　美国纽约大学教授，清华大学特聘教授

嘉宾发言：

谢　平　　　　　　　　　　　中国人民银行金融稳定局　　局　长

汲凤翔　　　　　　　　　　　国家统计局投资司　　　　　司　长

万大宁　　　　　　　　　　　上海南汇区　　　　　　　　区　长

杨小平　　　　　　　　　　　上海中海房地产公司　　　　总经理

15:45 - 16:00　Break （**茶歇**）

16:00 - 18:00　Academic Session I（**论文专题报告和讨论 I**）

Session 1/Room 1 Market Manipulation and Speculation

Session Chair: He, Jia, the Chinese University of Hong Kong

Paper: Stock Market Manipulation - Theory and Evidence

Authors: Aggarwal, Rajesh K., Dartmouth College

Wu, Guojun, University of Michigan

Discussant: Lin, Wei, Latrobe University

Paper: Speculative Trading and Stock Prices: An Analysis of Chinese A-B Share Premia

Authors: Mei, Jianping, New York University

Scheinkman, Jose A. and Xiong, Wei, Princeton University

Discussant: Wei, LI, New York Stock Exchange

Paper: Fooling all of the people some of the time: A theory of endogenous sequencing in confidential negotiations

Authors: Noe, Thomas H., Tulane University

Wang, Jun, SAS Institute Inc.

Discussant: Liu, Bo , University of Electronic Science and Technology of China

Paper: The stabilizing and welfare analysis of speculation

Authors: Su, Qihan, Chen, Weizhong, Tongji University

Discussant: Liu, Jun , UCLA (to be confirmed)

Session 1/Room 2 Banking and Regulation

Session Chair: Chen, Yulu, Renmin University of China

Paper: Financial Crisis, Economic Recovery and Banking

Authors: Huang, Haizhou, International Monetary Fund
Martin, Dalia, University of Munich
Xu, Chenggang, London School of Economics

Discussant: Huang, Lixin, City University of Hong Kong

Paper: Banking Regulation around the World: Patterns, Determinants, and Impact

Authors: Li, Tao, University of Michigan & Hong Kong University of Science and Technology

Discussant: Zhu, Dantao, Tilburg University

Paper: Financial Infrastructure, Underwriter Reputations, and Securities Fraud

Authors: Song, Wei-Ling, Drexel University

Discussant: Yao, Jun, City University of Hong Kong

Paper: Corruption and international valuation: does virtue pay?

Authors: Lee, Charles M. C., Cornell University & Peking University
Ng, David T., Cornell University

Discussant: Chi, Jing, Massey University

Session 1/Room3 Stock Returns

Session Chair: Chang, Eric, University of Hong Kong

Paper: Empirical Studies about the Return of China Stock Market

Authors: Su, Baotong , Chen, Wei, Xiamen University

Discussant: Kong, Aiguo, Fudan University

Paper: The Cross-section of Volatility and Expected Returns

Authors: Ang, Andrew, Hodrick, Robert J., Columbia University
Xing, Yuhang, Rice University
Zhang, Xiaoyan, Cornell University

Discussant: Tian, Suhua, Fudan University

Paper: What Determines Chinese Stock Returns?

Authors: Wang, Fenghua, Shanghai Stock Exchange
Xu, Yexiao, University of Texas at Dallas

Discussant: Dickinson, David, University of Birmingham

Paper: Risk Measurement of Chinese Stocks with VaR

Authors: Song, Fred, Tan, Hui, Tsinghua University

Discussant: Liao, Chuan, University of Manitoba

Session 1/Room 4 Futures and Options

Session Chair: Wu, Xiaoqiu, Remin University of China

Paper: The Rise and Fall of the Government Bond Futures Market in China

Authors: Chen, Chao, Zhou, Zhong-guo, California State University, Northridge

Discussant: Li, Tao, the Chinese University of Hong Kong

Paper: The Information in Option Volume for Stock Prices

Authors: Pan, Jun, Massachusetts Institute of Technology
Poteshman, Allen M., University of Illinois at Urbana-Champaign

