



Australian School of Business Institute of Global Finance

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Banking and Finance

MAJOR ACTIVITIES 2013



ACTIVITIES/EVENTS 2013

INSTITUTE OF GLOBAL FINANCE

Australian School of Business

**University of New South Wales
Sydney NSW 2052 Australia**

Contents

1. Engagement: Connection with the Finance Industry and Financial Regulators	4
1.1. The Asian Development Bank (ADB)	4
1.2. PwC, Finsia and BlackRock	5
1.2.1. PwC.....	5
1.2.2. Financial Services Institute of Australasia (Finsia)	5
1.3. The Bank for International Settlements and the Reserve Bank of Australia.	7
2. Research Output.....	7
2.1. Policy Publications (Refereed Articles).....	7
2.2. Research Output Related to Systemic Risk and Related Issues (Refereed Articles) of the IGF Associates.	9
2.3. Refereed Conference Papers Publications	9
2.4. Working Papers.....	10
2.5. Policy Papers Published in the Australian Media	11
3. Conferences.....	13
3.1 The 26th Australasian Finance and Banking Conference	14
3.2 Conference on Policy Issues	13
3.2.1 The 2 nd Annual Conference on Global Financial Stability Systemic Risk: Liquidity Risk, Governance and Financial Stability	13
3.2.2 PhD Forum 2013.....	15
Appendix I	17

1. Engagement: Connection with the Finance Industry and Financial Regulators

The IGF has maintained a close relationship with a number of business organisations such as PwC, Finsia and BlackRock, as well as some policy makers and international institutions such as the World Bank, the Asian Development Bank and the Bank for International Settlements. The IGF has organized business and policy fora throughout the year, which provide great opportunities for academia, policy makers and financial industrial leaders to meet and share their research and interest in finance related fields.

1.1. The Asian Development Bank (ADB)

The collaborative work of the IGF and the ADB has continued in 2013, similar to previous years. The IGF has been invited to make a major contribution to the first International Conference on Asset Management held in Korea in May 2013.

I- International Asset Management Summit

The conference was jointly organised by the Asian Development Bank (ADB) and the Korean Asset Management Corporation (KAMC). The objective of this summit was to address cooperative business strategies and policy implications of the safety net to transform Asia's financial landscape. The director of the IGF was one of the keynote speakers. The other speakers included the former Chancellor of Germany, Gerhard Schröder.

The International Public AMC Forum (IPAF) was jointly founded in 2012 by seven public Asset Management Companies (AMCs), including the People's Republic of China, the Republic of Korea, Mongolia, Thailand and Vietnam. Its objective is to provide a common platform for public AMCs to share knowledge and experience and promote common interests among policymakers, economists, public AMCs and the private sector across the region.

II- Research on Implications of Global Financial and Regulatory Policies on Systemic Risk in Asia

The Asian Development Bank asked the IGF to contribute to issues related to systemic risk in Asia by using the IGF's and NYU's V-Lab research capability and programming. The IGF produced a major research work on systemic risk in Asia and presented it at this international conference. The conference was organised by the ADB in Korea in July 2013. A number of eminent scholars including Professor Shin from Princeton were amongst the keynote speakers of this conference. The IGF's Director was both a keynote speaker and a moderator during this conference. The IGF was subsequently asked to contribute to the writing of the book associated with this major conference. A book associated with this conference will be published in 2014.

III- Impact of the Climate Change on the Pacific countries.

The IGF was asked by the ADB to host the launch of a major Report completed by the ADB on the impact of climate change in the Pacific countries, held in Sydney. This event has attracted a number of international and national organisations. The World Bank has also participated at this event and made a major presentation. Similarly the director of the Institute of Environmental Studies at the UNSW made a presentation at this event. The launch has attracted great media publicity and drawn the attention of policy makers on the pressing need for effective policy in the Pacific.

1.2. PwC, Finsia and BlackRock

1.2.1. PwC

The IGF has maintained a close working relationship with PwC in 2013. Furthermore, PwC is working with the IGF, the V-Lab at NYU, and Finsia, on systemic risk that could provide invaluable research output for the industry and regulators over time. PwC has agreed to join the IGF for a Linkage ARC grant on global and regional systemic risk that could facilitate the work on better understanding the link between systemic risk and governance.

PwC and IGF has hosted a few Business Fora jointly.

I- Business Forum: The Economic Effects of Financial Reporting Transparency

Speaker: Dr Mark Maffett. Booth School of Business, the University of Chicago,

Date: 3 September, 2013

II- Business Forum on Finance and Motivating Innovation

Presenter: Dr Xuan Tian from the Kelley Business School, Indiana University,

Date: December, 2013

1.2.2. Financial Services Institute of Australasia (Finsia)

Finsia agreed to continue supporting a number of policy and research activities of the IGF in 2013 and beyond, as there is synergy between some of the policy research undertakings by the IGF and some of the objectives that Finsia pursue in enhancing the capability of the finance industry in this region and beyond. Furthermore, Finsia agreed to join the IGF for a joint ARC Linkage in collaboration with PwC and NYU Volatility Institute.

