
W E S T E R N F I N A N C E

W F A

A S S O C I A T I O N

2012 Program

47th Annual Conference
of the
Western Finance Association

Wynn Las Vegas Hotel
Las Vegas, Nevada

June 18 - 21, 2012

WESTERN FINANCE ASSOCIATION

We are a professional society for academicians and practitioners with a scholarly interest in the development and application of research in finance.

Our purpose is (1) to serve as a focal point for communication among members, (2) to improve teaching and scholarship, and (3) to provide for the dissemination of information, including the holding of meetings and the support of publications.

The Association is an international organization with membership open to individuals from both the academic and professional community, and to institutions. Two classes of individual membership are available: lifetime membership (\$150.00) and three-year membership (\$50.00). Members of the Association are entitled to receive a reduction in the registration fee at the annual meetings. You are invited to join or renew on-line at the WFA's informational web site, <http://www.westernfinance.org>.

Correspondence regarding membership and other business aspects of the Association should be addressed to:

Professor Duane Seppi
Secretary-Treasurer, WFA
Tepper School of Business
Carnegie Mellon University
Pittsburgh, PA 15213-3890
Email: ds64@andrew.cmu.edu
Telephone: (412) 268-2298

A call for papers and participants for the 2013 Conference of the Western Finance Association appears at the end of this program.

REGISTRATION AND HOTEL INFORMATION

All sessions and conference functions will be held in the Wynn Las Vegas Hotel. On-site registration for the conference will be located in the Wynn Las Vegas Hotel at Registration Desk 3 on the following schedule:

Monday, June 18, 2012, 4:00 pm – 8:00 pm
Tuesday, June 19, 2012, 8:00 am – 4:00 pm
Wednesday, June 20, 2012, 8:00 am – 12:00 noon

PRE-REGISTRATION

Pre-registration is at our web site, <http://www.westernfinance.org>. Those who pre-register are entitled to a discount on registration fees. To qualify for these discounted rates you must pre-register by May 24, 2012. See the web site for details. Checks must be sent to MaryAnn O'Brien or to the Secretary-Treasurer at the address referenced on page 1.

FEE SCHEDULE

	Pre-Registration	On-site Registration
WFA member	\$ 75	\$125
Program Committee Member	No Charge	\$125
Non-member	\$125	\$175
Student	No Charge	\$ 30

SPECIAL EVENT REGISTRATION

Registration for the WFA Annual Meeting Luncheon and other special events will be done at the time of pre-registration on the WFA website and on-site (subject to availability) for those who do not pre-register. Because space is limited, registration is required for any of the luncheons or evening receptions. The WFA makes every attempt to make these events free to registrants, but reserves the right to charge for these events if sponsorships do not cover the full cost.

SOCIETY FOR FINANCIAL STUDIES MEMBERSHIP MEETING

All members of the Society for Financial Studies are invited to attend the Annual Meeting to be held on Wednesday, June 20 from 4:45-5:45 pm in the Montrachet Room at the Wynn Las Vegas Hotel. All subscribers to the Review of Financial Studies are members of the Society for Financial Studies.

WESTERN FINANCE ASSOCIATION

Officers and Directors: 2011-2012

President	Francis Longstaff, University of California-Los Angeles
President Elect	Michael Fishman, Northwestern University
Vice President	John Graham, Duke University
Vice-President Elect:	Josef Zechner, Vienna University of Economics and Business
Secretary-Treasurer	Duane Seppi, Carnegie Mellon University
Directors	Joshua Coval, Harvard University Andrea Eisfeldt, University of California-Los Angeles Lubos Pastor, University of Chicago Antoinette Schoar, Massachusetts Institute of Technology Jiang Wang, Massachusetts Institute of Technology Toni Whited, University of Rochester

Presidents: 1965-2012

1965-66	Kenneth L. Trefftz	University of Southern California
1966-67	Edward Reed	University of Oregon
1967-68	Robert Carr	Fresno State College
1968-69	Burton Kolb	University of Colorado
1969-70	Lester Stickler	Oregon State University
1970-71	Harold Stevenson	Arizona State University
1971-72	W. Scott Bauman	University of Oregon
1972-73	David Eiteman	University of California, Los Angeles
1973-74	James Wert	University of Arizona
1974-75	George Kaufman	University of Oregon
1975-76	John Herzog	Simon Fraser University
1976-77	A. Blaine Huntsman	University of Utah
1977-78	David Pyle	University of California, Berkeley
1978-79	Guilford Babcock	University of Southern California
1979-80	Donald Farrar	University of Utah
1980-81	Charles D'Ambrosio	University of Washington
1981-82	James Van Horne	Stanford University
1982-83	Edward Dyl	University of Wyoming
1983-84	Nils Hakansson	University of California, Berkeley
1984-85	Seha Tinic	University of Texas at Austin
1985-86	Alan Kraus	University of British Columbia
1986-87	Gerald Bierwag	University of Arizona
1987-88	Robert Litzenberger	University of Pennsylvania
1988-89	Alan Hess	University of Washington
1989-90	Lemma Senbet	University of Maryland
1990-91	Eduardo Schwartz	University of California, Los Angeles

1991-92	Stephen Brown	New York University
1992-93	Hans Stoll	Vanderbilt University
1993-94	Kenneth Singleton	Stanford University
1994-95	Milton Harris	University of Chicago
1995-96	Chester S. Spatt	Carnegie Mellon University
1996-97	Michael J. Brennan	University of California, Los Angeles
1997-98	Maureen O'Hara	Cornell University
1998-99	Franklin Allen	University of Pennsylvania
1999-00	Richard C. Green	Carnegie Mellon University
2000-01	Wayne Ferson	University of Washington
2001-02	Douglas W. Diamond	University of Chicago
2002-03	Philip H. Dybvig	Washington University in St. Louis
2003-04	René M. Stulz	Ohio State University
2004-05	Ravi Jagannathan	Northwestern University
2005-06	Mark Grinblatt	University of California, Los Angeles
2006-07	Sheridan Titman	University of Texas at Austin
2007-08	Campbell R. Harvey	Duke University
2008-09	Artur Raviv	Northwestern University
2009-10	William Goetzmann	Yale University
2010-11	Peter DeMarzo	Stanford University
2011-12	Francis Longstaff	University of California, Los Angeles

Distinguished Speakers

WFA Annual Meeting Speakers 1979-2012

Year	Location	Speaker
1979	San Francisco	Nils Hakansson
1980	San Diego	Kenneth Arrow
1981	Jackson Lake	Eugene Fama
1982	Portland	Stephen Ross
1983	Long Beach	Myron Scholes
1984	Vancouver	Richard Roll
1985	Scottsdale	Robert Litzenberger
1986	Colorado Springs	Merton Miller
1987	San Diego	Edward Kane
1988	Napa	Sanford Grossman
1989	Seattle	William Sharpe
1990	Santa Barbara	Michael Brennan
1991	Jackson Lake	Fischer Black
1992	San Francisco	Myron Scholes
1993	Whistler	Alan Kraus
1994	Santa Fe	Mark Rubinstein
1995	Aspen	Kenneth French
1996	Sunriver	Joseph Williams
1997	San Diego	Richard Thaler
1998	Monterey	Milton Harris
1999	Santa Monica	Andrei Shleifer
2000	Sun Valley	Kenneth Singleton
2001	Tucson	Robert Shiller
2002	Park City	Albert S. "Pete" Kyle
2003	Los Cabos	Richard Kihlstrom
2004	Vancouver	Michael C. Jensen
2005	Portland	Douglas Breeden
2006	Keystone	Douglas Diamond
2007	Big Sky	John Y. Campbell
2008	Waikoloa	René M. Stulz
2009	San Diego	Chester Spatt
2010	Victoria	Mark Grinblatt
2011	Santa Fe	Maureen O'Hara
2012	Las Vegas	Campbell Harvey

2012 Program Committee

Program Chair

Michael Fishman, Northwestern University

Program Committee Associate Chairpersons

Snehal Banerjee, Northwestern University
Jules van Binsbergen, Northwestern University
Anna Cieslak, Northwestern University
Kathleen Hagerty, Northwestern University
Yael Hochberg, Northwestern University
Ravi Jagannathan, Northwestern University
Robert Korajczyk, Northwestern University
Arvind Krishnamurthy, Northwestern University
David Matsa, Northwestern University
Robert McDonald, Northwestern University
Brian Melzer, Northwestern University
Dimitris Papanikolaou, Northwestern University
Jonathan Parker, Northwestern University
Joshua Rauh, Northwestern University
Paola Sapienza, Northwestern University
Costis Skiadas, Northwestern University
Viktor Todorov, Northwestern University
Annette Vissing-Jorgensen, Northwestern University

Program Committee Members

Viral Acharya, New York University
Anat Admati, Stanford University
Reena Aggarwal, Georgetown University
Rajesh Aggarwal, University of Minnesota
Anup Agrawal, University of Alabama
Ashwini Agrawal, New York University
Hengjie Ai, Duke University
Yacine Ait-Sahalia, Princeton University
Rui Albuquerque, Boston University
Cindy Alexander, Securities and Exchange Commission
George (Yiorgos) Allayannis, University of Virginia
Andres Almazan, University of Texas, Austin
Heitor Almeida, University of Illinois, Urbana, Champaign
Aydogan Altı, University of Texas, Austin
Andrew Ang, Columbia University
Elena Asparouhova, University of Utah
Doron Avramov, Hebrew University

