

European Summer Symposium in Financial Markets (ESSFM)

Studienzentrum Gerzensee, 18/29 July 2005

Programme

Week One (Corporate Finance)

Morning Sessions

Speakers: 55 minutes
Discussants: 10 minutes
Open discussion: 10 minutes

Evening Sessions

Anybody who cares to will be able to present their work in the informal evening sessions.
Presentations: approx. 30 minutes depending on demand
Bring your slides!

Monday 18 July

Chair: Hans Degryse (CentER, Tilburg University and Katholieke Universiteit Leuven)

09.00-10.15 **Bottom-Up Corporate Governance**
*Augustin Landier (Stern School of Business, New York University)
David Sraer (CREST-INSEE)
David Thesmar (ENSAE-CREST and CEPR)

Discussant: Vincente Cuñat (Universitat Pompeu Fabra)

10.15-11.30 **Financial Integration and Entrepreneurial Activity:
Evidence from Foreign Bank Entry in Emerging Markets**
*Mariassunta Giannetti (SITE, Stockholm School of Economics and CEPR)
Steven Ongena (CentER, Tilburg University and CEPR)

Discussant: Luc Laeven (The World Bank and CEPR)

Tuesday 19 July

Focus Session: Banks, Markets and Innovative Start-Ups

Chair: Sudipto Bhattacharya (Arizona State University, London School of Economics and CEPR)

- 08.30-09.45 **Financing and the Protection of Innovators**
Gerard Llobet (Centre for Monetary and Financial Studies (CEMFI))
*Javier Suárez (Centre for Monetary and Financial Studies (CEMFI) and CEPR)
- 09.45-11.00 **Knowledge Licensing, Patents and Optimal Organization of Research and Development**
*Sudipto Bhattacharya (Arizona State University, London School of Economics and CEPR)
Sergei Guriev (New Economic School, Moscow and CEPR)
- 11.00-11.30 Coffee Break
- 11.30-12.45 **Public Policy and the Creation of Active Venture Capital Markets**
Marco Da Rin (Università di Torino, ECGI, and IGER)
*Giovanna Nicodano (Università di Torino)
Alessandro Sembeneli (Università di Torino)

Wednesday 20 July

- Chair: Zsuzsanna Fluck (Michigan State University)
- 09.00-10.15 **What are Firms? Evolution from Birth to Public Companies**
Steven Kaplan (University of Chicago)
Berk Sensoy (University of Chicago)
*Per Strömberg (University of Chicago and CEPR)
- Discussant: Andres Almazan (University of Texas)
- 10.15-11.30 **Financial Liberalisation and Capital Regulation in Open Economies**
*Alan Morrison (University of Oxford)
Lucy White (Harvard University)
- Discussant: Robert Marquez (University of Maryland)

Thursday 21 July

Focus Session: Family Firms, The Role of Families in Firms' Decision-Making and Performance

Chair: Francisco Perez-Gonzalez (Columbia University)

08.30-09.45 **Family Firms: The Role of Families in Firms' Decision-Making and Performance**

Morten Bennedsen (CEBR),

Kasper Nielsen (CEBR)

* Francisco Perez-Gonzalez (Columbia University)

Daniel Wolfenzon (Stern School of Business, New York University)

09.45-11.00 **Mixing Family with Business: A Study of Thai Business Groups and the Families behind them**

Marianne Bertrand (University of Chicago and CEPR)

Simon Johnson (Massachusetts Institute of Technology and CEPR)

*Krislert Samphantharak (University of California, San Diego)

Antoinette Schoar (Massachusetts Institute of Technology and CEPR)

11.00-11.30 Coffee Break

11.30-12.45 **Running in the Family: The Evolution of Ownership, Control and Performance in German Family-Owned Firms 1903-2003**

Olaf Ehrhardt (University of Witten/Herdecke)

*Eric Nowak (University of Lugano)

Felix-Michael Weber (University of Witten/Herdecke)

Friday 22 July

Chair: Charlotte Ostergaard (Norwegian School of Management)

09.00-10.15 **Keeping the Board in the Dark: CEO Compensation and Entrenchment**

*Roman Inderst (INSEAD, London School of Economics and CEPR)

Holger Müller (Stern School of Business, New York University and CEPR)

Discussant: Philip Bond (University of Pennsylvania)