Finsia has sponsored a number of initiatives of the IGF. One event organised in collaboration with Finsia was the Business Forum: **The Global Finance: Interconnectedness of markets and global financial risk**, held on 25 October, 2013. The speakers included:

- **Lin Yixiang**, Chairman, Asian Securities and Investments Federation (ASIF) who explores briefly on challenges and opportunities in Asia.
- International investments expert, Professor **Bruno Solnik** who explores the Eurozone crisis and the implications for investment management.

- **Paul Bloxham**, Chief Economist (Australia and NZ), HSBC Bank who discusses the direct effects of the Eurozone crisis on Australia as well as how other trends and events in the world economy impact our domestic markets.
- **Cassandra Kelly**, Joint CEO of Pottinger who looks to where Australia's next opportunities for growth lies - including exporting financial services to Asia, education and innovation.
- A panel featuring **Steven Hess** (Senior Vice President, Sovereign Risk Group at Moody's) and **Ian Paterson** (Partner, King and Wood Mallesons) discussing current trends in Asia, such as fewer Chinese exports going to Europe and the future of Asia.

1.2.3. Business Partnership

PwC, Finsia and BlackRock have sponsored a number of initiatives of the IGF.

I- Business Forum on Global Systemic Risk, Liquidity and Global Financial Stability

The IGF has organized a business forum on global systemic risk, liquidity and global financial stability on 17 December, 2013 at the Shangri-La Hotel (Sydney). The Keynote speakers include:

- Nobel Laureate Professor **Robert Engle**, NYU
- Dr **Guy Debelle**, Assistant Governor of the Reserve Bank of Australia
- Distinguished Professor of Finance **Deborah Lucas**, MIT
- Mr **Curt Zuber**, Treasurer, Westpac

PwC, Finsia and BlackRock sponsored this event.

II- Business Forum on Systemic risk and Global Financial Stability

The Nobel Laureate Professor **Robert Merton** from MIT has given a brilliant address on a New Approach for Analysing and Managing Macro-financial Risk and Risk and Performance Measurement in Asset Management on 8 November, 2013 at PwC. The Forum is sponsored by PwC and Finsia.

III- Business Forum: Seizing the Asian Century Opportunity (PwC and Finsia)

This business forum was organized by the IGF on 7 June, 2013 at PwC. The speakers include:

- **Tony Cripps** – CEO HSBC Bank Australia
- Professor **Anne Krueger** – Professor from John Hopkins University, and former World Bank Chief Economist and former First Deputy Managing Director, International Monetary Fund
- **Grant Fuzi** – Senior Partner Allen and Overy
- **Hugh Harley** – PwC Financial Services Leader

PwC and Finsia sponsored this event.

1.3. The Bank for International Settlements and the Reserve Bank of Australia.

Australian Lending Award

With the reputation of the IGF as a major institution that deals with banks and other financial institutions and has a reputation for high quality research and integrity, the RFI (a global provider of business intelligence operating in 25 countries) and the Adviser Magazine, (the best business magazine of the year) invited the Director of the IGF to serve as a panel member, along with three other panel members from the banking industry to interview over 20 banks and building society representatives in order to determine the prizes for the following categories for 2013:

- I- the best bank of the year,
- II- the best home lender,
- III- the best wholesale lender,
- IV- the best customer experience;
- V- best innovator, best mutual,
- VI- best wholesale lender,
- VII- best home loan lender and
- VIII- best customer marketing

The IGF also has participated on the selection panel for the best award for the Broker of the year.

2. Research Output

2.1. Policy Publications (Refereed Articles)

Financial Market, Systemic Risk, Governance, Financial Stability and Financial Market Developments

As part of the Australasian Finance and Banking conference, selected papers presented at this conference were refereed for the publication in the Journal of Banking and Finance, the following papers have been published by the IGF during 2013

1. Chang, E. (The University of Hong Kong), Luo, Y. (Fu Dan University) and J. Ren (University of Macau), Cross-listing and pricing efficiency: The informational and anchoring role played by the reference price.
2. Xiao, Y. (Monash University), Faff, R. (University of Queensland), Gharghori, P. (Monash University) and B. Min (University of Neuchatel), Pricing innovations in consumption growth: A re-evaluation of the recursive utility model
3. Hagströmer, B. (Stockholm University), Hansson, B. (Lund University) and B. Nilsson (Lund University), The components of the illiquidity premium: An empirical analysis of US stocks 1927–2010

