



**Centre for
Economic
Policy
Research**



STUDIENZENTRUM GERZENSEE
STIFTUNG DER SCHWEIZERISCHEN NATIONALBANK

European Summer Symposium in Financial Markets

17/28 July 1995, Gerzensee

Final Programme

Monday 17 July

08.30-10.30

On the Survival of Irrational Traders: A Darwinian Approach

Bruno Biais (Université de Toulouse)

Raphael Shadur (Tel Aviv University)

Discussant:

Margaret Bray (London School of Economics)

Market versus Limit Orders in an Imperfectly Competitive Security Market

Luis Angel Medrano (Universidad Autónoma de Barcelona and Instituto de Anàlisi Econòmica)

Discussant:

Patrick Bolton (ECARE, Université Libre de Bruxelles and CEPR)

Tuesday 18 July

08.30-10.30

Excessive Dispersion of US Stock Prices: A Regression Test of Cross-Sectional Volatility

George Bulkley (University of Exeter)

Andy Snell (University of Edinburgh)

Ian Tonks (London School of Economics)

Discussant:

Peter Schotman (LIFE, University of Limburg)

Dispersion and Volatility in Stock Returns: An Empirical Investigation

John Y Campbell (Harvard University)

Sangjoon Kim (Princeton University)

Martin Lettau (CentER for Economic Research, Tilburg University)

Discussant:

Ludger Hentschel (University of Rochester)

Wednesday 19 July

Focus Session on Asset Pricing

Organizer: John Cochrane (University of Chicago)

08.30-10.30

Predictability and Linking Macroeconomics with Finance

John Cochrane (University of Chicago)

Asset Pricing in Equilibrium Business Cycle Models

Harold Uhlig (CentER for Economic Research, Tilburg University)

11.00-12.00

The Dynamics of the Term Structure of Risk Premia in Foreign Exchange Market

Jesús Saa-Requejo (Graduate School of Business, University of Chicago)

14.00-16.00

GARCH Models in Finance

Giorgio de Santis (University of Southern California)

Non-Parametric Estimation of the Term Structure of Interest Rates

Yacine Ait-Sahalia (Graduate School of Business, University of Chicago)

16.00-16.30

General discussion

Thursday 20 July

08.30-10.30

State Prices Implicit in Valuation Formulae for Derivative Securities: A Martingale Approach

Sven Rady (London School of Economics)

Discussant:

Yacine Ait-Sahalia (Graduate School of Business, University of Chicago)

Yield Curves with Jump Short Rates

Hans Lindberg (Sveriges Riksbank)

Michael Orszag (Birbeck College)

William Perraudin (Birkbeck College, London and CEPR)

Discussant:

Jesús Saa-Requejo (Graduate School of Business and University of Chicago)

Friday 21 July

08.30-10.30

When Do Firms Go Public? Poisson Evidence from Germany

Alexander P Ljungqvist (Nuffield College, Oxford)

Discussant:

Ailsa Röell (ECARE, Université Libre de Bruxelles and CEPR)

The Role of Large Share Stakes in Poorly Performing Companies

Julian Franks (London Business School)

Colin Mayer (University of Oxford and CEPR)

Luc Reeneboog (London Business School)

Discussant: Marco Pagano (Università Bocconi, and CEPR)

Monday 24 July

08.30-10.30

Monitoring, Liquidation, and Financial Intermediation

Rafael Repullo (CEMFI, Madrid and CEPR)

Javier Suárez (London School of Economics)

Discussant: Paolo Fulghieri (Columbia University)

Competition and Internal Power Struggles

Raghuram G Rajan (University of Chicago)

Luigi Zingales (University of Chicago and NBER)

Discussant: Rafael Repullo (CEMFI, Madrid and CEPR)

Tuesday 25 July

08.30-10.30

Why Higher Takeover Premia Protect Minority Shareholders

Mike Burkart (Stockholm School of Economics)

Denis Gromb (ECARE, Université Libre de Bruxelles)

Fausto Panunzi (IGIER, Milan and Università di Pavia)

Discussant: Eric Berglöf (ECARE, Université Libre de Bruxelles and CEPR)

Institutional Investors as Monitors: On the Impact of Insider Trading Legislation on Large Shareholder Activism

Ernst Maug (London Business School)

Discussant: Luigi Zingales (University of Chicago and NBER)

Wednesday 26 July

Focus Session on Corporate Finance

Organizer: Steven Kaplan (University of Chicago)

08.30-10.30

What Do We Know About Takeovers and Restructuring?

Steven Kaplan (University of Chicago)

Corporate Finance Issues in Banking

Raghuram Rajan (University of Chicago)

- 11.00-12.00 **Do Financing Constraints Explain Why Investment is Correlated with Cash Flow?**
 Steven Kaplan (University of Chicago)
 Luigi Zingales (University of Chicago and NBER)
- 14.00-15.00 **Combining Arm's-Length and Control-Oriented Finance: Evidence from Main Bank Relationships in Sweden**
 Erik Berglöf (ECARE, Université Libre de Bruxelles and CEPR)
 Hans Sjörgen (Stockholm University)
- 15.00-15.30 General discussion

Thursday 27 July

- 08.30-10.30 **Business Groups, Dual Class Shares and the Value of Voting Rights**
 Giovanna Nicodano (Università di Torino)
- Discussant: Denis Gromb (ECARE, Université Libre de Bruxelles)
- The Effect of Consolidated Control on Firm Performance: The Case of Dual-Class IPOs**
 Ekkehart Böhmer (Humboldt-Universität zu Berlin)
 Gary C Sanger (Louisiana State University)
 Sanjay B Varshney (Louisiana State University)
- Discussant: Raghuram Rajan (University of Chicago)