Discussant: Wu, Feng, Shanghai University of Finance & Economics

Paper: The Volatility Risk Premium Embedded in Currency Options

Authors: Low, Buen Sin, Zhang, Shaojun, Nanyang Technological University

Discussant: Zhang, Lihong, Tsinghua University

Paper: Differences of Opinion of Public Information

Authors: Cao, H. Henry, University of North Carolina
Ou-Yang, Hui, Duke University

Discussant: Li, Haitao, Cornell Univeristy

18:00 - 19:30 Cocktails

Chair: Liao, Li Associate Professor, Tsinghua University
Associate Dean, School of Economics & Management,
Tsinghua University

Best Papers Declaration:
Song, Fred Professor, Tsinghua University

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08:30 - 10:30 Academics Session II

Session 2/Room 1 Trading Behavior and Stock Return Predictability

Session Chair: Chan, Kalog, Hong Kong University of Science & Technology

Paper: Optimal Transaction Filters under Transitory Trading Opportunities:
Theory and Empirical Illustration

Authors: Balvers, Ronald J., West Virginia University
Wu, Yangru, Rutgers University

Discussant: Kang, Qiang, University of Hong Kong

Paper: An Empirical Study on Momentum and Contrarian Strategies in China Stock Market

Authors: Yang, Xin, Chen, Zhanhui, Tsinghua University

Discussant: Chen, Weizhong, Tongji University

Paper: Investing for the Short Run when Return Volatility is Predictable

Authors: Wang, Leping, University of Pennsylvania

Discussant: Chen, Dengta, Peking University

Paper: What impacts the trading?

Authors: He, Jibao, Shenzhen Stock Exchange

Discussant: Xu, Li, Fudan University

Session 2/Room 2 Corporate Governance and Executive Compensation

Session Chair: Zhu, Wuxiang, Tsinghua University

Paper: Repricing Alternatives, Optimal Repricing Policy, and Early Exercise of Executive Stock Options

Authors: Yang, Jerry T., University of Arizona
Carleton, Willard T., National Tsing hua University, Hsinchu, Taiwan

Discussant: Wan, Difang, Xi'an Jiaotong University

Paper: When to Fire a CEO: Optimal Termination in Dynamic Contracts

Authors: Spear, Stephen E., Carnegie Mellon University
Wang, Cheng, Iowa State University & Carnegie Mellon University

Discussant: Li, David, Hong Kong University of Science & Technology

Paper: Ownership Structure, Investor Protection and Corporate Performance

Authors: Wang, Kemin, Chen, Jingyong, Jilin University

Discussant: Luo, Jiang, Hong Kong University of Science & Technology

Paper: Block Equity Transfers and Corporate Control

Authors: Wang, Zhicheng, Yi Zhang, Peking University

Discussant: Dong, Baomin, Sino-US School of International Management

Session 2/Room 3 Corporate Finance I

Session Chair: Chun Chang, University of Minnesota

Paper: Why Do Firms Disguise Their Profits? Theory and Evidence from China

Authors: Liu, Qiao, Xiao, Geng, University of Hong Kong

Discussant: Zhang, Huai, University of Hong Kong

Paper: Ultimate Corporate Ownership Structure and Capital Structure: Evidence from East Asia

Author: Du, Julan, Yi Dai, Chinese University of Hong Kong

Discussant: Yao, Tong, Arizona University

Paper: Expropriation, Regulation, and Firm Value: Evidence from Events in China

Authors: Berkman, Henk, University of Auckland
Cole, Rebel A., DePaul University
Fu, Jiang, University of Auckland

Discussant: Bai, Chong-En, University of Hong Kong

Paper: CEO selection and compensation with asymmetric information and moral hazard

Authors: Luo, Jiang, Wang, James J.D., Hong Kong University of Science & Technology