4. Akhtar, S. (Australian National University), Faff, R. (University of Queensland), Oliver, B. (Australian National University) and A. Subrahmanyam (UCLA), Reprint of: Stock salience and the asymmetric market effect of consumer sentiment news
5. Chang, Y. (National Chengchi University), Chen, Y. (Chung Yuan Christian University), Chou, R. (National Chengchi University) and Y. Gau (National Central University), The effectiveness of position limits: Evidence from the foreign exchange futures markets
6. Oet, M. (Federal Reserve Bank of Cleveland), Bianco, T. (Federal Reserve Bank of Cleveland), Gramlich, D. (Baden-Wuerttemberg Cooperative State University) and S. Ong (Federal Reserve Bank of Cleveland), SAFE: An early warning system for systemic banking risk
7. Saldías, M. (Banco de Portugal and Católica Lisbon Research Unit), A market-based approach to sector risk determinants and transmission in the euro area

Liquidity Shocks, Governance, Systemic Risk and Financial Stability

Another major research undertaking by the IGF in 2013 was related to the above theme. A number of researchers presented their work in the second international conference on global prosperity, as part of this research undertaking. The selected paper presented at this conference will be published in a special issue of the Journal of Banking and Finance, one of the top-tier financial journals. The selected papers for publications are listed below. The editors of this work are Luci Ellis, Head of Financial Stability at the RBA; Andy Haldane, Executive Director of Financial Stability at the Bank of England; Jamie McAndrews, Executive Vice President and Director of Research of Federal Reserve Bank of New York; and Prof. Fariborz Moshirian, Director of the IGF at University of New South Wales.

8. Borio, C. (Bank for International Settlements), The financial cycle and macroeconomics: What have we learnt?
9. Mercado, R. (Asian Development Bank) and C. Park (Asian Development Bank), Determinants of financial stress in emerging market economies
10. Betz, F. (European Investment Bank), Oprica, S. (Goethe Universitat Frankfurt), Peltonen, T. (European Central Bank), and P. Sarlin (Abo Akademi University), Predicting distress in European banks
11. Koch, C. (University of Zurich), Risky adjustments or adjustments to risks: Decomposing bank leverage
12. Li, Z. (University of Western Ontario), Mutual monitoring and corporate governance
13. Jobst, A. (IMF), Measuring systemic risk-adjusted liquidity (SRL) – A model approach
14. Langfield, S. (European Systemic Risk Board), Liu, Z. (Bank of England) and T. Ota (Bank of England), Mapping the UK interbank system
15. Qian, X. (University of Macau), Tam, L. (University of Macau) and B. Zhang (University of New South Wales), Systematic liquidity and the funding liquidity hypothesis

16. Anand, K. (Bank of Canada), Heinemann, F. (Technische Universität Berlin) and P. König (DIW Berlin), Guarantees, transparency and the interdependency between sovereign and bank default risk
17. Tongurai, J. (University of Otago) and C. Vithessonthi (Miyazaki International College), The spillover effects of unremunerated reserve requirements: Evidence from Thailand

2.2. Research Output Related to Systemic Risk and Related Issues (Refereed Articles) of the IGF Associates.

Selected publications of the IGF associates in 2013 are listed as follows:

1. Acharya, V. and N. Mora (2013), A Crisis of Banks as Liquidity Providers. *Journal of Finance*, forthcoming, NYU Working Paper No. 2451/31364.
2. Chemmanur, T., Elena, L. and Xuan Tian, (2014), Corporate Venture Capital, Value Creation, and Innovation, *Review of Financial Studies*, forthcoming.
3. Cornaggia, J., Mao, Y., Tian, X. and B. Wolfe (2013), Does Banking Competition Affect Innovation? *Journal of Financial Economics*, forthcoming.
4. Engle, R., Jondeau, E. and M. Rockinger (2014), Systemic Risk in Europe. *the Review of Finance*, forthcoming
5. Fang, V., Tian, X. and S. Tice (2013), Does Stock Liquidity Enhance or Impede Firm Innovation? *Journal of Finance*, forthcoming.
6. He, J. and X. Tian, (2013), The Dark Side of Analyst Coverage: The Case of Innovation, *Journal of Financial Economics*, Vol. 109 (3), 856-878
7. Hsu, P., Tian, X. and Y. Xu, (2013), Financial Development and Innovation: Cross-country Evidence, *Journal of Financial Economics*, forthcoming.
8. Qian, X., Tam, L. and B. Zhang (2013), Systematic Liquidity and the Funding Liquidity Hypothesis. *Journal of Banking and Finance*, forthcoming.
9. Suchard, J., Pham, P. and J. Zern, Corporate Governance, Cost of Capital and Performance: Evidence from Australian Firms, *Journal of Applied Corporate Finance*, forthcoming
10. Tian, X. and T. Wang (2014), Tolerance for Failure and Corporate Innovation. *Review of Financial Studies* Vol. 27 (1), 211-255.

