



European Finance Association
25-28 August 2010
37th Annual Meeting
Frankfurt am Main
Germany



www.efa2010.org

AUGUST
26

	HZ 2	HZ 3	HZ 4	HZ 5	HZ 6	HZ 7	HZ 8	HZ 9	HZ 10
08:00 – 15:00	Registration (Hof)								
09:00 – 10:30		BI 1 Financial Institutions and Credit Markets 1) The Impact of Government Interventions on CDS and Equity Markets 2) Banking and Sovereign Risk in the Euro Area 3) The Behavior of Intoxicated Investors: The Role of Institutional Investors in Propagating the Crisis of 2007–2008	APE 2 The Cross Section of Stock Returns (I) 1) A Long-Horizon Perspective on the Cross-Section of Expected Returns 2) Do the Value and Size Premiums Really Proxy for Time-Varying Investment Opportunities? 3) Government Spending, Political Cycles and the Cross Section of Stock Returns	APT 1 Heterogeneity 1) Financial Markets Equilibrium with Heterogeneous Agents 2) Skewness in Stock Returns: Reconciling the Evidence on Firm versus Aggregate Returns 3) Asset Prices with Heterogeneity in Preferences and Beliefs	CFE 1 Executive Turnover 1) Is a CEO Turnover Good or Bad News? 2) Incentives in Managerial Pay and Voluntary Turnover 3) What Death Can Tell: Are Executives Paid for Their Contribution to Firm Value?	DFE 1 New Facts and Models of S&P 500 Index and Options 1) Option Anomalies and the Pricing Kernel 2) Stochastic Volatility and Jumps: Exponentially Affine Yes or No? An Empirical Analysis of S&P500 Dynamics 3) Understanding the Skew in Index Option Prices	CG 1 Governance and Politics 1) Ownership and the Value of Political Connections 2) Political Reforms and the Causal Impact of Blood – Related Politicians on Corporate Performance in the World's Least Corrupt Society 3) The Effect of Corporate Governance Regulation on Transparency: Evidence from the Sarbanes-Oxley Act of 2002	AM 1 Active Asset Management (I) 1) On the Size of the Active Management Industry 2) Changes in Mutual Fund Flows and Managerial Incentives 3) The Flow-Performance Relationship Around the World	IF 1 Exchange Rate Returns and Currency Risk Premia 1) Countercyclical Currency Risk Premia 2) Speculative Profits or Hedging Benefits? Currency Investing in Global Portfolios 3) The Exchange Rate Effect of Multi-Currency Risk Arbitrage
Coffee Break									
11:00 – 12:30		BI 2 Governance in Financial Institutions 1) The Impact of Changes in Bank Ownership Structure on the Allocation of Capital: International Evidence 2) Authority and Information 3) Real Effects of Bank Governance: Bank Ownership and Corporate Innovation	APE 1 Real Estate and Asset Prices 1) Real Estate Prices During the Great Depression 2) The Macroeconomic Effects of Housing Wealth, Housing Finance, and Limited Risk-Sharing in General Equilibrium 3) Anatomy of a Meltdown: The Risk Neutral Density for the S&P 500 in the Fall of 2008	CFE 11 Short-Term Financing 1) Trade Credit, Relationship-Specific Investment, and Market Power 2) The Information Content of Trade Credit 3) The Dynamics of Cash	CFE 2 Managerial Incentives and Insider Trading 1) Executive Stock Options and Manipulated Stock-Price Performance: Evidence from Retiring CEOs 2) Internal Capital Markets, Non-Cash Divestitures and Managerial Incentives 3) Strategic Trading and Trade Reporting	DFE 2 Fixed-Income and Commodity Options 1) Understanding the Term Structure of Yield Curve Volatility 2) Seasonality and the Valuation of Commodity Options 3) The Information Content of the Embedded Deflation Option in TIPS	CG 2 Ownership Structures 1) Long Term Changes in Voting Power and Control Structure following the Unification of Dual Class Shares 2) The Economic Performance of Ownerless Firms 3) Insider Trading and Family Firms	AM 2 Active Asset Management (II) 1) Finding Bernie Madoff: Detecting Fraud by Investment Managers 2) The Liquidity Risk of Liquid Hedge Funds 3) Excess Cash and Mutual Fund Performance	IF 2 Liquidity and the Crisis 1) International Liquidity Provision and Currency-Specific Liquidity Shortages 2) Money and Liquidity in Financial Markets 3) Credit Supply and the Price of Housing
