The Paul Woolley Centre for the Study of
Capital Market Dysfunctionality

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Seventh Annual Conference

5th & 6th June 2014

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

Programme committee:

Georgy Chabakauri ● Amil Dasgupta
Dong Lou ● Igor Makarov ● Christopher Polk ● Dimitri Vayanos
Michela Verardo ● Kathy Yuan ● Kostas Zachariadis

Registration enquiries:

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Programme

Thursday 5 June

Registration opens at 9:30am

Session 1: Leverage, asset process and the macroeconomy

10.00 **A model of monetary policy and risk premia**
Itamar Drechsler (New York University and NBER)
***Alexi Savov** (New York University)
Philipp Schnabl (New York University, CEPR and NBER)
Discussant: **Hongjun Yan** (Yale University)

11.00 **A macroeconomic framework for quantifying systemic risk**
Zhiguo He (University of Chicago and NBER)
***Arvind Krishnamurthy** (Northwestern University and NBER)
Discussant: **Jack Favilukis** (LSE)

12.00 LUNCH

Session 2: Benchmarking, portfolio choice and equilibrium prices

13.15 **Asset management contracts and equilibrium prices**
Andrea Buffa (Boston University)
***Dimitri Vayanos** (LSE, CEPR and NBER)
Paul Woolley (LSE)
Discussant: **Ron Kaniel** (University of Rochester)

14.15 **On the demand for high-beta stocks: evidence from mutual funds**
***Susan E. K. Christoffersen** (University of Toronto and CBS)
Mikhail Simutin (University of Toronto)
Discussant: **Ralph Koijen** (London Business School)

15.15 BREAK

Session 3: Institutional investors and market liquidity

15.45 **Investor composition and liquidity: an analysis of Japanese stocks**
Hao Jiang (University of Texas and Erasmus University)
***Sheridan Titman** (University of Texas)
Takeshi Yamada (National University of Singapore and University of Adelaide)
Discussant: **Ing-Haw Cheng** (Dartmouth College)

16.45 **Leverage constraints and liquidity: what can we learn from margin trading?**
***C. Bige Kahraman** (Stockholm School of Economics)
Heather Tookes (Yale School of Management)
Discussant: **Francesco Franzoni** (University of Lugano)

17.45 CLOSE OF DAY ONE

Programme

Friday 6 June
Registration opens at 9:30am

Session 4: Information and incentives in financial markets

10.00 **Risk-taking, rent-seeking, and corporate short-termism when financial markets are noisy**
Elias Albagli (USC Marshall)
***Christian Hellwig** (Toulouse School of Economics and CEPR)
Aleh Tsyvinski (Yale University)
Discussant: **Igor Makarov** (LSE)

11.00 **Credit ratings: strategic issuer disclosure and optimal screening**
***Jonathan Cohn** (University of Texas)
Uday Rajan (University of Michigan)
Günter Strobl (Frankfurt School of Management)
Discussant: **Christian Opp** (Wharton)

12.00 **LUNCH**

Session 5: Insurance markets and safety premia

13.15 **Shadow insurance**
***Ralph S.J. Koijen** (London Business School)
Motohiro Yogo (Federal Reserve Bank of Minneapolis)
Discussant: **Andrew Ellul** (Indiana University)

14.15 **Preferred habitats and safe haven effects: evidence from the London housing market**
***Cristian Badarinza** (University of Oxford)
Tarun Ramadorai (University of Oxford and NBER)
Discussant: **Stefano Giglio** (University of Chicago)

15.15 **CLOSE OF CONFERENCE**

* : Presenter