2.3. Refereed Conference Papers Publications

Over 110 research papers have been published as part of the 25th Australasian Finance and Banking conference. The conference was held in December 2013 in Sydney with the participation of over 300 people from more than 30 countries. (see the Appendix for these papers).

2.4. Working Papers

Selected working papers of IGF associates posted on SSRN during 2013 are list here.

1. Acharya, V., Afonso, G. and A. Kovner (2013), How Do Global Banks Scramble for Liquidity? Evidence from the Asset-Backed Commercial Paper Freeze of 2007. *CEPR Discussion Paper No. DP9457*

New York University - Leonard N. Stern School of Business , Federal Reserve Bank of New York and Federal Reserve Bank of New York

2. Acharya, V., Engle, R. and D. Pierret (2013), Testing Macroprudential Stress Tests: The Risk of Regulatory Risk Weights. NBER Working Paper No. w18968

New York University - Leonard N. Stern School of Business , New York University - Leonard N. Stern School of Business - Department of Economics and New York University (NYU) - Leonard N. Stern School of Business

3. Acharya, V., Drechsler, I. and P. Schnabl (2013), A Pyrrhic Victory? Bank Bailouts and Sovereign Credit Risk. NYU Working Paper No. 2451/31331

New York University - Leonard N. Stern School of Business , New York University (NYU) - Department of Finance and New York University (NYU) - Department of Finance

4. Acharya, V., Gromb, D. and T. Yorulmazer (2013), Imperfect Competition in the Interbank Market for Liquidity as a Rationale for Central Banking. NYU Working Paper No. 2451/29539

New York University - Leonard N. Stern School of Business , INSEAD and Federal Reserve Bank of New York

5. Acharya, V. and S. Steffen (2013), Falling Short of Expectations? Stress-Testing the European Banking System.

New York University - Leonard N. Stern School of Business and ESMT European School of Management and Technology

6. Acharya, V. and S. Steffen (2013), The “Greatest” Carry Trade Ever? Understanding Eurozone Bank Risks. NBER Working Paper No. w19039

New York University - Leonard N. Stern School of Business and ESMT European School of Management and Technology

7. Acharya, V. and Z. Xu (2013), Financial Dependence and Innovation: The Case of Public Versus Private Firms. NBER Working Paper No. w19708

New York University - Leonard N. Stern School of Business and New York University

8. Engle, R., Fleming, M., Ghysels, E. and G. Nguyen (2013), Liquidity, Volatility, and Flights to Safety in the U.S. Treasury Market: Evidence from a New Class of Dynamic Order Book Models. FRB of New York Staff Report No. 590, UNC Kenan-Flagler Research Paper No. 2013-20

New York University - Leonard N. Stern School of Business - Department of Economics

, Federal Reserve Bank of New York , University of North Carolina Kenan-Flagler Business School and University of North Carolina at Chapel Hill

9. Luong, H., Moshirian, F., Nguyen, H., Tian, X. and B. Zhang (2013), Do Foreign Institutional Investors Enhance Firm Innovation?

University of New South Wales (UNSW) - School of Banking and Finance, University of New South Wales (UNSW) - Institute of Global Finance, Australian School of Business, La Trobe University - La Trobe Business School - Department of Finance , Indiana University - Kelley School of Business and University of New South Wales (UNSW) - School of Banking and Finance

10. Moshirian, F., Tian, X., Wang, Z. and B. Zhang (2013), Financial Liberalization and Innovation.

University of New South Wales (UNSW) - Institute of Global Finance, Australian School of Business, Indiana University - Kelley School of Business, University of New South Wales (UNSW) - School of Banking and Finance and University of New South Wales (UNSW) - School of Banking and Finance

11. Tsesmelidakis, Z. and R. Merton (2013), The Value of Implicit Guarantees. 26th Australasian Finance and Banking Conference 2013

University of Oxford - Oxford-Man Institute of Quantitative Finance and MIT Sloan School of Management

2.5. IGF's PhD candidates

The IGF currently has around 9 Phd candidates who are working in research areas that are consistent with its overall objectives and direction. Two of the Phd students has been directly working with the NYU Volatility Institute which is one of the key research partners of the IGF. Two Phd candidates are pursuing research work that is based on collaborative work between the IGF and UCLA research associates. The research topics of the Phd candidates cover issues related to systemic risk, liquidity risk, corporate governance and global financial stability. A number of these Phd candidates have explored factors that may have contributed to the recent global financial crisis. A few of these Phd candidates whose Phd theses are completed, are now working at the IGF as post-doctoral fellows as a way of promoting the research projects of the IGF. A number of research papers associated with the Phd candidates have been presented at various international conferences.