Lunch									
14:00 – 15:30		BI 3 Bank Risk Taking 1) Stronger Risk Controls, Lower Risk: Evidence from U.S. Bank Holding Companies 2) Dividends and Risk in European Banks 3) The Impact of Public Guarantees on Bank Risk Taking: Evidence From a Natural Experiment	APE 3 The Cross Section of Stock Returns (II) 1) Ranking Stocks and Returns: A Non-Parametric Analysis of Asset Pricing Anomalies 2) On the Timing and Pricing of Cash Flows 3) Future Labor Income Growth and the Cross-Section of Equity Returns	CFE 12 Seasoned Equity Offerings 1) Convertibles and Hedge Funds as Distributors of Equity Exposure 2) Information Asymmetry and SEO Method Choice: The Impact of Institutional Ownership, Analyst Coverage, and Earnings Management 3) Financial Intermediation and the Rights Offer Paradox	CFE 3 Investor Proximity 1) Distance Matters! Shareholder Proximity and Corporate Policies 2) Overcoming Distances via Syndication with Local Friends: The Case of Venture Capital 3) Do Cultural Differences Between Contracting Parties Matter? Evidence from Syndicated Bank Loans	CFT 1 Debt Problems 1) Credit Default Swaps and the Empty Creditor Problem 2) The Hazards of Debt: Dynamic Debt Runs, Agency, and Bailouts 3) Rating Agencies in the Face of Regulation – Rating Inflation and Regulatory Arbitrage	DM 1 Short-Sales 1) Short-Selling Bans around the World: Evidence from the 2007–09 Crisis 2) Short Selling: Information or Manipulation? 3) The Impact of Short Selling Restrictions and Extreme Uncertainty on Liquidity and Order Flow: Evidence from the London Stock Exchange	AM 3 Portfolio Performance 1) State-Dependent Dependencies: A Continuous-Time Dynamics for Correlations 2) How Important is Foreign Ownership for International Stock Co-Movement? 3) Asset Allocation with Option-Implied Distributions: A Forward-Looking Approach	FP 3 Sources of Systemic Risk 1) The Euro Area Interbank Market and the Liquidity Management of the Eurosystem in the Financial Crisis 2) Balance Sheet Interlinkages and Macro-Financial Risk Analysis in the Euro Area 3) Hedge Fund Systemic Risk Contribution, Capital Structure and Performance
Coffee Break									
16:00 – 18:00	PS 1 Bank Resolution	APT 2 Broader Risks and Portfolio Choice 1) Investment, Income, and Incompleteness 2) A Long-Run Risks Model with Long- and Short-Run Volatilities: Explaining Predictability and Volatility Risk Premium 3) Credit Risk and Real Investment Dynamics 4) Growth to Value: Option Exercise and the Cross Section of Equity Returns	APE 4 Liquidity Risk 1) Private Equity Performance and Liquidity Risk 2) The Term Structure of Liquidity Premia in the U.S. Treasury Market 3) The Term Structure of Illiquidity Premia 4) Liquidity Risk and the Pricing of Sovereign Bonds in Emerging Markets	APE 10 Finance and the Macroeconomy 1) Q-Theory with Curvature 2) Asset Return Dynamics under Bad Environment-Good Environment Fundamentals 3) Improving the Predictability of Real Economic Activity and Asset Returns with Forward Variances Inferred from Option Portfolios 4) Ratings Quality over the Business Cycle	CFE 4 Financial Distress 1) Endogenous Bankruptcy and Expected Recovery 2) Are Consumers Affected by Durable Goods Makers' Financial Distress? The Case of Auto Manufacturers 3) Do Credit Rating Agencies Underestimate Liquidity Risk? 4) Do Environmental Concerns Affect the Cost of Bank Loans?	