Discussant: Zhou, Chunsheng, Peking University

Session 2/Room 4 Interest Rate and Credit Market

Session Chair: Zhu, Yu, China Europe International Business School

Paper: Predictability of Interest Rates and Interest-Rate Portfolios

Authors: Bali, Turan, Baruch College
Heidari, Massoud, Caspian Capital Management, LLC
Wu, Liuren, Baruch College

Discussant: Ahn, Donghyun, UNC(to be confirmed)

Paper: How Much of the Corporate-Treasury Yield Spread is Due to Credit Risk

Authors: Huang, Jingzhi, Penn State University
Huang, Ming, Stanford University

Discussant: Lo, Chi-Fai, the Chinese University of Hong Kong

Paper: Collateral Channel and Credit Cycle: Evidence from the Land-Price Collapse in Japan

Authors: Gan, Jie, Hong Kong University of Science and Technology

Discussant: Zheng, Zhenlong, Xiamen University

Paper: A Study of Credit Risk of NPLs Securitisation in China

Authors: Cai, Hongyan, China Huarong Asset Management Corporation & Fudan University

Discussant: Chen, Tony, Bank of China

10:30 – 11:00 Break

11:00 - 12:30 Academics Session III

Session 3/Room 1 Behavioral Finance

Session Chair: Huang, Ming, Stanford University

Paper: Rational Panics, Absorbing Regime Switching and Stock Market Crashes:
Empirical Evidence From The State-Share Paradox

Authors: Zhou, Yinggang, Cornell University
Chen, Dengta, Peking University

Discussant: Dong, Ming, York University

Paper: Difference of Behavior among Insiders, Institutions, and Individual Investors:
Evidence from Ownership Structure

Authors: Zhu, Honghui, China Europe International Business School

Discussant: Cao, Henry H., University of North Carolina at Chapel Hill

Paper: Why Stocks May Disappoint

Authors: Ang, Andrew, Bekaert, Geert, Columbia University & NBER
Liu, Jun, University of California, Los Angeles

Discussant: Li, Zhongfei, Lingnan (University) Collage

Session 3/Room 2 Earnings Quality and Management

Session Chair: Lee, Chi-Wen Jevons, Tulane University

Paper: The Valuation of Domestic and Foreign Earnings and the Impact of Investor Sophistication

Authors: Callen, Jeffrey L. University of Toronto
Hope, Ole-Kristian, Dan Segal

Discussant: Chen, Gongmeng, Hong Kong Polytechnic University

Paper: Earnings Quality, Insider Trading, and Cost of Capital

Authors: Aboody, David, Hughes, John, Liu, Jing, University of California, Los Angeles

Discussant: Fu, Yunying, Chongqing University

Paper: Cash Dividend in China: Earnings Management, Liquidating, and Tunneling

Authors: Lee, Chi-Wen Jevons, Tulane University
Xiao, Xing, Tsinghua University

Discussant: Berkman, Henk, University of Auckland

Session 3/Room 3 IPO and SEO

Session Chair: Ellul, Andrew, Indiana University

Paper: Pricing Taiwan's Initial Public Offerings

Authors: Chang, Kuo-Ping, Tang, Yu-Min, National Tsing hua University, Tsinchu, Taiwan

Discussant: Wang, Zhicheng, Peking University

Paper: On The Anticipation of IPO Underpricing: Evidence From Equity Cave-outs

Authors: Benveniste, Lawrence M., Fu, Huijing, Seguin, Paul J., University of Minnesota

Yu, Xiaoyun, Indiana University

Discussant: Wang, James J. D., Hong Kong University of Science and Technology

Paper: Product Market Advertising and New Equity Issues: Theory and Empirical Evidence

Authors: Chemmanur, Thomas, Boston College

Yan, An, Fordham University

Discussant: Huang, Dengshi, Southwestern Jiaotong Univeristy

Session 3/Room 4 Exchange Rates and Monetary Policy

Session chair: To be determined

Paper: The Internal Instability of RMB Exchange Rate: its Structural and Institutional Causes