2.6. Policy Papers Published in the Australian Media

The Director and an associate (R. Engle) of the IGF have appeared in the following programs:

1. Nobel winning economist warns of Chinese financial risk – ABC PM

A visiting Nobel Prize winning economist doesn't see the Fed's stimulus tapering as a major threat to global financial stability.

<http://www.abc.net.au/pm/content/2013/s3914952.htm>- December 19, 2013

2. Banking giants fined \$2.5b for rate fixing cartel – The World Today

The European competition regulator has slapped its biggest ever cartel fine on some of the world's major banks

<http://www.abc.net.au/worldtoday/content/2013/s3905523.htm>- December 5, 2013

3. JP Morgan Chase agrees to \$13 Bln settlement – The World Today

Well staying in the United States, the largest single settlement ever paid by a company to the United States government.

<http://www.abc.net.au/worldtoday/content/2013/s3894989.htm>- November 20, 2013

4. US reputation damaged by debt ceiling impasse – ABC AM

The political brinkmanship in Washington might be almost over, but it seems the reputation of the United States as a global economic power has been damaged.

<http://www.abc.net.au/am/content/2013/s3870857.htm>- October 17, 2013

5. United States' financial jitters could provide a boost to China's financial system – ABC News

The political brinkmanship in Washington might be almost over, but it seems the reputation of the United States as a global economic power has been damaged

<http://www.abc.net.au/news/2013-10-17/china-could-win-from-us-debt-worries/5027940>-17 October 2013

6. Warnings of global catastrophe is US can't pay its debts – ABC News

A global finance expert says warnings of global catastrophe if the US can't pay its debts are not overblown. The US is in a political deadlock as it fast approaches a deadline for raising its debt limit. Dr Fariborz Moshirian says the crisis could have serious implications for Australia and may even trigger a powershift in the global economy

<http://www.abc.net.au/news/2013-10-04/warnings-of-global-catastrophe-is-us-cant-pay-its/5000090>-4 October 2013

7. US shutdown spooks investors –The World Today

The prospect of a US government shutdown has stoked new fears that America's economic recovery could well have derailed

<http://www.abc.net.au/worldtoday/content/2013/s3859704.htm>- October 1, 2013

8. Emerging economies plan World Bank rival – ABC Radio National

The leaders of Brazil, Russia, India, China and South Africa plan to set up a development bank in a direct snub to the World Bank

<http://www.radioaustralia.net.au/international/2013-03-28/emerging-economies-plan-world-bank-rival/1108574>-28 March 2013

3. Conferences

3.1 Conference on Policy Issues

3.1.1 The 2nd Annual Conference on Global Financial Stability Systemic Risk: Liquidity Risk, Governance and Financial Stability

The 2nd Annual Conference on Global Financial Stability was organised by the Federal Reserve of New York, the Bank of England, the Reserve Bank of Australia and the Institute of Global Finance at the UNSW, and was held on 4 and 5 July, 2013 at the Four Seasons hotel in Sydney. This conference created an opportunity for policy makers, market participants and researchers to present, discuss and analyse the latest issues on Systemic Risk, Liquidity Risk, Governance and Financial Stability.

Dr Claudio Borio, the Head of Research of the BIS, has given a speech, entitled “The financial cycle and macroeconomics: what have we learnt?”, at the 2nd annual conference on global financial stability--systemic risk: Liquidity risk, Governance and financial stability.

The following keynote speakers addressed the conference. Selected papers presented at this conference will be published in the Journal of Banking and Finance.

Stability of Funding Models: An Analytical Framework

Dr **Jamie McAndrews**, Director of Research, Federal Reserve Bank of New York

The Financial Cycle and Macroeconomics: What Have We Learnt

Dr **Claudio Borio**, Director of Research, Bank for International Settlements

Some Tensions in Financial Regulation

Dr **Philip Lowe**, Deputy Governor, Reserve Bank of Australia

Risk and Governance

Professor **Kose John**, New York University

Syndication, Interconnectedness and Systemic Risk

Professor **Anthony Saunders**, New York University

3.1.2 Business Forum on Systemic Risk 16 December

The IGF organised a Business Forum on Global Systemic Risk, Liquidity and Global Financial Stability on 17 December 2013 at Shangri-La Hotel, Sydney. This Business Forum is part of the 26th Australasian Finance and Banking Conference. The keynote speakers included:

- Nobel Laureate Professor Robert Engle, NYU
- Distinguished Professor of Finance Deborah Lucas, MIT
- Dr Guy Debelle, Assistant Governor of the Reserve Bank of Australia
- Mr Curt Zuber, Treasurer, Westpac

Each of the speakers gave speeches which cover research areas of systemic risk, liquidity, governance and financial stability. At the end of this business forum, a panel discussion was held with the four keynote speakers as the guests.