CFT 2 The Market for CEOs 1) CEO Turnover in a Competitive Assignment Framework 2) Seeking Alpha: Excess Risk Taking and Competition for Managerial Talent 3) Performance Pay, CEO Dismissal and the Dual Role of Takeovers 4) Restricting CEO Pay	DM 2 Empirical Market Microstructure 1) Market Microstructure Invariants 2) International Price Discovery in Stock Markets – A Unique Intensity Based Information Share 3) A Tale Of Two Platforms: Dealer Intermediation in the European Sovereign Bond Market 4) Decoding Inside Information	AM 4 Household Finance 1) Do Better Educated Investors Make Smarter Investment Decisions? 2) Financial Advice: An Improvement for Worse? 3) Trading on Advice 4) Limited Stock Market Participation and Home Ownership	CFE 10 Large Shareholders 1) Uninvited U.S. Investors? Economic Consequences of Involuntary Cross-listings 2) Institutional Investors and Corporate Investment 3) The Impact of Foreign Government Investments: Sovereign Wealth Fund Investments in the U.S. 4) Competition in Shareholders Protection and Portfolio Diversification
20:00	Informal Get Together (Living XXL)								

- AM** Asset Management
- APE** Asset Pricing Empirical
- APT** Asset Pricing Theoretical
- BF** Behavioral Finance
- BI** Banking & Insurance
- CFE** Corporate Finance Empirical
- CFT** Corporate Finance Theoretical
- CG** Corporate Governance
- DFE** Derivatives & Financial Engineering
- DM** Design of Markets & Market Microstructure
- FP** Financial Politics, Regulation & Competition
- IF** International Finance & Money
- PS** Panel Session

HZ All sessions take place in the Hörsaalzentrum (HZ) of the Westend Campus.

	HZ 2	HZ 3	HZ 4	HZ 5	HZ 6	HZ 7	HZ 8	HZ 9	HZ 10
08:00 – 15:00	Registration (Hof)								
09:00 – 10:30		BI 5 Using Loan Applications to Identify Credit Supply 1) The Dynamics in Demand and Supply – Credit Constraints in Small Business Bank Relationships 2) Do Relationship Loans Have Lower Default Rates? Evidence from 1 Million Loans 3) Credit Supply: Identifying Balance-Sheet Channels with Loan Applications and Granted Loans	APE 5 SAC Special Session on Expected Stock Returns 1) Temporal Risk Aversion and Long Run Risks 2) Ex Ante Skewness and Expected Stock Returns 3) What is the Shape of the Risk-Return Relation?	APE 11 Household Finance 1) Are Investors Prudent? An Empirical Analysis of the Risk-Return Trade-Off Using Intraday Data 2) Do Disaster Expectations Explain Household Portfolios? 3) Style Investing, Mutual Fund Flows, and Return Comovement	CFE 5 Hedging 1) Are Corporate Hedging Announcements Informative? 2) Cash Flow Hedging and Liquidity Choices 3) Hedging Policies and Market Power? An Analysis of the Optimality of the Different Types of Hedging	DFE 3 Mathematical Underpinnings of Financial Engineering 1) Transition Density Approximations for Multivariate Affine Jump Diffusion Processes 2) Asset Pricing with Second-Order Esscher Transforms 3) Three Make a Dynamic Smile? Unspanned Skewness and Interacting Volatility Components in Option Valuation	DM 3 Liquidity 1) Liquidity Externalities and Buyout Delisting Activity 2) Regulatory Pressure and Fire Sales in the Corporate Bond Market 3) Price Pressures	AM 5 Portfolio Choice 1) Dynamic Consumption and Portfolio Choice with Ambiguity about Stochastic Volatility 2) 1/N and Long Run Optimal Portfolios: Results for Mixed Asset Menus 3) Optimal Portfolio Allocations with Hedge Funds	FP 2 ECB Special Session Liquidity, Imbalances and Systemic Risk 1) The Seeds of a Crisis: A Theory of Bank Liquidity and Risk-Taking over the Business Cycle 2) Bank Liquidity Creation During Distress 3) When the Rivers Run Dry: Liquidity and the Use of Wholesale Funds in the Transmission of the U.S. Subprime Crisis
Coffee Break									
11:00 – 12:30	PS 2 Future of Financial Regulation	BI 6 Financial Integration: Banking 1) Interbank Market Integration, Loan Rates, and Firm Leverage 2) Financial Integration and Liquidity Crises 3) (Inter-state) Banking and (Inter-state) Trade: Does Real Integration Follow Financial Integration?	APE 6 Volatility and Stock Returns 1) What Ties Return Volatilities to Price Valuations and Fundamentals? 2) Stochastic Idiosyncratic Volatility, Portfolio Constraints, and the Cross-Section of Stock Returns 3) Market Skewness Risk and the Cross-Section of Stock Returns		CFE 6 Private Equity and Leveraged Buyouts 1) Did Structured Credit Fuel the LBO Boom? 2) Hedge Funds and Shareholder Wealth Gains in Leveraged Buyouts 3) Contract Characteristics and the Returns of Private Equity Investments	CFT 3 Financing Innovation 1) Financing Risk and Bubbles of Innovation 2) Incentives to Innovate and the Decision to Go Public or Private 3) Profit Taxation, Innovation and the Financing of Heterogeneous Firms	CG 3 Board of Directors 1) The Changing of the Boards 2) Does Director Liability Matter? 3) Corporate Governance and Value Creation: Evidence from Private Equity	BF 1 Household Portfolio Choice 1) Participation Constraints in the Stock Market: Evidence from Unexpected Inheritance Due to Sudden Death 2) Nature or Nurture: What Determines Investor Behavior? 3) From Customers to Shareholders: The Effect of Product Market Choices on Investment Decisions	IF 3 CDS and Bond Risk Premia 1) The Janus-Headed Salvation: Sovereign and Bank Credit Risk Premia during 2008–09 2) Default Risk of Advanced Economies: An Empirical Analysis of Credit Default Swaps during the Financial Crisis 3) International Bond Risk Premia
Lunch									
14:00 – 15:30	PS 3 Transaction Taxes and Short-Selling Restrictions: Stability Tools or Dangerous Populism?	BI 7 Financial Institutions, Systemic Risk and the Financial Crisis 1) Macroprudential Capital Requirements and Systemic Risk 2) Were Bank Bailouts Effective during the 2007–2009 Financial Crisis? Evidence from Counterparty Risk in the Global Hedge Fund Industry 3) Does Financial Experience Help Banks during Credit Crises?	APE 7 Bond Risk Premia 1) Is there a Distress Risk Anomaly? Corporate Bond Spread as a Proxy for Default Risk 2) Term Spread and Primary Bond Dealers? Behavior at the Fed's Repo Auctions 3) Credit Default Swap Spreads and Variance Risk Premia		CFE 7 Thomson Reuters Special Session on Mergers and Alliances 1) Liquidity Mergers 2) The Price of Growth: Evidence of the Pedestrian Nature of Post-Merger Returns 3) Alliances and Corporate Governance	CFT 4 Corporate Governance 1) Consensus, Control and Corporate Boards 2) Monopolistic Competition, Managerial Incentives, and the Distribution of Firms in General Equilibrium 3) Corporate Finance in Family Business Groups	CG 4 Corporate Voting and Control 1) The Vote is Cast: The Effect of Corporate Governance on Shareholder Value 2) Spillover Effects in the Market for Corporate Control 3) Corporate Governance and Internal Capital Markets	BF 2 Investor Biases and Performance 1) Do Smart Investors Outperform Dumb Investors? 2) A Test of the Self-Serving Attribution Bias: Evidence from Mutual Funds 3) Don't Confuse Brains with a Bull Market: Attribution Bias, Market Condition, and Trading Behavior of Individual Investors	IF 4 Home Bias and Financial Integration 1) The Foreign Firm Discount 2) Home Bias Revisited 3) Asset Fire Sales and the International Transmission of Financial Shocks
Coffee Break									
16:00 – 17:00	Keynote Speech: Douglas Diamond (HZ 2)								