Ulf Axelson, London School of Economics
Warren Bailey, Cornell University
Malcolm Baker, Harvard University
Gurdip Bakshi, University of Maryland
Snehal Banerjee, Northwestern University
Ravi Bansal, Duke University
Sohnke Bartram, University of Warwick
Shmuel Baruch, University of Utah
Suleyman Basak, London Business School
David Bates, University of Iowa
Thomas Bates, Arizona State University
Bo Becker, Harvard University
Effi Benmelech, Harvard University
Luca Benzoni, Federal Reserve Bank of Chicago
Nittai Bergman, Massachusetts Institute of Technology
Daniel Bergstresser, Harvard University
Elazar Berkovitch, IDC
Antonio Bernardo, University of California, Los Angeles
Marianne Bertrand, University of Chicago
John Beshears, Stanford University
Hank Bessembinder, University of Utah
Sanjai Bhagat, University of Colorado, Boulder
Harjoat Bhamra, University of British Columbia
Utpal Bhattacharya, Indiana University
Nick Bollen, Vanderbilt University
Philip Bond, University of Minnesota
Arnoud Boot, University of Amsterdam
Peter Bossaerts, California Institute of Technology
Jacob (Kobi) Boudoukh, IDC
Christa Bouwman, Case Western Reserve University
Michael Brandt, Duke University
Alon Brav, Duke University
Bradyn Breon-Drish, Stanford University
Gregory Brown, University of North Carolina, Chapel Hill
Stephen Brown, New York University
David Brown, University of Wisconsin, Madison
Mike Burkart, Stockholm School of Economics
Jeffrey Busse, Emory University
Murillo Campello, Cornell University
Bruce Carlin, University of California, Los Angeles
Murray Carlson, University of British Columbia
Jennifer Carpenter, New York University
David Chapman, Boston College
Thomas Chemmanur, Boston College
Mark Chen, Georgia State University

Zhiwu Chen, Yale University
Hui Chen, Massachusetts Institute of Technology
Joseph Chen, University of California, Davis
Sergey Chernenko, Ohio State University
Mikhail Chernov, London School of Economics
James Choi, Yale University
Darwin Choi, Hong Kong University of Science and Technology
Tarun Chordia, Emory University
Bhagwan Chowdhry, University of California, Los Angeles
Anna Cieslak, Northwestern University
Stijn Claessens, International Monetary Fund
Gian Luca Clementi, New York University
Joao Cocco, London Business School
Lauren Cohen, Harvard University
Moshe Cohen, Columbia University
Shawn Cole, Harvard University
Jeffrey Coles, Arizona State University
Pierre Collin-Dufresne, Columbia University
Jennifer Conrad, University of North Carolina, Chapel Hill
Michael Cooper, University of Utah
Francesca Cornelli, London Business School
John Cotter, University College Dublin
Josh Coval, Harvard University
Martijn Cremers, Yale University
Mariano Croce, University of North Carolina, Chapel Hill
Zhi Da, University of Notre Dame
Magnus Dahlquist, Stockholm School of Economics
Amil Dasgupta, London School of Economics
Sudipto Dasgupta, Hong Kong University of Science and Technology
Adolfo De Motta, McGill University
Harry DeAngelo, University of Southern California
Diane Del Guercio, University of Oregon
Mihir Desai, Harvard University
Karl Diether, Dartmouth College
Amy Dittmar, University of Michigan
Robert Dittmar, University of Michigan
Dobrislav Dobrev, Federal Reserve Board
Craig Doidge, University of Toronto
Itamar Drechsler, New York University
Joost Driessen, Tilburg University
Greg Duffee, Johns Hopkins University
Espen Eckbo, Dartmouth College
Roger Edelen, University of California, Davis
Alex Edmans, University of Pennsylvania
Andrea Eisfeldt, University of California, Los Angeles

Joseph Engleberg, University of California, San Diego
Vihang Errunza, McGill University
Rudiger Fahlenbrach, Ecole Polytechnique
Michael Faulkender, University of Maryland
Wayne Ferson, University of Southern California
Adlai Fisher, University of British Columbia
Mark Flannery, University of Florida
Thierry Foucault, HEC Paris
Julian Franks, London Business School
Carola Frydman, Boston University
Paolo Fulghieri, University of North Carolina, Chapel Hill
Xavier Gabaix, New York University
Louis Gagnon, Queens University
Vito Gala, London Business School
Amar Gande, Southern Methodist University
Pengjie Gao, University of Notre Dame
Lorenzo Garlappi, University of British Columbia
Nicolae Garleanu, University of California, Berkeley
Mark Garmaise, University of California, Los Angeles
Thomas George, University of Houston
Simon Gervais, Duke University
Mila Getmansky Sherman, University of Massachusetts
Ron Giammarino, University of British Columbia
Scott Gibson, College of William and Mary
Thomas Gilbert, University of Washington
Xavier Giroud, Massachusetts Institute of Technology
Vincent Glode, University of Pennsylvania
Brent Glover, Carnegie Mellon University
William Goetzmann, Yale University
Robert Goldstein, University of Minnesota
Itay Goldstein, University of Pennsylvania
Francisco Gomes, London Business School
Alexander Gorbenko, London Business School
Todd Gormley, University of Pennsylvania
Gary Gorton, Yale University
Amit Goyal, University of Lausanne
Jeremy Graveline, University of Minnesota
Clifton Green, Emory University
Brett Green, University of California, Berkeley
Robin Greenwood, Harvard University
Steve Grenadier, Stanford University
John Griffin, University of Texas, Austin
Yaniv Grinstein, Cornell University
Gustavo Grullon, Rice University
Bruce Grundy, University of Melbourne

Ilan Guedj, University of Texas, Austin
Dirk Hackbarth, University of Illinois, Urbana, Champaign
Kathleen Hagerty, Northwestern University
Bing Han, University of Texas, Austin
Matthew C. Harding, Stanford University
Jarrad Harford, University of Washington
Larry Harris, University of Southern California
Milton Harris, University of Chicago
Jay Hartzell, University of Texas, Austin
Joel Hasbrouck, New York University
Tarek Hassan, University of Chicago
Zhiguo He, University of Chicago
Ping He, Tsinghua University
Ulrich Hege, HEC Paris
Jean Helwege, University of South Carolina
Terrence Hendershott, University of California, Berkeley
Michael Hertz, Arizona State University
Steven Heston, University of Maryland
David Hirshleifer, University of California, Irvine
Yael Hochberg, Northwestern University
Craig Holden, Indiana University
Burton Hollifield, Carnegie Mellon University
Harrison Hong, Princeton University
Edie Hotchkiss, Boston College
Kewei Hou, Ohio State University
David Hsieh, Duke University
Jennifer Huang, University of Texas, Austin
Eric Hughson, Claremont McKenna College
Chuan-Yang Hwang, Nanyang Tech University
David Ikenberry, University of Colorado, Boulder
Philipp Illeditsch, University of Pennsylvania
Ronen Israel, IDC
Victoria Ivashina, Harvard University
Zoran Ivkovic, Michigan State University
Rajkamal Iyer, Massachusetts Institute of Technology
Narashimhan Jegadeesh, Emory University
Dirk Jenter, Stanford University
Wei Jiang, Columbia University
Li Jin, Harvard University
Michael Johannes, Columbia University
Kose John, New York University
Christopher Jones, University of Southern California
Scott Joslin, University of Southern California
Nengjiu Ju, Hong Kong University of Science and Technology
Brandon Julio, London Business School

Jakub Jurek, Princeton University
Marcin Kacperczyk, New York University
Dalida Kadyrzhanova, University of Maryland
Swaminathan Kalpathy, Southern Methodist University
Avraham Kamara, University of Washington
Raymond Kan, University of Toronto
Jun-Koo Kang, Nanyang Tech University
Ron Kaniel, University of Rochester
Steve Kaplan, University of Chicago
Jason Karceski, LSV Asset Management
Andrew Karolyi, Cornell University
Jonathan Karpoff, University of Washington
Anastasia Kartasheva, University of Pennsylvania
Gautam Kaul, University of Michigan
Kenneth Kavajecz, University of Wisconsin, Madison
Simi Kedia, Rutgers University
Donald Keim, University of Pennsylvania
Bryan Kelly, University of Chicago
Matti Keloharju, Helsinki School of Economics & Business
Susan Kerr Christoffersen, University of Toronto
Bong-Chan Kho, Seoul National University
Dana Kiku, University of Pennsylvania
Darren Kisgen, Boston College
Isaac Kleshchelski, Washington University, St. Louis
Johan Knif, Hanken School of Economics
Samuli Knüpfer, London Business School
Shimon Kogan, University of Texas, Austin
Leonid Kogan, Massachusetts Institute of Technology
Ralph Kojen, University of Chicago
Adam Kolasinski, University of Washington
Peter Kondor, Central European University
Arthur Korteweg, Stanford University
Jennifer Koski, University of Washington
Ilan Kremer, Stanford University
CNV Krishnan, Case Western Reserve University
Lars-Alexander Kuehn, Carnegie Mellon University
Camelia Kuhnen, Northwestern University
Praveen Kumar, University of Houston
Christopher Lamoureux, University of Arizona
Nisan Langberg, University of Houston
Rafael LaPorta, Dartmouth College
Chris Leach, University of Colorado, Boulder
Charles Lee, Stanford University
Samuel Lee, New York University
Qin Lei, Southern Methodist University