3.2 The 26th Australasian Finance and Banking Conference

The 26th Australasian Finance and Banking Conference (AFBC) was held on 17-19 December 2013 at Shangri-La Hotel, Sydney. This conference was organized by the Institute of Global Finance and School of Banking and Finance and sponsored by the Australian Stock Exchange, the Reserve Bank of Australia, BlackRock, PwC and Finsia. The AFBC has become the most prestigious finance conference in the Asia-Pacific region. It is a grand gathering of unprecedented size with over 300 attendants from 28 countries. The world's foremost leaders of thought from the financial community met and shared their research and interest in finance related fields. 6 categories of prizes were awarded, including one new award, the CFA Institution Research Award 2013. Total 187 papers were presented including 16 papers of 3 Lead Sessions and 1 Workshop. The conference also engaged with the finance industry and the policy makers by creating a major business form. The conference also offered a PhD Forum held as a separated one-day session on 16 December 2013. At the Forum, PhD students from top business schools around the world presented their works and received valuable comments from top scholars around the world. The following Business Forums and key note speeches have been presented on the 26th AFBC.

Business Forum: Systemic Risk, Liquidity Risk and Global Financial Stability

Professor **Robert Engle**, NYU; Dr **Guy Debelle**, Reserve Bank of Australia;
Professor **Deborah Lucas**, MIT; Mr **Curt Zuber**, Westpac

Women's Forum: Challenges and Opportunities in Promoting Gender Equality

Professor **Deborah Lucas**, MIT

Evaluating the Cost of Government Credit Support: The OECD Context

Professor **Deborah Lucas**, MIT

A Protocol for Factor Identification

Professor **Richard Roll**, UCLA

Financial Market Shocks and the Macroeconomy

Professor **Avanidhar Subrahmanyam**, UCLA

High Frequency Trading

Professor **Ekkehart Boehmer**, EDHEC

The Remarkable Instability of Corporate Leverage

Professor **Richard Roll**, UCLA

Market Rules

Professor **Hendrik Bessembinder**, University of Utah

3.3. PhD Forum 2013

As part of the 26th Australasian Finance and Banking Conference, the PhD Forum for advanced Finance Doctoral Students was held at Level 3, Shangri-La Hotel (Sydney) on 16 December, 2013. The one day forum is organized by the IGF and the School of Banking and Finance. . Over 250 papers were submitted to this Forum and only 10 selected papers were accepted for presentation. The papers presented by the PhD candidates were discussed by distinguished members of the finance profession. All presenters are from the leading business schools in the US, Europe and Asia. This Forum is becoming one of the most competitive and well known Phd fora in finance in the world. The discussants of the papers are amongst the most eminent Professors of Finance in the World. This forum also included a panel discussion regarding Developing and Enhancing Research Capacity. Professor Richard Roll attended this Forum as a keynote speaker of this Forum. The detail of the panel discussion and the 10 presented papers are as follows:

Panel: Developing and Enhancing Research Capacity

Ekkehart Boehmer, EDHEC; **Ron Masulis**, University of New South Wales
and **Avanidhar Subrahmanyam**, UCLA

Banks' Equity Stakes and Lending: Evidence from a Tax Reform

Bastian von Beschwitz, INSEAD; **Daniel Foos**, Deutsche Bundesbank

Discussant: Ron Masulis, University of New South Wales

Limited Market Access and Funding Liquidity

Zhuo Chen, Northwestern University; **Andrea Lu**, Northwestern University

Discussant: Avanidhar Subrahmanyam, UCLA

Soft Information in the Subprime Mortgage Market

Kanis Saengchote, Northwestern University

Discussant: Hao Zhou, Tsinghua University

Bribes and Firm Value - Evidence from Anti-Bribery Regulation

Stefan Zeume, INSEAD

Discussant: Ferdinand Gul, Monash University

The Power of Asking Questions: Resolving Financial Market Rumors through Public Inquiries

Seongkyu Gilbert Park, University of Chicago

Discussant: Richard Roll, UCLA

Adjustable Service Flow of Durable Goods: Theory and Empirics

Zhuo Chen, Northwestern University; **Andrea Lu**, Northwestern University

Discussant: Deborah Lucas, MIT

Investment, Idiosyncratic Risk, and Growth Options

Shujing Wang, Hong Kong University of Science and Technology; **Chu Zhang**, Hong Kong University of Science and Technology

Discussant: Chuan-Yang Hwang, Nanyang Technological University

Do You Have to Be First? Slow Price Adjustment in After-Hours Trading

Jiasun Li, University of California, Los Angeles

Discussant: Ekkehart Boehmer, EDHEC

Do Firms Hedge Optimally? Evidence from an Exogenous Governance Change

Sterling Huang, INSEAD; **Urs Peyer**, INSEAD; **Benjamin Segal**, INSEAD

Discussant: Peter Swan, University of New South Wales

Appendix I

Refereed Conference Proceedings – 26th Australasian Finance and Banking Conference