Authors: Pan, Yingli, East China Normal University

Discussant: Zhang, Taowei, Tsinghua University

Paper: The Conducting Mechanism of the China's Monetary Policy and the Empirical Analysis

Authors: Xie, Ning, Shanghai University of Finance and Economics

Discussant: To be determined

Paper: Emerging Market Exchange-Rate Exposure

Authors: Chue, Timothy K., Cook, David, Hong Kong University of Science & Technology

Discussant: Zhang, Shaojun, Nanyang Technological University

12:30 – 14:30 Lunch Break

14:30 – 16:30 Academics Session IV

Session 4/Room 1 Asset Pricing

Session Chair: Zeng, Yong, University of Electronic Science and Technology of China

Paper: Institutional Equity Flows, Liquidity Risk and Asset

Authors: Wang, Ashley W., University of California, Los Angeles

Discussant: Li, Jinliang, Northestern University

Paper: On the Explanatory Power of Asset Pricing Models Across and Within Portfolios

Authors: Kan, Raymond, University of Toronto

Discussant: Hong, Yongmiao, Cornell University

Paper: Liquidity and Asset Pricing: Empirical Analysis of the Turnover and Expected Return of China Stock Market

Authors: Su, Dongwei, Mai, Yuanxun, Jinan University

Discussant: He, Zhongzhi, Brock University

Paper: Model Uncertainty, Limited Market Participation and Asset Prices

Authors: Cao, Henry H., University of North Carolina
Wang, Tan, University of British Columbia
Zhang, Harold H., University of North Carolina

Discussant: Zhang, Songling, Nanjing University

Session 4/Room 2 Corporate Finance II

Session Chair: To be determined

Paper: Empirical Analysis of China List Companies M&A Performance

Authors: Li, Xindan, Zhu, Hongliang, Zhang, Bing, Luo, Hao , Nanjing University

Discussant: Zhu, Baoxian, Tsinghua University

Paper: Why Does Analysts' Forecast Dispersion Predict Stock Returns? A Corporate Guidance Perspective

Authors: Liu, Mark, Boston College
Xu, Danielle, Yao, Tong, University of Arizona

Discussant: Wang, Cheng, Iowa State University

Paper: The Cost of Capital and the Return on Corporate Investment of A-Share Listed Company

Authors: Zhang, Zheng, Meng, Xiaojing, Liu, Li, Peking University

Discussant: Qu, Qiang, Renmin University of China

Paper: Financial Intervention in Early Development: A Theory

Authors: Chang, Chun, Wang, Yijiang, University of Minnesota & Tsinghua University

Discussant: Liu, Qiao, University of Hong Kong

Session 4/Room 3 Corporate Behavior and Capital Market

Session Chair: Chen, Xinzhong, Peking University

Paper: Anomy of the Regulation and Deregulation of IPO and Market Shrink

Authors: Zhu, Wuxiang, Cheng, Yanjiu, Tsinghua University
Discussant: Wu, Xueping, City University of Hong Kong
Paper: Governance Mechanisms and Equity Prices
Authors: Cremers, K. J. Martijn, Yale School of Management
Nair, Vinay B, New York University
Discussant: Zhu, NIng, University of California at Davis
Paper: The Roles of Government against Stock Market Manipulation
Authors: Shi, Yongdong, Jiang, Xianfeng, Dongbei University of Finance & Economics
Discussant: Wang, Zhen, Beijing University of Petroleum
Paper: Privatization via Overseas Listing: Evidence from China's H-Share Firms
Author: Jia, Jin, Motorola Innovation Centre
Sun, Qian, Nanyang Technological University
Tong, Wilson, Hong Kong Polytechnic University
Discussant: Shao, Yinghong, Tongji University

Session 4/Room 4 Fund Management
Session Chair: Song, Fred, Tsinghua University

Paper: Fund Manager Turnover and Agency Problem
Authors: Yu, Weizheng, Tsinghua University
Ye, Minlei, Renmin University of China
Discussant: Chen, Honghui, University of Central Florida
Paper: Is Penny Trading Optimal for Closed-end Funds in China?
Authors: Wei, Li, New York Stock Exchange
Shi, Donghui, Shanghai Stock Exchange
Discussant: Zhao, Yanzhi, Dongbei University of Finance & Economics
Paper: Information Content for the Index Componential Stock
Authors: Sun, Liqiang, Chen, Chao, Tsinghua University
Discussant: Qiu, Xiaofeng, Fudan University
Paper: Do Hedge Funds Have Enough Capital? A Value-at-Risk Approach*
Authors: Gupta, Anurag, Liang, Bing, Case Western Reserve University
Discussant: Wang, Fenghua, Shanghai Stock Exchange

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08:30 - 10:30 Academic Session V

Session 5/Room 1 Investor Behavior and Asset Pricing

Session Chair: Wu, Chongfeng, Shanghai Jiaotong University

Paper: International Evidence on Institutional Trading Behavior and Price Impact

Authors: Chiyachantana, Chiraphol N., Jain, Pankaj K., Jiang, Christine, Wood, Robert A.,
University of Memphis

Discussant: Wu, Guojun, University of Michigan

Paper: Transaction and Price Duration in China Stock Market

Author: Chen, Wei, Xiamen University

Discussant: Li, Ping, University of Electronic Science and Technology of China

Paper: Are domestic investors more informed than foreign investors? Evidence from the Perfectly Segmented Market in China

Authors: Chan, Kalok, Hong Kong University of Science and Technology
Menkveld, Albert J., Vrije Universiteit Amsterdam
Yang, Zhishu, Tsinghua University

Discussant: Wang, Qingshi, Dongbei University of Finance & Economics

Session 5/Room 2 Risk and Return

Session Chair: Dong, Taiheng, Zejiang University of Finance & Economics

Paper: A Comparative Study on the Rational Asset Pricing Model and Irrational Asset Pricing Model: Evidence from Stock Market in China

Authors: Xu, Nianxing, Wu, Shinong, Xiamen University

Discussant: Zhang, Hua, the Chinese University of Hong Kong

Paper: Risk, Dispersion of Analysts Forecasts and Stock Returns

Authors: Qu, Shisheng, Laura Starks
Yan, Hong, University of Texas at Austin

Discussant: Liu, Ming, Chinese University of Hong Kong

Paper: Using the Improved Hill Estimator Model to Evaluate VaR

Authors: Ye, Wuyi, Miao, Baiqi, University of Science & Technology of China

Discussant: Su, Chenjian, Shantou Univeristy

Session 5/Room 3 Market Liquidity and Information Asymmetry

Session Chair: Zhou, Chunshen, Peking University

Paper: The Effects of Investor Protection on the Information Asymmetry of the Securities Market

Authors: Wang, Yihui, Liao, Li, Tsinghua University
Deng, Xiaotie, City University of Hong Kong

Discussant: Lin, Tao, University of Hong Kong

Paper: Comparative Analysis of Two Factors Influencing the Short-term Price Behavior of Financial Assets

Authors: Li, Ping, Zeng, Yong, University of Electronic Science and Technology of China

Discussant: Zhang, Shengping, Peking University

Paper: IPO underpricing and after-market liquidity

Authors: Ellul, Andrew, Indiana University
Pagano, Marco, Università di Napoli Federico II

Discussant: Zhang, Xin, People's Bank of China

Session 5/Room 4 **Venture Capital and IPO**

Session Chair: Su, Dongwei, Jinan University

Paper: Venture capital investments by IPO underwriters: Certification or conflict of interest?