Yaron Leitner, Federal Reserve Bank of Philadelphia
Michael Lemmon, University of Utah
Josh Lerner, Harvard University
Martin Lettau, University of California, Berkeley
Doron Levit, University of Pennsylvania
Jonathan Lewellen, Dartmouth College
Katharina Lewellen, Dartmouth College
Bing Liang, University of Massachusetts
Erik Lie, University of Iowa
Eva Liljeblom, Hanken School of Economics
James Linck, University of Georgia
Laura Lindsey, Arizona State University
Juhani Linnainmaa, University of Chicago
Karl Lins, University of Utah
Marc Lipson, University of Virginia
Crocker Liu, Cornell University
Jun Liu, University of California, San Diego
Tingjun Liu, Cheung Kong Graduate School of Business
Qianqiu Liu, University of Hawaii
Dmitry Livdan, University of California, Berkeley
Alexander Ljungqvist, New York University
Andrew Lo, Massachusetts Institute of Technology
Claudio Loderer, Universitaet Bern
Francis Longstaff, University of California, Los Angeles
Richard Lowery, University of Texas, Austin
Michelle Lowry, Penn State University
Christian Lundblad, University of North Carolina, Chapel Hill
Evgeny Lyandres, Boston University
Anthony Lynch, New York University
Peter MacKay, Hong Kong University of Science and Technology
Craig MacKinlay, University of Pennsylvania
Ananth Madhavan, Barclays Global Investors
Leonardo Madureira, Case Western Reserve University
Pascal Maenhout, INSEAD
Igor Makarov, London Business School
Vojislav Maksimovic, University of Maryland
Nadya Malenko, Boston College
Andrey Malenko, Massachusetts Institute of Technology
Chris Malloy, Harvard University
Ulrike Malmendier, University of California, Berkeley
Gustavo Manso, Massachusetts Institute of Technology
Robert Marquez, Boston University
Spencer Martin, University of Melbourne
Marc Martos-Vila, University of California, Los Angeles
Massimo Massa, INSEAD

Ron Masulis, University of New South Wales
Pedro Matos, University of Virginia
Gregor Matvos, University of Chicago
David Mauer, University of Texas, Dallas
William Maxwell, Southern Methodist University
Robert McDonald, Northwestern University
David McLean, University of Alberta
Albert Menkveld, VU University Amsterdam
Andrew Metrick, Yale University
Roni Michaely, Cornell University
Todd Milbourn, Washington University, St. Louis
Darius Miller, Southern Methodist University
Kristian Miltersen, Copenhagen Business School
Bernadette Minton, Ohio State University
Erwan Morellec, Ecole Polytechnique Fédérale de Lausanne
Adair Morse, University of Chicago
Pamela Moulton, Cornell University
Holger Mueller, New York University
Justin Murfin, Yale University
David Musto, University of Pennsylvania
Brett Myers, Texas Tech University
Stefan Nagel, Stanford University
Gregory Nini, University of Pennsylvania
Thomas Noe, Oxford University
Kjell Nyborg, University of Zurich
Terrance Odean, University of California, Berkeley
Maureen O'Hara, Cornell University
Christian Opp, University of Pennsylvania
Marcus Opp, University of California, Berkeley
Hernan Ortiz-Molina, University of British Columbia
Barbara Ostdiek, Rice University
Paige Parker Ouimet, University of North Carolina, Chapel Hill
Oguzhan Ozbas, University of Southern California
Marco Pagano, Università di Napoli Federico II
Darius Palia, Rutgers University
Stavros Panageas, University of Chicago
Marios Panayides, University of Pittsburgh
Dimitris Papanikolaou, Northwestern University
Jonathan Parker, Northwestern University
Christine Parlour, University of California, Berkeley
Robert Parrino, University of Texas, Austin
Christopher Parsons, University of California, San Diego
Lubos Pastor, University of Chicago
Anna Pavlova, London Business School
Lasse H. Pedersen, New York University

Liang Peng, University of Colorado, Boulder
George Pennacchi, University of Illinois, Urbana, Champaign
Francisco Perez-Gonzalez, Stanford University
Enrico Perotti, University of Amsterdam
Mitchell Petersen, Northwestern University
Gordon Phillips, University of Southern California
Kate Phylaktis, City University, London
Guillaume Plantin, Toulouse University
Christopher Polk, London School of Economics
Joshua Pollet, Michigan State University
N.R. Prabhala, University of Maryland
Manju Puri, Duke University
Uday Rajan, University of Michigan
Adriano Rampini, Duke University
Raghavendra Rau, University of Cambridge
S. Abraham (Avri) Ravid, Rutgers University
Mark Ready, University of Wisconsin, Madison
Adam Reed, University of North Carolina, Chapel Hill
Jonathan Reuter, Boston College
Matt Rhodes-Kropf, Harvard University
Edward Rice, University of Washington
Michael Roberts, University of Pennsylvania
David Robinson, Duke University
Tavy Ronen, Rutgers University
Ehud I. Ronn, University of Texas, Austin
Ioanid Rosu, HEC Paris
Nikolai Roussanov, University of Pennsylvania
Bryan Routledge, Carnegie Mellon University
Geert Rouwenhorst, Yale University
Kristian Rydqvist, Binghamton University
Gideon Saar, Cornell University
Ronnie Sadka, Boston College
Patrik Sandas, University of Virginia
Pedro Santa-Clara, Universidade Nova de Lisboa
Pavel Savor, University of Pennsylvania
Anna Scherbina, University of California, Davis
Lukas Schmid, Duke University
Philipp Schnabl, New York University
Jan Schneider, University of Texas, Austin
Paul Schultz, University of Notre Dame
Krista Schwarz, University of Pennsylvania
Mark Seasholes, Hong Kong University of Science and Technology
Lemma Senbet, University of Maryland
Duane Seppi, Carnegie Mellon University
Piet Sercu, Catholic University of Leuven

Amit Seru, University of Chicago
Henri Servaes, London Business School
Ivan Shaliastovich, University of Pennsylvania
Jay Shanken, Emory University
Ann Sherman, Depaul University
Anil Shivdasani, University of North Carolina, Chapel Hill
Tyler Shumway, University of Michigan
Clemens Sialm, University of Texas, Austin
Raj Singh, University of Minnesota
Erik Sirri, Babson College
Georgios Skoulakis, University of Maryland
Sorin Sorescu, Texas A&M University
Chester Spatt, Carnegie Mellon University
Bharath Sreedhar, Arizona State University
Richard Stanton, University of California, Berkeley
Laura Starks, University of Texas, Austin
Hans Stoll, Vanderbilt University
Neal Stoughton, Wirtschaftsuniversität Wien
Ilya Strebulaev, Stanford University
Per Strömberg, Stockholm School of Economics
Michael Stutzer, University of Colorado, Boulder
Avanidhar Subrahmanyam, University of California, Los Angeles
Adi Sunderam, Harvard University
Geoffrey Tate, University of California, Los Angeles
Lucian Taylor, University of Pennsylvania
Alexei Tchisty, University of California, Berkeley
Chris Telmer, Carnegie Mellon University
Melvyn Teo, Singapore Management University
Paul Tetlock, Columbia University
Anjan Thakor, Washington University, St. Louis
Karin Thorburn, Norwegian School of Economics and Business Admin (NHH)
Sheri Tice, Tulane University
Stathis Tompaidis, University of Texas, Austin
Walter Torous, University of California, Los Angeles
Alex Triantis, University of Maryland
Charles Trzcinka, Indiana University
Margarita Tsoutsoura, University of Chicago
Sergey Tsyplov, University of South Carolina
Selale Tuzel, University of Southern California
Andrey Ukhov, Cornell University
Raman Uppal, London Business School
Rossen Valkanov, University of California, San Diego
Stijn Van Nieuwerburgh, New York University
Dimitri Vayanos, London School of Economics
Adrien Verdelhan, Massachusetts Institute of Technology

Vikrant Vig, London Business School
Annette Vissing-Jorgensen, Northwestern University
S. (Vish) Viswanathan, Duke University
Paolo Volpin, London Business School
Ernst-Ludwig (Elu) von Thadden, University of Mannheim
Jessica Wachter, University of Pennsylvania
Sunil Wahal, Arizona State University
Johan Walden, University of California, Berkeley
Nancy wallace, University of California, Berkeley
Tan Wang, University of British Columbia
Jiang Wang, Massachusetts Institute of Technology
Neng Wang, Columbia University
Zhenyu Wang, Federal Reserve Bank of New York
Akiko Watanabe, University of Alberta
Masahiro Watanabe, University of Alberta
Pierre-Oliver Weill, University of California, Los Angeles
Michael Weisbach, Ohio State University
Scott Weisbenner, University of Illinois, Urbana, Champaign
Russ Wermers, University of Maryland
Ingrid Werner, Ohio State University
Mark Westerfield, University of Southern California
Bob Whaley, Vanderbilt University
Lucy White, Harvard University
Toni Whited, University of Rochester
Robert Whitelaw, New York University
Rohan Williamson, Georgetown University
Avi Wohl, Tel, Aviv University
Daniel Wolfenzon, Columbia University
Jeff Wurgler, New York University
Wei Xiong, Princeton University
Yuhai Xuan, Harvard University
Pradeep Yadav, University of Oklahoma
Hongjun Yan, Yale University
Hong Yan, University of South Carolina
Liu Yang, University of California, Los Angeles
Amir Yaron, University of Pennsylvania
Ayako Yasuda, University of California, Davis
David Yermack, New York University
Bilge Yilmaz, University of Pennsylvania
Motohiro Yogo, Federal Reserve Bank of Minneapolis
Lance Young, University of Washington
Fernando Zapatero, University of Southern California
Rebecca Zarutskie, Duke University
Josef Zechner, Vienna University of Economics and Business
Jaime Zender, University of Colorado, Boulder

Lu Zhang, Ohio State University
Weina Zhang, National University of Singapore
Mengxin Zhao, University of Alberta
Lu Zheng, University of California, Irvine
Ning Zhu, University of California, Davis
Jeffrey Zwiebel, Stanford University

Acknowledgments

As Program Chair I would like to express my deep gratitude to my colleagues and Associate Chairpersons at Northwestern who were key participants in all aspects of the program logistics. Thanks also to Carol Smith and Leigh Ann Clark for their dedicated assistance, and to the Tepper School of Business at Carnegie Mellon and Jeff Easter, Rosemarie Lang, and MaryAnn O'Brien for their invaluable help and support. I would like to extend particular thanks to Peter DeMarzo, John Graham, Francis Longstaff, Bryan Routledge, Duane Seppi, and Josef Zechner for their help, advice, and guidance. Finally, a deep appreciation to the many sponsors and donors for their continuing support of the WFA.