Vol. 1, No. 1: Feb 17, 2014

Methods for Multicountry Studies of Corporate Governance (and Evidence from the BRIKT Countries)

Bernard S. Black, Northwestern University - School of Law, Northwestern University - Kellogg School of Management, European Corporate Governance Institute (ECGI)
Antonio Gledson De Carvalho, Fundacao Getulio Vargas School of Business at Sao Paulo
Vikramaditya S. Khanna, University of Michigan Law School
Woochan Kim, Korea University Business School, European Corporate Governance Institute (ECGI), Asia Corporate Governance Institute (AICG)
B. Burcin Yurtoglu, WHU - Otto Beisheim School of Management

CEO Overconfidence and Share Repurchases

Suman Banerjee, Nanyang Business School
Mark Humphery-Jenner, University of New South Wales (UNSW) - Australian School of Business, Financial Research Network (FIRN)
Vikram K. Nanda, Georgia Institute of Technology - College of Management

The Impact of Divestiture Experience on Divestiture Attributes, Performance, and Use-of-Proceeds

Mark Humphery-Jenner, University of New South Wales (UNSW) - Australian School of Business, Financial Research Network (FIRN)
Ronan Powell, University of New South Wales (UNSW) - School of Banking and Finance, Financial Research Network (FIRN)
Emma Jincheng Zhang, University of New South Wales - Australian School of Business

Analytical Option Pricing under an Asymmetrically Displaced Double Gamma Jump-Diffusion Model

Matthias Thul, University of New South Wales (UNSW) - School of Banking and Finance
Ally Quan Zhang, University of Zurich - Department of Banking and Finance, Swiss Finance Institute

Liquidity Provision in Limit Order Book Markets

Tālis J. Putniņš, University of Technology, Sydney - UTS Business School, Stockholm School of Economics in Riga, Financial Research Network (FIRN)
David Michayluk, University of Technology, Sydney, Financial Research Network (FIRN)

Managerial Risk Aversion and Vertical Integration

Chen Lin, The Chinese University of Hong Kong (CUHK) - Department of Finance
Micah S. Officer, Loyola Marymount University - Department of Finance and Computer Information Systems
Beibei Shen, The Chinese University of Hong Kong (CUHK) - Department of Finance

Macroeconomic Risks and Cash Holdings in the Cross-Section of Stock Returns

F.Y. Eric C. Lam, Hong Kong Baptist University (HKBU) - Department of Finance and Decision Sciences, Hong Kong University of Science & Technology - Department of Finance
Tai Ma, National Sun Yat-Sen University

K. C. John Wei, Hong Kong University of Science & Technology (HKUST) - Department of Finance

Why Do Stock Prices Drop by Less than the Amount of the Dividend? Evidence from a Unique Environment

Khamis Al-Yahyaee, Sultan Qaboos University

Vol. 1, No. 2: Feb 19, 2014

Do Firms Hedge Optimally? Evidence from an Exogenous Governance Change

Sterling Huang, INSEAD - Finance

Urs Peyer, INSEAD - Finance

Benjamin Segal, INSEAD - Accounting & Control Area

Hedging Costs vs. Counterparty Risk: What Explains the Pricing of Structured Products During the 2007-2009 Financial Crisis?

Stefan Petry, University of Melbourne, Financial Research Network (FIRN)

Extreme Downside Liquidity Risk

Stefan Ruenzi, University of Mannheim - Department of International Finance

Michael Ungeheuer, University of Mannheim

Florian Weigert, University of Mannheim

Is There Momentum or Reversal in Weekly Currency Returns?

Ahmad Raza, Massey University - Department of Economics and Finance

Ben R. Marshall, Massey University - Department of Economics and Finance

Nuttawat Visaltanachoti, Massey University - Department of Economics and Finance

Labor Market Competition, Executive Job-Hopping, and Compensation

Huasheng Gao, Nanyang Technological University

Juan Luo, University of Adelaide - Business School

Tilan Tang, Clemson University - College of Business and Behavioral Science

How Does Bank Trading Activity Affect Performance? An Investigation Before and After the Crisis

Michael R. King, University of Western Ontario - Richard Ivey School of Business

Nadia Massoud, York University - Schulich School of Business

Keke Song, Dalhousie University

Testing for Contrarian Effects in the Chinese Shanghai Composite Index and the Australian Resource Stocks

Santosh Abraham, Curtin University of Technology

Innovation and Cross-Border Mergers and Acquisitions

Peng Huang, Australian School of Business at UNSW

Mark Humphery-Jenner, University of New South Wales (UNSW) - Australian School of Business, Financial Research Network (FIRN)

Ronan Powell, University of New South Wales (UNSW) - School of Banking and Finance,
Financial Research Network (FIRN)

Vol. 1, No. 3: Feb 21, 2014

CEO Discretion and Incentive Compensation for Performance: New Evidence from China

Xiaoyang Li, Cheung Kong Graduate School of Business

Why Do Some Insurers Become Systemically Relevant?