10.15-11.30 **The Economics of Fraudulent Accounting**
 Simi Kedia (Harvard Business School)
 *Thomas Philippon (Stern School of Business, New York
 University and CEPR)

Discussant: Yishay Yafeh (Hebrew University of Jerusalem, Oxford
 University, and CEPR)

Week Two (Asset Pricing)

Monday 25 July

09.00-10.15 **Do Fluctuations in Wealth Generate Time-Varying Risk
 Aversion? Micro-Evidence on Individuals' Asset Allocation**
 Marcus Brunnermeier (Princeton University and CEPR)
 *Stefan Nagel (Stanford University)

Discussant Annette Vissing-Jorgensen (Kellogg Graduate School of
 Management, Northwestern University)

10.15-11.30 **Information Acquisition and Portfolio Under-
 Diversification**
 *Stijn Van Nieuwerburgh (Stern School of Business, New York
 University)
 Laura Veldkamp (Stern School of Business, New York
 University)

Discussant: Ron Kaniel (Duke University)

Tuesday 26 July

Focus Session: Long Run Risks

Organizer: Ravi Bansal (Duke University)

08.30-09.30 **Long Run Risks: Potential Resolution of Asset Market
 Puzzles**

Ravi Bansal (Duke University)
 *Amir Yaron (Wharton School, University of Pennsylvania)

09.30-10.30 **Long Run Risks and Risk Compensation in Equity Markets**
 Ravi Bansal (Duke University)

10.30-11.00 Coffee Break

11.00-12.00 **Cash Flow and Mis-Specification Risks**
Ravi Bansal (Duke University)
*Christian Lundblad (Indiana University)
Robert Dittmar (University of Michigan)

Wednesday 27 July

08.30-9.30 **Mispricing of S&P 500 Index Options**
George Constantinides (University of Chicago)
*Jens Carsten Jackwerth (University of Konstanz)
Stylianios Perrakis (Concordia University)

Discussant Fabio Trojani (Hochschule St. Gallen)

09.30-10.30 **Put Options Are Not Too Expensive: An Analysis of Path
Peso Problems**
*Nicole Branger (Johann Wolfgang Goethe-Universität
Frankfurt)
Christian Schlag (Johann Wolfgang Goethe-Universität
Frankfurt)

Discussant: Oleg Bondarenko (University of Illinois, Chicago)

10.30-11.00 Coffee Break

11.00-12.00 **Option-Implied Correlations and the Price of Correlation
Risk**
Joost Driessen (Universiteit van Amsterdam)
*Pascal Maenhout (INSEAD, Fontainebleau and CEPR)
Grigory Vilkov (INSEAD, Fontainebleau)

Discussant: Jan Ericsson (McGill University)

Thursday 28 July

Focus Session: Terms Structure of Interest Rates and the Macro Economy

Organizer: Monika Piazzesi (University of Chicago and CEPR)

08.30-09.30 **No-Arbitrage Taylor Rules**
Monika Piazzesi (University of Chicago and CEPR)

- 09.30-10.30 **A Consumption-Based Model of the Term Structure of Interest Rates**
Jessica Wachter (Wharton School, University of Pennsylvania)
- 10.30-11.00 Coffee Break
- 11.30-12.00 **An International Examination of Affine Term Structure Models and the Expectations Hypothesis**
Huarong Tang (Wharton School, University of Pennsylvania)
*Yihong Xia (Wharton School, University of Pennsylvania)

Friday 29 July

- 09.00-10.15 **Agency Based Asset Pricing Model**
*Rui Albuquerque (University of Rochester and CEPR)
Neng Wang (Columbia Business School)
- Discussant: Denis Gromb (London Business School and CEPR)
- 10.15-11.30 **What Can Rational Investors Do About Excessive Volatility?**
Bernard Dumas (INSEAD, Fontainebleau and CEPR)
Alexander Kurshev (London Business School)
*Raman Uppal (London Business School and CEPR)
- Discussant: Allan Timmermann (University of California, San Diego and CEPR)

*denotes Speaker

- Organizers: Philippe Bacchetta (Studienzentrum Gerzensee, Université de Lausanne and CEPR)
Magnus Dahlquist (Stockholm Institute for Financial Research and CEPR)
Denis Gromb (London Business School and CEPR)