**SAC CAPITAL PHD CANDIDATE AWARD FOR
OUTSTANDING RESEARCH 2012**

Kristle Cortes, Boston College

Andras Danis, Vienna Graduate School of Finance

Erik Gilje, Boston College

Nicholas Hirschey, University of Texas-Austin

Hyunseob Kim, Duke University

Taejin Kim, Northwestern University

Mauricio Larrain, University of California-Berkeley

Matteo Maggiori, University of California-Berkeley

Vishal Mangla, Northwestern University

Clemens Otto, London Business School

Or Shachar, New York University

Elena Simintzi, London Business School

Quan Wen, Emory University

BEST PAPER AWARDS

USC MARSHALL SCHOOL OF BUSINESS TREFFTZS AWARD FOR THE BEST STUDENT PAPER

Does Financial Liberalization Contribute to Wage Inequality?

Mauricio Larrain

University of California-Berkeley

CHARLES RIVER ASSOCIATES AWARD FOR THE BEST PAPER ON CORPORATE FINANCE

*The Evolution of Capital Structure and Operating Performance
after Leveraged Buyouts: Evidence from U.S. Corporate Tax Returns*

Jonathan Cohn

University of Texas-Austin

Lillian Mills

University of Texas-Austin

Erin Towerly

University of Texas-Austin

JP MORGAN AWARD FOR THE BEST PAPER ON FINANCIAL INSTITUTIONS AND MARKETS

*Too-Systemic-To-Fail: What Option Markets Imply About
Sector-Wide Government Guarantees*

Bryan Kelly

University of Chicago

Hanno Lustig

University of California-Los Angeles

Stijn Van Nieuwerburgh

New York University

**NASDAQ OMX AWARD
FOR THE BEST PAPER ON ASSET PRICING**

CDS Auctions

Mikhail Chernov
London School of Economics
Alexander Gorbenko
London Business School
Igor Makarov
London Business School

**WHARTON SCHOOL-WRDS AWARD
FOR THE BEST EMPIRICAL FINANCE PAPER**

*Executive Networks and Firm Policies: Evidence from the
Random Assignment of MBA Peers*

Kelly Shue
University of Chicago

PROGRAM SUMMARY

Monday, June 18, 2012

4:00 pm – 8:00 pm

On-site Registration – *Registration Desk 3*

6:00 pm – 8:00 pm

Research Affiliates LLC Reception – *Margaux Ballroom*

Tuesday, June 19, 2012

8:00 am – 4:00 pm

On-site Registration – *Registration Desk 3*

8:15 am – 10:00 am

Liquidity – *Chambertin 1*

Learning and Asset Prices – *Chambertin 2*

Private Equity & Venture Capital – *Latour 4*

Volatility – *Latour 5*

Real Estate – *Latour 6*

Boards, CEOs, and Employees – *Latour 7*

10:00 am – 10:15 am

Cambridge University Press Coffee Break – *Latour Foyer*

10:15 am – 12:00 noon

Bond Markets – *Chambertin 1*

Price Pressure and Liquidity – *Chambertin 2*

CEOs & Other Top Executives – *Latour 4*

Corporate Investment – *Latour 5*

Financial Regulation I – *Latour 6*

Equilibrium Models with Production – *Latour 7*

12:30 pm – 2:00 pm

NASDAQ OMX Luncheon – *Latour Ballrooms 2 & 3*

2:45 pm – 4:30 pm

Dynamic Agency – *Chambertin 1*
Financial Intermediaries and Leverage – *Chambertin 2*
Bond Yields and the Economy – *Latour 4*
Labor & Finance – *Latour 5*
Long Run Risk and Discount Rates – *Latour 6*
Politics & Finance I – *Latour 7*

5:00 pm – 6:30 pm

WFA Executive Committee and Board of Directors Meeting – *St. Pierre Boardroom*

6:00 pm – 8:00 pm

Cornerstone Research Reception – *Margaux Ballroom*

Wednesday, June 20, 2012

8:00 am – 12:00 noon

On-site Registration – *Registration Desk 3*

8:15 am – 10:00 am

Financial Frictions – *Chambertin 1*
Conglomerates & Pyramids – *Chambertin 2*
Compensation – *Latour 4*
Experimental – *Latour 5*
Momentum/Herding – *Latour 6*
Corporate Fixed Income – *Latour 7*

10:00 am – 10:15 am

Kepos Capital Coffee Break – *Latour Foyer*

10:15 am – 12:00 noon

Credit – *Chambertin 1*
Treasury Bonds – *Chambertin 2*
Mortgages – *Latour 4*
Lending & Financial Constraints – *Latour 5*
Boards of Directors and Governance – *Latour 6*
Prospect Theory/Skewness – *Latour 7*

12:30 pm – 2:00 pm

WFA Annual Luncheon Sponsored by AFE Consulting – *Latour Ballrooms 2 & 3*
Distinguished Speaker: Campbell Harvey, *Duke University*

2:45 pm – 4:30 pm

Financial Regulation II – *Chambertin 1*
CDS Markets – *Chambertin 2*
Hedge Funds – *Latour 4*
Corporate Control – *Latour 5*
Term Structure of the ERP – *Latour 6*
Microstructure – *Latour 7*

4:45 pm – 5:45 pm

Society for Financial Studies Annual Meeting – *Montrachet Room*

6:00 pm – 8:00 pm

Society for Financial Studies Reception, co-sponsored by BlackRock and The Society for Financial Studies – *Margaux Ballroom*

Thursday, June 21, 2012

8:15 am – 10:00 am

Structured Finance – *Chambertin 1*
Financial Crisis – *Chambertin 2*
International Finance – *Latour 4*
Private Equity – *Latour 5*
Politics and Finance II – *Latour 6*
Risk Taking – *Latour 7*

10:00 am – 10:15 am

Oxford University Press Coffee Break – *Latour Foyer*

10:15 am – 12:00 noon

Pension and Mutual Funds – *Chambertin 1*

The Equity Risk Premium – *Chambertin 2*

Bank Lending – *Latour 4*

Competition & Finance – *Latour 5*

Sovereign Debt – *Latour 6*

Informed Trading – *Latour 7*

PROGRAM DETAILS

Tuesday, June 19, 2012, 8:15 am – 10:00 am

Liquidity – *Chambertin 1*

Ernst Ludwig Von-Thadden, *Universität Mannheim*

Liquidity Flooding, Asset Prices and the Real Economy

Alexander Bleck, *Booth School of Business, University of Chicago*

Xuewen Liu, *Hong Kong University of Science and Technology*

A Theory of Bank Liquidity Requirements

Charles Calomiris, *Columbia University*

Florian Heider, *European Central Bank*

Marie Hoerova, *European Central Bank*

Dynamic Risk Management

Adriano Rampini, *Duke University*

Amir Sufi, *University of Chicago*

S. Viswanathan, *Duke University*

Discussants:

Jaime Zender, *University of Colorado-Boulder*

Christine Parlour, *University of California-Berkeley*

Andrey Malenko, *Massachusetts Institute of Technology*

Learning and Asset Prices – *Chambertin 2*

Jiang Wang, *Massachusetts Institute of Technology*

Asset Return Dynamics Under Bad Environment-Good Environment Fundamentals

Geert Bekaert, *Columbia University*

Eric Engstrom, *Federal Reserve Board*

The Effect of Learning on Equity Returns in Financial Distress

Christian Opp, *University of Pennsylvania*

Political Uncertainty and Risk Premia

Lubos Pastor, *University of Chicago*

Pietro Veronesi, *University of Chicago*

Discussants:

Jessica Wachter, *University of Pennsylvania*

Hui Chen, *Massachusetts Institute of Technology*

Jules van Binsbergen, *Northwestern University*

Private Equity & Venture Capital – *Latour 4*
Arnoud Boot, *University of Amsterdam*

Venture Capitalists in Mature Public Firms

Merih Sevilir, *Indiana University*

Ugur Celikyurt, *Koc University*

Anil Shivdasani, *University of North Carolina-Chapel Hill*

Do Private Equity Returns Result from Wealth Transfers and Short-Termism? Evidence From a Comprehensive Sample of Large Buyouts

Jarrad Harford, *University of Washington*

Adam Kolasinski, *University of Washington*

Buyout Groups' Reputational Concerns and Costs of Debt Financing: Evidence from Bond Offerings by IPO Firms

Donghang Zhang, *University of South Carolina*

Rongbing Huang, *Kennesaw State University*

Jay Ritter, *University of Florida*

Discussants:

Thomas Chemmanur, *Boston College*

Sanjai Bhagat, *University of Colorado-Boulder*

Radhakrishnan Goplan, *Washington University-St. Louis*

Volatility – *Latour 5*
Georgios Skoulakis, *University of Maryland*

Coherent Model-Free Implied Volatility: A Corridor Fix to High-Frequency VIX

Torben Andersen, *Northwestern University*

Oleg Bondarenko, *University of Illinois at Chicago*

Maria Gonzalez-Perez, *Colegio Universitario de Estudios Financieros*

In Search of Aggregate Jump and Volatility Risk in the Cross Section of Stock Returns

David Weinbaum, *Syracuse University*

Martijn Cremers, *Yale University*

Michael Halling, *University of Utah*

Price and Volatility Co-Jumps

Federico Bandi, *Johns Hopkins University*

Roberto Renò, *Università di Siena*

Discussants:

Kris Jacobs, *University of Houston*

Fousseni Chabi-Yo, *Ohio State University*

Dobrislav Dobrev, *Federal Reserve Board*

Real Estate – *Latour 6*

Nancy Wallace, *University of California-Berkeley*

Credit Supply and House Prices: Evidence from Mortgage Market Segmentation

Manuel Adelino, *Dartmouth College*

Antoinette Schoar, *Massachusetts Institute of Technology*

Felipe Severino, *Massachusetts Institute of Technology*

Estimating Loan-to-Value and Foreclosure Behavior

Arthur Korteweg, *Stanford University*

Morten Sorensen, *Columbia University*

Market Timing and Investment Selection: Evidence from Real Estate Investors

Yael Hochberg, *Northwestern University*

Tobias Muhlhofer, *Indiana University*

Discussants:

Itzhak Ben-David, *Ohio State University*

Carles Vergara-Alert, *IESE Business School*

Barney Hartman-Glaser, *Duke University*

Boards, CEOs, and Employees – *Latour 7*

Ronen Israel, *Interdisciplinary Center-Herzliya*

The Brain Gain of Corporate Boards: A Natural Experiment from China

Mariassunta Giannetti, *Stockholm School of Economics*

Xiaoyun Yu, *Indiana University*

Guanmin Liao, *Indiana University*

The Option to Quit: The Effect of Employee Stock Options on Turnover

Edward Van Wesep, *University of North Carolina-Chapel Hill*

Paige Ouimet, *University of North Carolina-Chapel Hill*

Serdar Aldatmaz, *University of North Carolina-Chapel Hill*

Shaped by Booms and Busts: How the Economy Impacts CEO Careers and Management Style

Antoinette Schoar, *Massachusetts Institute of Technology*

Luo Zuo, *Massachusetts Institute of Technology*

Discussants:

Yaniv Grinstein, *Cornell University*

Shimon Kogan, *University of Texas-Austin*

Evgeny Lyandres, *Boston University*

Tuesday, June 19, 2012, 10:15 am – 12:00 noon

Bond Markets – *Chambertin 1*

Gregory Duffee, *Johns Hopkins University*

Momentum in Corporate Bond Returns

Christof Stahel, *U.S. Securities and Exchange Commission*

Stanislava Nikolova, *U.S. Securities and Exchange Commission*

Gergana Jostova, *George Washington University*

Alexander Philipov, *George Mason University*

Core and ‘Crust’: Consumer Prices and the Term Structure of Interest Rates

Andrea Ajello, *Federal Reserve Board*

Luca Benzoni, *Federal Reserve Bank of Chicago*

Olena Chyruk, *Federal Reserve Bank of Chicago*

The Cross-Section of Credit Risk Premia and Equity Returns

Nils Friewald, *WU Vienna University of Economics and Business*

Christian Wagner, *WU Vienna University of Economics and Business*

Josef Zechner, *Vienna University of Economics and Business*

Discussants:

Spencer Martin, *University of Melbourne*

Marcel Priebisch, *Federal Reserve Board*

Jennie Bai, *Federal Reserve Bank of New York*

Price Pressure and Liquidity – *Chambertin 2*

Larry Harris, *University of Southern California*

Shaping Liquidity: On the Causal Effects of Voluntary Disclosure

Karthik Balakrishnan, *University of Pennsylvania*

Mary Billings, *New York University*

Bryan Kelly, *University of Chicago*

Alexander Ljungqvist, *New York University*

Do High-Frequency Traders Anticipate Buying and Selling Pressure?

Nicholas Hirschey, *University of Texas-Austin*

Rules and Regression Discontinuities in Asset Markets

Yen-Cheng Chang, *Shanghai Advanced Institute of Finance*

Harrison Hong, *Princeton University*

Discussants:

Charles Jones, *Columbia University*

Robert Battalio, *University of Notre Dame*

Pete Kyle, *University of Maryland*

CEOs & Other Top Executives – Latour 4

Ron Giammarino, *University of British Columbia*

Executive Networks and Firm Policies: Evidence from the Random Assignment of MBA Peers

Kelly Shue, *University of Chicago*

CEO Optimism and Incentive Compensation

Clemens Otto, *London Business School*

The Determinants and Impact of Executive-Firm Matches

Yihui Pan, *University of Utah*

Discussants:

Jan Bena, *University of British Columbia*

Geoffrey Tate, *University of California-Los Angeles*

Alex Edmans, *University of Pennsylvania*

Corporate Investment – Latour 5

Lucian Taylor, *University of Pennsylvania*

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

Dino Palazzo, *Boston University*

Evgeny Lyandres, *Boston University*

Stochastic Volatility, Bond Yields, and the Q Theory of Investment

Michael Michaux, *University of Southern California*

Francois Gourio, *Boston University*

Equity Market Misvaluation and Firm Financial Policies

Missaka Warusawitharana, *Federal Reserve Board*

Toni Whited, *University of Rochester*

Discussants:

Ran Duchin, *University of Michigan*

Lars Kuehn, *Carnegie Mellon University*

Gregor Matvos, *University of Chicago*

Financial Regulation I – *Latour 6*

Maureen O’Hara, *Cornell University*

Should Derivatives be Privileged in Bankruptcy?

Patrick Bolton, *Columbia University*

Martin Oehmke, *Columbia University*

The Regulation of Financial Products

Bruce Carlin, *University of California-Los Angeles*

Shaun Davies, *University of California-Los Angeles*

Precision of Ratings

Anastasia Kartasheva, *University of Pennsylvania*

Bilge Yilmaz, *University of Pennsylvania*

Discussants:

Yaniv Grinstein, *Cornell University*

Philip Bond, *University of Minnesota*

Marcus Opp, *University of California-Berkeley*

Equilibrium Models with Production – *Latour 7*

Dimitris Papanikolaou, *Northwestern University*

Toward a Quantitative General Equilibrium Asset Pricing Model with Intangible Capital

Kai Li, *Duke University*

Hengjie Ai, *Duke University*

Mariano Croce, *University of North Carolina-Chapel Hill*

Investment Flexibility and Stock Returns

Tim Johnson, *University of Illinois-Urbana-Champaign*

Dirk Hackbarth, *University of Illinois-Urbana-Champaign*

Nominal Rigidities, Asset Returns and Monetary Policy

Francisco Palomino, *University of Michigan*

Erica X.N. Li, *University of Michigan*

Discussants:

Sebastien Betermier, *McGill University*

Jianfeng Yu, *University of Minnesota*

Howard Kung, *Duke University*

Tuesday, June 19, 2012, 2:45 pm – 4:30 pm

Dynamic Agency – *Chambertin 1*

Paolo Fulghieri, *University of North Carolina*

Risking Other People's Money: Gambling, Limited Liability, and Optimal Incentives

Peter DeMarzo, *Stanford University*

Dmitry Livdan, *University of California-Berkeley*

Alexei Tchisty, *University of California-Berkeley*

Agency, Growth and Managerial Turnover

Ronald Anderson, *London School of Economics*

Maria-Cecilia Bustamante, *London School of Economics*

Stephane Guibaud, *London School of Economics*

Dynamic Investment with Adverse Selection and Moral Hazard

Miguel Cantillo, *IESE Business School*

Discussants:

Neng Wang, *Columbia University*

David Dicks, *University of North Carolina*

Aydogan Altı, *University of Texas-Austin*

Financial Intermediaries and Leverage – *Chambertin 2*

Elena Carletti, *European University Institute*

Collateral-Motivated Financial Innovation

Hongjun Yan, *Yale University*

Ji Shen, *London School of Economics*

Jinfan Zhang, *Yale University*

Overcoming Limits of Arbitrage: Theory and Evidence

Johan Hombert, *HEC Paris*

David Thesmar, *HEC Paris*

Leveraged Financial Intermediation, Default, and the Design of Public Debt

Yves Nosbusch, *London School of Economics*

Discussants:

Robert Marquez, *University of California-Davis*

Itay Goldstein, *University of Pennsylvania*

Dirk Hackbarth, *University of Illinois at Urbana-Champaign*

Bond Yields and the Economy – *Latour 4*

Scott Joslin, *University of Southern California*

Explaining Credit Spreads and Volatility Smirk: A Unified Framework

Du Du, *Hong Kong University of Science and Technology*

Redouane Elkamhi, *University of Toronto*

Financial Sector Linkages and the Dynamics of Bank and Sovereign Credit Spreads

René Kallestrup, *Copenhagen Business School*

David Lando, *Copenhagen Business School*

Agatha Murgoci, *Copenhagen Business School*

Information in the Term Structure of Yield Curve Volatility

Anna Cieslak, *Northwestern University*

Pavol Povala, *University of Lugano*

Discussants:

Ngoc Khanh Tran, *Massachusetts Institute of Technology*

Andreas Stathopoulos, *University of Southern California*

Anders Trolle, *Swiss Finance Institute*

Labor & Finance – *Latour 5*

David Matsa, *Northwestern University*

Does Financial Liberalization Contribute to Wage Inequality?