Gregor N. F. Weiss, TU Dortmund University

Janina Muhlnickel, TU Dortmund University

The Impact of Trading Floor Closure on Market Efficiency: Evidence from the Toronto Stock Exchange

Karel Hrazdil, Simon Fraser University

Dennis Y. Chung, Simon Fraser University

Crude Oil Price Prediction

Yifeng Zhu, Department of Economics, Emory University

Security Holdings and Risk Weighted Asset under Basel Capital Regulation

Katsutoshi Shimizu, Nagoya University

What's Wrong with Government Interventions? Wrong Banks, Inadequate Strategies or Ineffective Measures?

Aneta Hryckiewicz, Goethe University of Frankfurt, Kozminski University

A Primer on Regulatory Bank Capital Adjustments

Martien Jan Peter Lubberink, Victoria University of Wellington - School of Accounting and Commercial Law

Trade Credit, the Financial Crisis, and SME Access to Finance

Santiago Carbo-Valverde, Bangor Business School

Francisco Rodriguez-Fernandez, University of Granada - Department of Economic Theory and History

Gregory F. Udell, Indiana University Bloomington - Department of Finance

Vol. 1, No. 4: Feb 24, 2014

Are Covered Bonds a Substitute for Mortgage-Backed Securities?

Santiago Carbo-Valverde, Bangor Business School

Francisco Rodriguez-Fernandez, University of Granada - Department of Economic Theory and History

Richard J. Rosen, Federal Reserve Bank of Chicago - Economic Research

When Opportunity Knocks: Cross-Sectional Return Dispersion and Active Fund Performance

Anna Helen von Reibnitz, Australian National University (ANU)

Firm Crash Risk, Information Environments, and Speed of Leverage Adjustment

Zhe An, University of New South Wales (UNSW) - School of Banking and Finance
Donghui Li, University of New South Wales (UNSW) - School of Banking and Finance,
Financial Research Network (FIRN)
Jin Yu, University of New South Wales (UNSW) - School of Banking and Finance, Financial
Research Network (FIRN)

A Timely Comparison of Foreign Banks in China Against Domestic Banks

Necmi Avkiran, University of Queensland - Business School, Financial Research Network
(FIRN)
Yushu Zhu, The University of Queensland

Trust in Banks: Evidence from the Spanish Financial Crisis

Santiago Carbo-Valverde, Bangor Business School
Eduardo Maqui Lopez, University of Granada
Francisco Rodriguez-Fernandez, University of Granada - Department of Economic Theory
and History

Nonlinear and Semi-Parametric Modelling of Personal Loan Credit Scoring

Nithi Sopitpongstorn, Monash University - Faculty of Business and Economics
Jean-Pierre Fenech, Monash University, Financial Research Network (FIRN)
Param Silvapulle, Monash University - Department of Econometrics & Business Statistics

**Overcoming the Liability of Foreignness: Pre-IPO Investors from the Host Country and
Foreign IPO Performance**

Ning Jia, Tsinghua University - School of Economics & Management

**The Impact of Monetary Policy on Australian Capital City House Prices: The Case of
Australia**

Greg Costello, Curtin University of Technology - Centre for Research in Applied Economics
Patricia Fraser, Curtin University of Technology - Curtin Business School - Bentley Campus,
University of Aberdeen - Business School
Garry MacDonald, Curtin University of Technology - School of Economics and Finance

Vol. 1, No. 5: Feb 26, 2014

Banks' Equity Stakes and Lending: Evidence from a Tax Reform

Bastian von Beschwitz, INSEAD - Finance
Daniel Foos, Deutsche Bundesbank

**The Power of Asking Questions: Resolving Financial Market Rumors through Public
Inquiries**

Seongkyu Gilbert Park, University of Chicago - Department of Economics

Insider Trading Laws, Learning and Firm Valuation: A Global Perspective

Udomsak Wongchoti, Massey University - School of Economics and Finance
Evgeny Radetsky, University of Memphis
Pankaj K. Jain, University of Memphis - Fogelman College of Business and Economics

**Governance of Financial Institutions: A Cross-Country Evaluation of National Codes
Following Basel (2010)**

Shane Magee, Macquarie University Department of Applied Finance and Actuarial Studies
Elizabeth A. Sheedy, Macquarie University Department of Applied Finance and Actuarial Studies, Financial Research Network (FIRN)
Sue Wright, Macquarie University - Faculty of Business and Economics, Financial Research Network (FIRN)

Robustness of Distance-to-Default

Cathrine Jessen, Copenhagen Business School - Department of Finance
David Lando, