

# Adam Smith Workshop for Asset Pricing and Corporate Finance

## Spring 2012 Meetings

Generously hosted by  
Saïd Business School, Oxford University

Sponsored by  
London Business School, London School of Economics, Saïd Business School, and CEPR.

22-23 March 2012

### Draft Programme

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*Time Allocation: Presenters have 20 minutes, discussants 15 and the audience 10 minutes for each paper.*

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#### Thursday 22 March – Corporate Finance

10.30-10.45	Coffee and Welcome
10.45-11.05	<b>Government Guarantees and Bank Risk Taking Incentives</b> Markus Fischer (Goethe University Frankfurt) Christa Hainz (University of Munich) Jörg Rocholl (European School of Management and Technology) *Sascha Steffen (European School of Management and Technology)
11.05-11.20 Discussant:	Vikrant Vig (London Business School and CEPR)
11.20-11.30	Audience
11.30-11.50	<b>Inefficient Investment Waves</b> *Péter Kondor (Central European University, Budapest and CEPR) Zhiguo He (University of Chicago)
11.50-12.05 Discussant:	Semyon Malamud (EPFL and Swiss Finance Institute)
12.05-12.15	Audience
12.15-12.30	Coffee Break
12.30-12.50	<b>Safer Ratios, Riskier Portfolios: Banks' Response to Government Aid</b> Ran Duchin (University of Michigan) *Denis Sosyura (University of Michigan)
12.50-13.05 Discussant:	Augustin Landier (Toulouse School of Economics)
13.05-13.15	Audience

<b>13.15-14.15</b>	<b>Lunch</b>
<b>14.15-14.35</b>	<b>A Model of Shadow Banking</b> *Nicola Gennaioli (CREI, UPF and CEPR) Andrei Shleifer (Harvard University) Robert Vishny (University of Chicago)
<i>14.35-14.50 Discussant:</i>	<i>Ulf Axelson (London School of Economics)</i>
<i>14.50-15.00</i>	<i>Audience</i>
<b>15.00-15.20</b>	<b>Trading by Bank Insiders before and during the Financial Crisis</b> Peter Cziraki (Tilburg University)
<i>15.20-15.35 Discussant:</i>	<i>Rüdiger Fahlenbrach (Swiss Finance Institute)</i>
<i>15.35-15.45</i>	<i>Audience</i>
<b>15.45-16.00</b>	Coffee Break
<b>16.00-16.20</b>	<b>Good Monitoring Bad Monitoring</b> Yaniv Grinstein (Cornell University) *Stefano Rossi (Imperial College Business School and CEPR)
<i>16.20-16.35 Discussant:</i>	<i>Daniel Ferreira (London School of Economics and CEPR)</i>
<i>16.35-16.45</i>	<i>Audience</i>
<b>16.45-17.05</b>	<b>Is Historical Cost Accounting a Panacea? Market Stress, Incentive Distortions, and Gains Trading</b> Andrew Ellul (Indiana University) *Chotibhak Jotikasthira (University of North Carolina) Christian T. Lundblad (University of North Carolina) Yihui Wang (Chinese University of Hong Kong)
<i>17.05-17.20 Discussant:</i>	<i>Tim Jenkinson (Saïd Business School and CEPR)</i>
<i>17.20-17.30</i>	<i>Audience</i>
<b>17.30-17.45</b>	Coffee Break
<b>17.45-18.05</b>	<b>Competitive Pressure and Corporate Policies</b> *Laurent Frésard (University of Maryland) Philip Valta (HEC Paris)
<i>18.05-18.20 Discussant:</i>	<i>Xavier Giroud (MIT)</i>
<i>18.20-18.30</i>	<i>Audience</i>
<b>19.30</b>	Conference Dinner

## Friday 23 March – Asset Pricing

10.30-10.45	Coffee and Welcome
10.45-11.05	<b>Endogenous Liquidity and Defaultable Bonds</b> Zhiguo He (University of Chicago) *Konstantin Milbradt (MIT Sloan School of Management)
11.05-11.20	<i>Discussant: Péter Kondor (Central European University, Budapest and CEPR)</i>
11.20-11.30	<i>Audience</i>
11.30-11.50	<b>CDS Auctions</b> Mikhail Chernov (LSE and CEPR) *Alexander Gorbenko (London Business School) Igor Makarov (London Business School)
11.50-12.05	<i>Discussant: Pierre Collin-Dufresne (Columbia University)</i>
12.05-12.15	<i>Audience</i>
12.15-12.30	Coffee Break
12.30-12.50	<b>The Equilibrium Dynamics of Liquidity and Illiquid Asset Prices</b> *Adrian Buss (Goethe University Frankfurt) Bernard Dumas (INSEAD and CEPR)
12.50-13.05	<i>Discussant: Georgy Chabakauri (London School of Economics)</i>
13.05-13.15	<i>Audience</i>
13.15-14.15	<b>Lunch</b>
14.15-14.35	<b>Asset Pricing Implications of Demographic Change</b> Thomas Maurer (London School of Economics)
14.35-14.50	<i>Discussant: Francisco Gomes (London Business School)</i>
14.50-15.00	<i>Audience</i>
15.00-15.20	<b>Countercyclical Currency Risk Premia</b> Hanno Lustig (UCLA) *Nikolai Roussanov (University of Pennsylvania) Adrien Verdelhan (MIT)
15.20-15.35	<i>Discussant: Pasquale Della Corte (Imperial College London)</i>
15.35-15.45	<i>Audience</i>
15.45-16.00	Coffee Break
16.00-16.20	<b>Stock Options as Lotteries</b> Brian H. Boyer (Brigham Young University) *Keith Vorkink (Brigham Young University)
16.20-16.35	<i>Discussant: Grigory Vilkov (Goethe University Frankfurt)</i>
16.35-16.45	<i>Audience</i>

**16.45-17.05**                      **Information Diversity and Market Efficiency Spirals**  
Itay Goldstein (University of Pennsylvania)  
\*Liyan Yang (University of Toronto)

*17.05-17.20 Discussant:*    *Igor Makarov (London Business School)*

*17.20-17.30*                      *Audience*

**17.30-17.45**                      Coffee Break

**17.45-18.05**                      **Information Percolation Driving Volatility**  
Daniel Andrei (Swiss Finance Institute)

*18.05-18.20 Discussant:*    *Dimitri Vayanos (London School of Economics and CEPR)*

*18.20-18.30*                      *Audience*

**19.30**                                Conference Dinner

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**Organising Committees:**

**Asset Pricing:** Christian Julliard (LSE); Anna Pavlova (LBS); Tarun Ramadorai (SBS); Raman Uppal (Edhec); Mungo Wilson (SBS); Kathy Yuan (LSE).

**Corporate Finance:** Ulf Axelson (LSE); Denis Gromb (Insead); Alan Morrison (SBS); Marco Pagano (Naples); David Thesmar (HEC); Paolo Volpin (LBS).