Mauricio Larrain, *University of California-Berkeley*

Does Human Capital Specificity Affect Employer Capital Structure? Evidence from a Natural Experiment

Hyunseob Kim, *Duke University*

Female Leadership and Gender Equity: Evidence from Plant Closure

Geoffrey Tate, *University of California-Los Angeles*

Liu Yang, *University of California-Los Angeles*

Discussants:

Todd Gormley, *University of Pennsylvania*

Ashwini Agrawal, *New York University*

Antoinette Schoar, *Massachusetts Institute of Technology*

Long Run Risk and Discount Rates – *Latour 6*

Jonathan Lewellen, *Dartmouth College*

Volatility, the Macroeconomy and Asset Prices

Ravi Bansal, *Duke University*

Dana Kiku, *University of Pennsylvania*

Ivan Shaliastovich, *University of Pennsylvania*

Amir Yaron, *University of Pennsylvania*

Equity Yields

Jules van Binsbergen, *Northwestern University*

Wouter Hueskes, *APG Asset Management*

Ralph Koijen, *University of Chicago*

Evert Vrugt, *VU University Amsterdam*

An Intertemporal CAPM with Stochastic Volatility

John Campbell, *Harvard University*

Stefano Giglio, *University of Chicago*

Christopher Polk, *London School of Economics*

Robert Turley, *Harvard University*

Discussants:

Lu Zhang, *Ohio State University*

Jessica Wachter, *University of Pennsylvania*

Gurdip Bakshi, *University of Maryland*

Politics & Finance I – *Latour 7*

Carola Frydman, *Boston University*

Government Guarantees and Bank Risk Taking Incentives

Markus Fischer, *Goethe University Frankfurt*

Christa Hainz, *IFO Institute for Economic Research*

Joerg Rocholl, *ESMT European School of Management and Technology*

Sascha Steffen, *Universität of Mannheim*

**Is Mister Mayor Running a Hedge Fund? The Use of Toxic Loans
by Local Authorities**

Boris Vallee, *HEC Paris*

Christophe Perignon, *HEC Paris*

Political Contributions and CEO Pay

Hadiye Aslan, *University of Houston*

Yaniv Grinstein, *Cornell University*

Discussants:

Lori Santikian, *University of Southern California*

James Vickery, *Federal Reserve Bank of New York*

Dirk Jenter, *Stanford University*

Wednesday, June 20, 2012, 8:15 am – 10:00 am

Financial Frictions – *Chambertin 1*

Mark Westerfield, *University of Southern California*

Pricing Liquidity Risk with Heterogeneous Investment Horizons

Patrick Tuijpp, *Tilburg University*

Alessandro Beber, *Cass Business School*

Joost Driessen, *Tilburg University*

Speculative Betas

Harrison Hong, *Princeton University*

David Sraer, *Princeton University*

Risk Choice Under High-Water Marks

Itamar Drechsler, *New York University*

Discussants:

Jack Bao, *Ohio State University*

Harjoat Bhamra, *University of British Columbia*

Andrea Eisfeldt, *University of California-Los Angeles*

Conglomerates & Pyramids – *Chambertin 2*

Francisco Perez-Gonzalez, *Stanford University*

Pyramidal Ownership and the Creation of New Firms

Jan Bena, *University of British Columbia*

Hernan Ortiz-Molina, *University of British Columbia*

**Resource Allocation within Firms and Financial Market
Dislocation: Evidence from Diversified Conglomerates**

Gregor Matvos, *University of Chicago*

Amit Seru, *University of Chicago*

Conglomerate Industry Choice and Product Differentiation

Gerard Hoberg, *University of Maryland*

Gordon Phillips, *University of Southern California*

Discussants:

Xavier Giroud, *Massachusetts Institute of Technology*

Andres Almazan, *University of Texas-Austin*

Albert Sheen, *Harvard University*

Compensation – *Latour 4*

Itay Goldstein, *University of Pennsylvania*

Bankers and Regulators

Philip Bond, *University of Minnesota*

Vincent Glode, *University of Pennsylvania*

**CEO Talent, CEO Compensation, and Product Market
Competition**

Hae Won Jung, *Georgia State University*

Ajay Subramanian, *Georgia State University*

Wall Street Occupations: An Equilibrium Theory of Overpaid Jobs

Ulf Axelson, *London School of Economics*

Philip Bond, *University of Minnesota*

Discussants:

Uday Rajan, *University of Michigan*

Lucian Taylor, *University of Pennsylvania*

Simon Gervais, *Duke University*

Experimental – *Latour 5*

Bryan Routledge, *Carnegie Mellon University*

Trading Complex Assets

Bruce Carlin, *University of California-Los Angeles*

Shimon Kogan, *University of Texas-Austin*

Richard Lowery, *University of Texas-Austin*

Asymmetric Learning from Financial Information

Camelia Kuhnen, *Northwestern University*

Self Control and Liquidity: How to Design a Commitment Contract

John Beshears, *Stanford University*

James Choi, *Yale University*

David Laibson, *Harvard University*

Brigitte Madrian, *Harvard University*

Jung Sakong, *NBER*

Discussants:

Murray Frank, *University of Minnesota*

Eric Hughson, *Claremont McKenna College*

Christopher Parsons, *University of California-San Diego*

Momentum/Herding – *Latour 6*

Joshua Coval, *Harvard University*

Daily Stock Market Swings and Investor Reaction to Firm-Specific News

Huseyin Gulen, *Purdue University*

Byoung-Hyoun Hwang, *Purdue University*

Risky Cycles in Momentum Returns

Kent Daniel, *Columbia University*

Ravi Jagannathan, *Northwestern University*

Soo-hun Kim, *Northwestern University*

Does Herding Behavior Reveal Skill? An Analysis of Mutual Fund Performance

Michela Verardo, *London School of Economics*

Hao Jiang, *Erasmus University Rotterdam*

Discussants:

Christopher Malloy, *Harvard University*

Lukacz Pomorski, *University of Toronto*

Randolph Cohen, *Massachusetts Institute of Technology*

Corporate Fixed Income – *Latour 7*

Kose John, *New York University*

How did Moody's and S&P Disagree on CDO Fundamentals but Agree on AAA Ratings?

Jordan Nickerson, *University of Texas-Austin*

John Griffin, *University of Texas-Austin*

Dragon Tang, *University of Hong Kong*

Did CDS Trading Improve the Market for Corporate Bonds

Sanjiv Das, *Santa Clara University*

Madhu Kalimipalli, *Wilfrid Laurier University*

Subhankar Nayak, *Wilfrid Laurier University*

Why Ratings Matter: Evidence from the Lehman Brothers Index Rating Redefinition

Zhuhua Chen, *Shanghai University of Finance and Economics*

Norman Schuerhoff, *University of Lausanne*

Duane Seppi, *Carnegie Mellon University*

Aziz Lookman, *Moody's Research Labs*

Discussants:

S. Abraham Ravid, *Yeshiva University*

Heather Tookes, *Yale University*

Dalida Kadyrzhanova, *University of Maryland*

Wednesday, June 20, 2012, 10:15 am – 12:00 noon

Credit – *Chambertin 1*

Francis Longstaff, *University of California-Los Angeles*

Opacity, Credit Rating Shopping and Bias

Francesco Sangiorgi, *Stockholm School of Economics*

Chester Spatt, *Carnegie Mellon University*

Endogenous Liquidity and Defaultable Bonds

Zhiguo He, *University of Chicago*

Konstantin Milbradt, *Massachusetts Institute of Technology*

Modeling Credit Contagion via the Updating of Fragile Beliefs

Luca Benzoni, *Federal Reserve Bank of Chicago*

Pierre Collin-Dufresne, *Columbia University*

Robert Goldstein, *University of Minnesota*

Jean Helwege, *University of South Carolina*

Discussants:

Robert Marquez, *University of California-Davis*

Nicolae Garleanu, *University of California-Berkeley*

Fan Yu, *Claremont McKenna College*

Treasury Bonds – *Chambertin 2*

Wayne Ferson, *University of Southern California*

Foreign Ownership of U.S. Debt: Good or Bad?

Jack Favilukis, *London School of Economics*

Sydney Ludvigson, *New York University*

Stijn Van Nieuwerburgh, *New York University*

Notes on Bonds: Liquidity at all Costs in the Great Recession

David Musto, *University of Pennsylvania*

Greg Nini, *University of Pennsylvania*

Krista Schwarz, *University of Pennsylvania*

Liquidity and Volatility in the U.S. Treasury Market: Evidence from a New Class of Dynamic Order Book Models

Robert Engle, *New York University*

Michael Fleming, *Federal Reserve Bank of New York*

Eric Ghysels, *University of North Carolina-Chapel Hill*

Giang Nguyen, *University of North Carolina-Chapel Hill*

Discussants:

Michael Michaux, *University of Southern California*

Anna Cieslak, *Northwestern University*

Duane Seppi, *Carnegie Mellon University*

Mortgages – *Latour 4*

Brian Melzer, *Northwestern University*

Did Local Lenders Forecast the Bust? Evidence from the Real Estate Market

Kristle Cortes, *Boston College*

Borrower Misrepresentation and Loan Performance

Mark Garmaise, *University of California-Los Angeles*

The Effect of Mortgage Broker Licensing On Loan Origination Standards: Evidence from Home Mortgage Disclosure Act

Lan Shi, *University of Washington*

Discussants:

Andra Ghent, *Baruch College, The City University of New York*

Tomasz Piskorski, *Columbia University*

Benjamin Keys, *University of Chicago*

Does Local Access To Finance Matter? Evidence from U.S. Oil and Natural Gas Shale Booms

Erik Gilje, *Boston College*

Outsourcing Bank Loan Screening: Evidence from Third-Party Loan Guarantees

Chenyu Shan, *University of Hong Kong*

Philip Dybvig, *Washington University-St. Louis*

Dragon Tang, *University of Hong Kong*

The Effects of Increasing Lending to Constrained Firms During a Crisis: Evidence from an Accounting Based Shock to Debt Capacity

Moshe Cohen, *Columbia University*

Sharon Katz, *Columbia University*

Gil Sadka, *Columbia University*

Discussants:

Ashwini Agrawal, *New York University*

Andrew Hertzberg, *Columbia University*

Amit Seru, *University of Chicago*

The Wall Street Walk when Blockholders Compete for Flows

Amil Dasgupta, *London School of Economics*

Georgia Piacentino, *London School of Economics*

Authority, Consensus and Governance

Archishman Chakraborty, *York University*

Bilge Yilmaz, *University of Pennsylvania*

Institutional Investors and Mutual Fund Governance: Evidence from Retail – Institutional Fund Twins

Richard Evans, *University of Virginia*

Rüdiger Fahlenbrach, *Ecole Polytechnique*

Discussants:

Wei Jiang, *Columbia University*

Dmitry Livdan, *University of California-Berkeley*

Camelia Kuhnen, *Northwestern University*

Prospect Theory/Skewness – *Latour 7*
Jinghua Yan, *SAC Capital*

Stock Options as Lotteries

Keith Vorkink, *Brigham Young University*
Brian Boyer, *Brigham Young University*

Do Mutual Funds Gamble? Evidence from the Skewness-Adjusting Behavior of Fund Managers

Yan Luo, *Fudan University and University of Hong Kong*
Eric Chang, *University of Hong Kong*

Realization Utility with Reference-Dependent Preferences

Jonathan Ingersoll, *Yale University*
Lawrence Jin, *Yale University*

Discussants:

Turan Bali, *Georgetown University*
Russ Wermers, *University of Maryland*
Pete Kyle, *University of Maryland*

Wednesday, June 20, 2012, 2:45 pm – 4:30 pm

Financial Regulation II – *Chambertin 1*
Robert McDonald, *Northwestern University*

Optimal Capital Regulation with Two Banking Sectors

Taejin Kim, *Northwestern University*
Vishal Mangla, *Northwestern University*

Competing on Speed

Emiliano Pagnotta, *New York University*
Thomas Philippon, *New York University*

Pricing Contingent Capital Bonds: Incentives Matter

Charles Himmelberg, *Goldman Sachs*
Sergey Tsyplakov, *University of South Carolina*

Discussants:

Zhenyu Wang, *Federal Reserve Bank of New York*
Jonathan Brogaard, *University of Washington*
Andrew Winton, *University of Minnesota*

CDS Markets – *Chambertin 2*

Nicolae Garleanu, *University of California, Berkeley*

Exposing The Exposed: Intermediation Capacity in the Credit Default Swap Market

Or Shachar, *New York University*

CDS Auctions

Mikhail Chernov, *London School of Economics*

Alexander Gorbenko, *London Business School*

Igor Makarov, *London Business School*

The CDS-Bond Basis Arbitrage and the Cross Section of Corporate Bond Returns

Haitao Li, *University of Michigan and Cheung Kong Graduate School of Business*

Weina Zhang, *National University of Singapore*

Gi Hyun Kim, *University of Michigan*

Discussants:

Joshua Coval, *Harvard University*

Haoxiang Zhu, *Stanford University*

Francis Longstaff, *University of California-Los Angeles*

Hedge Funds – *Latour 4*

Veronika Pool, *Indiana University*

The Real Effects of Hedge Fund Activism: Productivity, Risk, and Product Market Competition

Alon Brav, *Duke University*

Wei Jiang, *Columbia University*

Hyunseob Kim, *Duke University*

The Role of Activist Hedge Funds in Distressed Firms

Jongha Lim, *University of Missouri*

The Impact of Portfolio Disclosure on Hedge Fund Performance, Fees, and Flows

Zhen Shi, *Georgia State University*

Discussants:

Vikram Nanda, *Georgia Institute of Technology*

Vikas Agarwal, *Georgia State University*

Nick Bollen, *Vanderbilt University*

Corporate Control – *Latour 5*
Thomas Chemmanur, *Boston College*

Insider Trading in Takeover Targets

Anup Agrawal, *University of Alabama*
Tareque Nasser, *Kansas State University*

Cash is King: Revaluation and the Medium of Exchange in Merger Bids

Ulrike Malmendier, *University of California-Berkeley*
Marcus Opp, *University of California-Berkeley*
Farzad Saidi, *New York University*

Coordination Costs and Institutional Investors: Evidence from the Market for Corporate Control

Jiekun Huang, *National University of Singapore*

Discussants:

Xuan Tian, *Indiana University*
Matthew Rhodes-Kropf, *Harvard University*
Jarrad Harford, *University of Washington-Seattle*

Term Structure of the ERP – *Latour 6*
Rossen Valkanov, *University of California, San Diego*

What Does the Value Premium Tell Us About the Term Structure of Equity Returns?

Jason Chen, *University of British Columbia*

Dividend Strips and the Term Structure of Equity Risk Premia: A Case Study of Limits to Arbitrage

Oliver Boguth, *Arizona State University*
Murray Carlson, *University of British Columbia*
Adlai Fisher, *University of British Columbia*
Mikhail Simutin, *University of Toronto*

Dividend Dynamics and the Term Structure of Dividend Strips

Frederico Belo, *University of Minnesota*
Robert Goldstein, *University of Minnesota*

Discussants:

Anisha Ghosh, *Carnegie Mellon University*
Robert Dittmar, *University of Michigan*
Jakub Jurek, *Princeton University*

Microstructure – *Latour 7*

Christine Parlour, *University of California-Berkeley*

Dark Pool Exclusivity Matters

Leslie Boni, *University of New Mexico*

David Brown, *University of Colorado-Boulder*

J. Chris Leach, *University of Colorado-Boulder*

To Pay or be Paid? The Impact of Taker Fees and Order Flow Inducements on Trading Costs in U.S. Options Markets

Robert Battalio, *University of Notre Dame*

Andriy Shkilko, *Wilfrid Laurier University*

Robert Van Ness, *University of Mississippi*

Click or Call? Auction versus Search in the Over-the-Counter Market

Terrence Hendershott, *University of California-Berkeley*

Ananth Madhavan, *BlackRock, Inc.*

Discussants:

Sabrina Buti, *University of Toronto*

Katya Malinova, *University of Toronto*

Burton Hollifield, *Carnegie Mellon University*

Thursday, June 21, 2012, 8:15 am – 10:00 am

Structured Finance – *Chambertin 1*

Kathleen Hagerty, *Northwestern University*

Do Empty Creditors Matter? Evidence from Distressed Exchange Offers

Andras Danis, *Vienna Graduate School of Finance*

Optimal Incentives and Securitization of Defaultable Assets

Semyon Malamud, *EPFL*

Huaxia Rui, *University of Texas-Austin*

Andrew Whinston, *University of Texas-Austin*

Sizing Up Repo

Arvind Krishnamurthy, *Northwestern University*

Stefan Nagel, *Stanford University*

Dmitry Orlov, *Stanford University*

Discussants:

Konstantinos Zachariadis, *London School of Economics*

Barney Hartman-Glaser, *Duke University*

Antoine Martin, *Federal Reserve Bank of New York*

Financial Crisis – *Chambertin 2*

Jonathan Berk, *Stanford University*

Too-Systemic-To-Fail: What Option Markets Imply About Sector-Wide Government Guarantees

Bryan Kelly, *University of Chicago*

Hanno Lustig, *University of California-Los Angeles*

Stijn Van Nieuwerburgh, *New York University*

Runs on Money Market Mutual Funds

Russ Wermers, *University of Maryland*

The Role of Equity Funds in the Financial Crisis Propagation

Harald Hau, *University of Geneva*

Sandy Lai, *Singapore Management University*

Discussants:

Pascal Maenhout, *INSEAD*

Paula Tkac, *Federal Reserve Bank of Atlanta*

George Aragon, *Arizona State University*

International Finance – *Latour 4*

Mark Schroder, *Michigan State University*

Financial Intermediation, International Risk Sharing, and Reserve Currencies

Matteo Maggiori, *University of California-Berkeley*

The Variance Risk Premium Around the World

Juan M. Londono, *Federal Reserve Board*

Portfolio Home Bias and External Habit Formation

Andreas Stathopoulos, *University of Southern California*

Discussants:

Yajun Wang, *University of Maryland*

Mungo Wilson, *Oxford University*

Ian Dew-Becker, *Harvard University*

Private Equity – *Latour 5*
Edward Rice, *University of Washington*

Financial vs. Strategic Buyers

Marc Martos-Vila, *University of California-Los Angeles*
Matthew Rhodes-Kropf, *Harvard University*

Investor Protection, Diversification, Investment and Tobin's Q

Yingcong Lan, *Cornerstone*
Neng Wang, *Columbia University*
Jinqiang Yang, *Shanghai University of Finance and Economics*

The Evolution of Capital Structure and Operating Performance after Leveraged Buyouts: Evidence from U.S. Corporate Tax Returns

Jonathan Cohn, *University of Texas-Austin*
Lillian Mills, *University of Texas-Austin*
Erin Towerly, *University of Texas-Austin*

Discussants:

Rich Mathews, *University of Maryland*
Jeffrey Zwiebel, *Stanford University*
Edie Hotchkiss, *Boston College*

Politics and Finance II – *Latour 6*
Laura Starks, *University of Texas*

Stock Ownership and Political Behavior: Evidence from Demutualizations

Sami Torstila, *Aalto University*
Markku Kaustia, *Aalto University*
Samuli Knüpfer, *London Business School*

Legislating Stock Prices

Lauren Cohen, *Harvard University*
Karl Diether, *Dartmouth College*
Christopher Malloy, *Harvard University*

The Political Concerns of Mortgage Servicers and Their Decision to Foreclose

Sumit Agarwal, *Federal Reserve Bank of Chicago*
Gene Amromin, *Federal Reserve Bank of Chicago*
Itzhak Ben-David, *Ohio State University*
Serdar Dinc, *Rutgers University*

Discussants:

Reena Aggarwal, *Georgetown University*
Clemens Sialm, *University of Texas-Austin*
Art Durnev, *University of Iowa*

Risk Taking – *Latour 7*

Terrance Odean, *University of California-Berkeley*

Peer Effects in Economic Attitudes

Kenneth Ahern, *University of Southern California*
Ran Duchin, *University of Michigan*
Tyler Shumway, *University of Michigan*

Gamblers as the Personal Finance Activists

Geng Li, *Federal Reserve Board*

Small Cues Change Savings Choices

James Choi, *Yale University*
Cade Massey, *Yale University*
Emily Haisley, *Barclays Bank PLC*
Jennifer Kurkoski, *Google Inc.*

Discussants:

Tracy Yue Wang, *University of Minnesota*
Ning Zhu, *Shanghai Advanced Institute of Finance*
Christoph Merkle, *Universität of Mannheim*

Thursday, June 21, 2012, 10:15 am – 12:00 noon

Pension and Mutual Funds – *Chambertin 1*

William Goetzmann, *Yale University*

The Investment Behavior of State Pension Plans

Scott Weisbenner, *University of Illinois-Urbana-Champaign*
Jeffrey Brown, *University of Illinois-Urbana-Champaign*
Joshua Pollet, *Michigan State University*

Winners in the Spotlight: Media Coverage of Fund Holdings as a Driver of Flows

David Solomon, *University of Southern California*
Eugene Soltes, *Harvard University*
Denis Sosyura, *University of Michigan*

Fee Dispersion and Persistence in the Mutual Fund Industry

Michael Cooper, *University of Utah*

Michael Halling, *University of Utah*

Michael Lemmon, *University of Utah*

Discussants:

Zoran Ivkovich, *Michigan State University*

Paul Tetlock, *Columbia University*

James Choi, *Yale University*

The Equity Risk Premium – *Chambertin 2*

B. Swaminathan, *LSV Asset Management*

Capital Asset Pricing with a Stochastic Horizon

Yuzhao Zhang, *Temple University*

Michael Brennan, *University of California-Los Angeles*

Predictable Risks and Predictive Regression in Present-Value Models

Ilaria Piatti, *University of Lugano*

Fabio Trojani, *University of Lugano*

Asset Growth and Stock Market Returns: A Time-Series Analysis

Quan Wen, *Emory University*

Discussants:

Jonathan Lewellen, *Dartmouth College*

Yan Li, *Temple University*

Amiyatosh Purnanandam, *University of Michigan*

Bank Lending – *Latour 4*

Elazar Berkovitch, *Interdisciplinary Center-Herzliya*

The Effects of Loan Officers' Compensation on Loan Approval and Performance: Direct Evidence from a Corporate Experiment

Sumit Agarwal, *Federal Reserve Bank of Chicago*

Itzhak Ben-David, *Ohio State University*

Liquidity Risk and Maturity Management Over the Credit Cycle

Atif Mian, *University of California-Berkeley*

Joao Santos, *Federal Reserve Bank of New York*

Lender Moral Hazard and Reputation in Originate-to-Distribute Markets

Andrew Winton, *University of Minnesota*

Vijay Yerramilli, *University of Houston*

Discussants:

Naveen Khanna, *Michigan State University*

Martin Cherkes, *Columbia University*

Jaime Zender, *University of Colorado-Boulder*

Competition & Finance – *Latour 5*

Sudipto Dasgupta, *Hong Kong University of Science & Technology*

Strategic Investments: Evidence from Restructuring Announcements

Elena Simintzi, *London Business School*

Can Competition Improve the Information Quality of Credit Ratings?

Han Xia, *University of Texas-Dallas*

The Anticompetitive Effects of Minority Stake Acquisitions

Amrita Nain, *University of Iowa*

Yan Wang, *McGill University*

Discussants:

Ronald Masulis, *University of New South Wales*

Rajdeep Singh, *University of Minnesota*

Ilona Babenko, *Arizona State University*

Sovereign Debt – *Latour 6*

Jeffrey Zwiebel, *Stanford University*

Sovereign Debt, Government Myopia, and the Financial Sector

Viral Acharya, *New York University*

Raghuram Rajan, *University of Chicago*

Sovereign Default Risk and the US Equity Market

Alexandre Jeanneret, *HEC Montreal*

A Pyrrhic Victory? Bank Bailouts and Sovereign Credit Risk

Viral Acharya, *New York University*

Itamar Drechsler, *New York University*

Philipp Schnabl, *New York University*

Discussants:

Manuel Amador, *Stanford University*

Anna Pavlova, *London Business School*

Stefano Rossi, *Imperial College*

Informed Trading – *Latour 7*

Brett Green, *University of California-Berkeley*

**Hidden and Displayed Liquidity in Securities Markets with
Informed Liquidity Providers**

Alex Boulatov, *Moscow State University*

Thomas George, *University of Houston*

Insider Trading with Uncertain Informed Trading

Tao Li, *City University of Hong Kong*

‘Those Who Know Most’: Insider Trading in 18th c. Amsterdam

Peter Koudijs, *Stanford University*

Discussants:

Shmuel Baruch, *University of Utah*

Bradyn Breon-Drish, *Stanford University*

Avanidhar Subrahmanyam, *University of California-Los Angeles*

2013 ANNUAL MEETINGS OF
THE WESTERN FINANCE ASSOCIATION
JUNE 17-20, 2013
HYATT REGENCY LAKE TAHOE RESORT, SPA & CASINO
INCLINE VILLAGE, NEVADA

Members and friends of the Western Finance Association are invited to submit papers to be considered for presentation at the 2013 Annual Meetings. Papers on any topic related to finance will be considered.

Submission of papers: Papers should be submitted electronically at the WFA web site, www.westernfinance.org, which will contain full instructions for submission, including required on-line registration, creation of the required cover page, the submission fee, and other vital instructions. We will begin taking submissions on October 1, 2012. The deadline for submissions will be midnight PST November 18, 2012. Papers will be reviewed anonymously by three members of the Program Committee, and authors will be notified of the Program Committee's decisions at the end of March, 2013.

Best Paper Awards (subject to change):

USC Marshall School of Business Trefftz Award of \$5,000 for the best student paper.

Charles River Associates Award of \$5,000 for the best paper on corporate finance.

JP Morgan Award of \$5,000 for the best paper on financial institutions and markets.

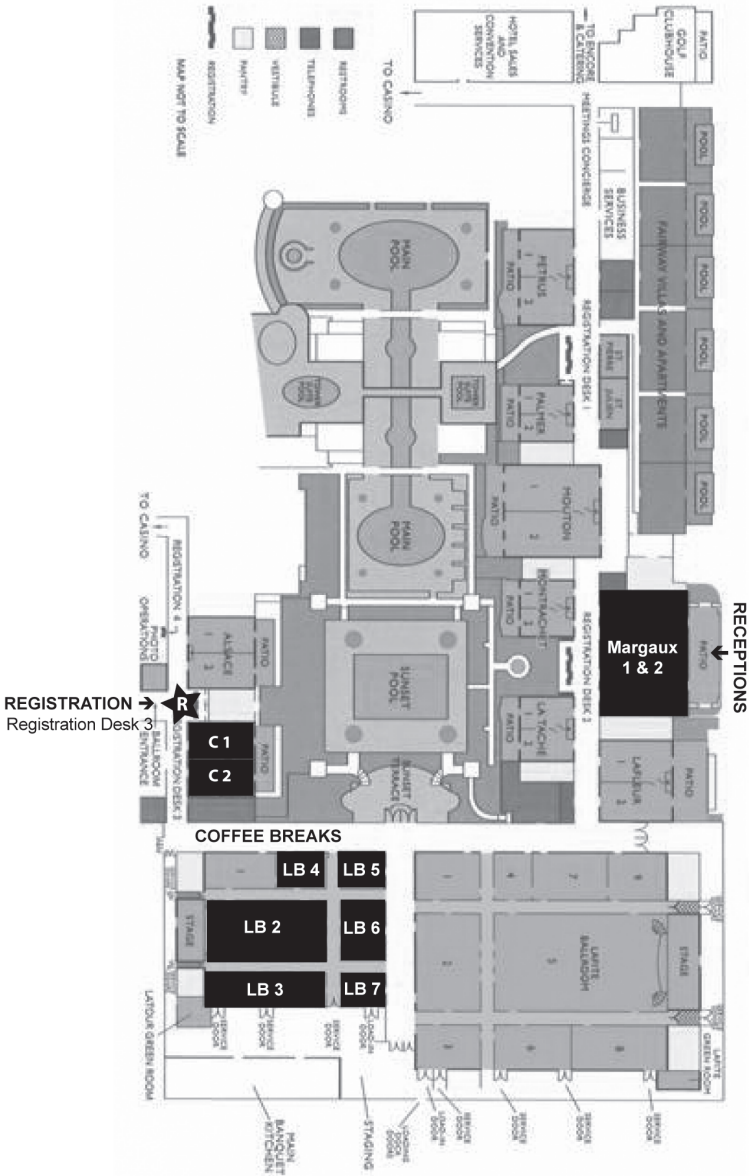
NASDAQ OMX Award of \$5,000 for the best paper on asset pricing.

Wharton School – WRDS Award of \$5,000 for the best empirical finance paper.

2013 Program Chair:

John Graham, Duke University

Wynn Las Vegas Hotel



MEETING ROOMS:

LB 4-7 (Latur Ballrooms 4, 5, 6, 7)
C1, C2 (Chambertin 1 & 2)

LUNCHEONS:

LB 2, LB 3 (Latur Ballrooms 2 & 3)