

The Paul Woolley Centre for the
Study of Capital Market
Dysfunctionality

Second Annual Conference

28 & 29 May 2009

*Room R405, 4th Floor, Lionel Robbins Building
Portugal Street, London WC2A 2HD*

Organisers:

Bruno Biais • Amil Dasgupta • Denis Gromb • Christopher Polk
Dimitri Vayanos • Paul Woolley

Registration Enquiries:

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Programme

Thursday 28 May

Registration opens at 9:30 am

Session 1: Financial Institutions and Asset Prices- Theory

- 10.00** **Risk Appetite and Endogenous Risk**
Jon Danielsson, London School of Economics
Hyun Song Shin, Princeton University
* **Jean-Pierre Zigrand**, London School of Economics
Discussant: Anna Pavlova (London Business School)
- 11.00** **An Institutional Theory of Momentum and Reversal**
* **Dimitri Vayanos**, London School of Economics
Paul Woolley, London School of Economics
Discussant: Peter Kondor (Central European University)
- 12.00** **LUNCH**

Session 2: Financial Institutions and Asset Prices- Empirics

- 13.00** **Analyst Recommendations, Mutual Fund Herding, and Overreaction in Stock Prices**
Nerissa C. Brown, University of Southern California
Kelsey D. Wei, University of Texas, Dallas
* **Russ Wermers**, University of Maryland
Discussant: Dong Lou (Yale University)
- 14.00** **BREAK**
- 14.30** **Regulatory Pressure and Fire Sales in the Corporate Bond Markets**
* **Andrew Ellul**, Indiana University
Chotibhak Jotikasthira, University of North Carolina
Christian T. Lundblad, University of North Carolina
Discussant: Tarun Ramadorai (Oxford University)
- 15.30** **Limited Arbitrage Between Equity and Credit Markets**
* **Nikunj Kapadia**, University of Massachusetts
Xiaoling Pu, Kent State University
Discussant: David Thesmar (HEC Paris)
- 16.30** **BREAK**

Keynote Address

- 17.00** **Keynote Address**
* **Andrei Shleifer**, Harvard University
- 18.00** **CLOSE OF FIRST DAY**

Programme

Friday 29 May

Registration opens at 9:30 am

Session 3: Behavioural Finance

- 10.00** **A Model of Casino Gambling**
* **Nick Barberis**, Yale University
Discussant: Kristof Madarasz (London School of Economics)
- 11.00** **The Chinese Warrants Bubble**
Wei Xiong, Princeton University
* **Jialin Yu**, Columbia Business School
Discussant: Kathy Yuan (London School of Economics)
- 12.00** **LUNCH**

Session 4: Financial Contracting

- 13.00** **Large Risks, Limited Liability and Dynamic Moral Hazard**
* **Bruno Biais**, Toulouse School of Economics
Thomas Mariotti, Toulouse School of Economics
Jean-Charles Rochet, Toulouse School of Economics
Stephane Villeneuve, Toulouse School of Economics
Discussant: Zhiguo He (University of Chicago)
- 14.00** **Securitization, Transparency and Liquidity**
Marco Pagano, Università di Napoli Federico II
* **Paolo Volpin**, London Business School
Discussant: Guillaume Plantin (London Business School)
- 15.00** **BREAK**

Session 5: Financial Institutions and Portfolio Choice

- 15.30** **Pension Fund Performance and Risk-Taking Under Decentralised Investment Management**
David Blake, Cass Business School
Allan Timmermann, University of California
* **Ian Tonks**, LSE / University of Exeter
Russ Wermers, University of Maryland
Discussant: Clemens Sialm (University of Texas, Austin)
- 16.30** **Risk Shifting and Mutual Fund Performance**
Jennifer Huang, University of Texas, Austin
* **Clemens Sialm**, University of Texas, Austin
Hanjiang Zhang, University of Texas, Austin
Discussant: Christopher Polk (London School of Economics)
- 17.30** **CONFERENCE CLOSE**

* : Presenter