Authors: Li, Xi, University of Miami
Masulis, Ronald W., Vanderbilt University

Discussant: Wang, Steven Shuye, Hong Kong Polytechnic University

Paper: The Accuracy of IPO Profit Forecasts in Thailand and their Relationships with Stock Market Valuation

Authors: Lonkani, Ravi, Chiang Mai University
Firth, Michael, Hong Kong Polytechnic University

Discussant: Zhang, Feng, National University of Singapore

Paper: Venture Capital in China: Investment Processes and Decision-making Processes Factors

Authors: Vega, Paul, Chong, Li Choy, University of St. Gallen
Zhang, Wei, Tsinghua University

Discussant: Huang, Guihai, University of Macau

10:30 - 11:00 **Break**

11:00 - 12:00 **Academic Session VI**

Session 6/Room 1 **Stock Price Process**

Session Chair: Kan, Raymond, University of Toronto

Paper: Predictability of Chinese Stock Returns: Contrarian or Momentum?

Authors: Li, Yang, Liu, Yuhui, China Academy of Social Security

Discussant: Zou, Xiaopeng, Zejiang University

Paper: The interday return volatility of China stock market : an empirical analysis

Authors: Tao, Libin, Fang, Zhaoben, University of Science and Technology of China

Discussant: Shi, Hongjun, Tongji University

Paper: Understanding the Sources of Momentum Profits: Stock-Specific Component

versus Common-Factor Component

Authors: Kang, Qiang, University of Hong Kong

Li, Canlin, University of California - Riverside

Discussant: Yan, Hong, University of Texas at Austin

Session 6/Room 2 Corporate Finance III

Session Chair: To be determined

Paper: Corporate Governance and Firm Valuations in China

Authors: Bai, Chong-En, Liu, Qiao, Lu, Joe, Song, Frank M., and Zhang, Junxi,

University of Hong Kong

Discussant: Wang, Zhiqiang, Xiamen University

Paper: Comparative Study on Forecast Approaches of Corporate Financial Distress

Authors: Lu, Changjiang, Zhang, Xianhua, Jilin University

Discussant: Yu, Xiaoyun, Indiana Univeristy

Paper: Ownership Control and Capital Structure

Authors: Sun, Zheng, Chen, Baohua, Shanghai University of Finance & Economics

Discussant: Du, Julan, Chinese University of Hong Kong

Session 6/Room 3 Term Structure of Interest Rates

Session Chair: Gao, Bin, Univrsity of North Carolina at Chapel Hill and Lehman Brother

Paper: Empirical Study on Multi-factor Interest Rate Models with Yield Curve data in

the Shanghai Stock Exchange

Authors: Fan, Longzhen, Fudan University

Discussant: Kan, Rui, Morgan Stanley

Paper: Forecasting the Joint Probability Density of Bond Yields: Can Affine Models

Beat Random Walk?

Authors: Egorov, Alexei V., Hong, Yongmiao, Li, Haitao, Cornell University

Discussant: Huang, Jingzhi, Penn State University

Paper: Dynamic Behavior of Interest Rates in China

Authors: Lin, Hai, Zheng, Zhenlong, Xiamen University

Discussant: Wang, Lian, Deutsche Bank

Session 6/Room 4 Real Estate Finance

Session Chair: Mei, Jianping, New York University

Paper: Real Estate Market Integration in Europe: Evidence from the Stock Market

Authors: Yang, Jian, Prairie View A&M University
Kolari, James W., Zhu, Guozhong, Texas A&M University

Discussant: Liu, Chunlu, Deakin University

Paper: Optimal Life-Cycle Asset Allocation with Housing as a Collateral

Authors: Rui Yao, Baruch College
Harold H. Zhang, the University of North Carolina at Chapel Hill

Discussant: Mei, Jianping, New York University

Paper: What Explains Household Stock Holdings?

Authors: Miquel Faig, University of Toronto
Pauline M. Shum, York University

Discussant: Jinliang Li, , Northeast University

Paper: Economic Forces, Asset Pricing, and REIT Returns

Authors: Jinliang Li, Robert M. Mooradian, Shiawee X. Yang, Northeast University

Discussant: Yeung Lewis Chan, Hong Kong University of Science & Technology (to be confirmed)