17:00 – 18:00	General Assembly and Award Ceremony (HZ 2)								
20:00	Conference Dinner (Casino, Campus Westend)								

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08:00 – 11:00	Registration (Hof)								
09:00 – 10:30		BI 4 Relationship Banking 1) Investment in Relationship-Specific Assets: Does Finance Matter? 2) Bargaining Power and Information in SME Lending 3) Relationship Bank Behavior During Borrower Distress and Bankruptcy	APE 9 Macro-economic Conditions and Asset Prices 1) Credit Conditions and Expected Stock Returns 2) Earnings Expectations and Macroeconomic Conditions 3) Financial Intermediation, Asset Prices, and Macroeconomic Dynamics	FP 1 Banks and Politics 1) The Politics of Bank Looting 2) Political Capital and Moral Hazard 3) TARP Investments: Financials and Politics	CFE 8 Mergers and Breakups 1) The Value of CEOs' Industry Expertise – Evidence from Mergers & Acquisitions 2) The Effect of Corporate Break-ups on Information Asymmetry: A Market Microstructure Analysis 3) The Impact of Merger on Workers	BF 3 Behavioral Corporate Finance 1) Does Managerial Optimism Lead to Long-Run Underperformance? Evidence from Venture Capital-Backed IPOs 2) An Experimental Study On Real Option Strategies 3) Incentives and Relative-Wealth Concerns: Theory and Evidence	CG 5 CEO Behaviour and Incentives 1) To Each According to His Ability? A Cross-Sectional Analysis of the Market for CEO Talent 2) Market Timing and Managerial Talent 3) Monitoring Managers: Does it Matter?	AM 6 Life-Cycle Investing and Pension Fund Design 1) Optimal Portfolio Choice over the Life-Cycle with Flexible Work, Endogenous Retirement, and Lifetime Payouts 2) Life Cycle Asset Allocation in the Presence of Housing and Tax-Deferred Investing 3) Intergenerational Risk Sharing under Endogenous Labor Supply	FP 4 Conflicts of Interest in Financial Intermediation 1) Conflicts of Interests in the Financial Industry: Why Did Europeans Get Mad? 2) Social Value of Information in a Levered Economy 3) Credit Ratings and the Evolution of the Mortgage-Backed Securities Market
Coffee Break									
11:00 – 12:30		BI 8 Agency 1) Managerial Compensation in the Financial Industry 2) Some Like It Safe: Agency and Corporate Purchase of Insurance 3) Incentives and Tranche Retention in Securitisation: A Screening Model	APE 8 Anomalies 1) Complicated Trades 2) The Accrual Volatility Anomaly 3) Connected Stocks	APT 3 New Approaches 1) A General Theory of Markovian Time Inconsistent Stochastic Control Problems 2) Risk Price Dynamics 3) Learning and Rare Disasters in the Lucas Orchard	CFE 9 Capital Structure 1) Competition and the Cost of Debt 2) Debt Structure and Debt Specialization 3) Labor and Capital: Is Debt a Bargaining Tool?	BF 4 Investor Behavior and Asset Prices 1) The Persistent Effects of a False News Shock 2) Penny Wise, Dollar Foolish: The Left-Digit Effect in Security Trading 3) Investor Clienteles and Habitat-Based Return Comovements	DM 4 Market Microstructure: Theory 1) Liquidity and Information in Order Driven Markets 2) Higher Order Expectations, Rational Confusion, and Short Term Trading 3) Internalization, Clearing and Settlement, and Stock Market Liquidity	AM 7 Practical Issues on Portfolio Optimization 1) Improving Portfolio Selection Using Option-Implied Volatility and Skewness 2) On Mean Variance Portfolio Optimization: Improving Performance Through Better Use of Hedging Relations 3) Long-Term Strategic Asset Allocation: An Out-Of-Sample Evaluation	IF 5 Monetary Policy, Asset Markets and Banks 1) On Monetary Policy and Stock Market Anomalies 2) Does Monetary Policy Affect Bank Risk-Taking? 3) Monetary Policy and the Uncovered Interest Rate Parity Puzzle
Lunch Packages									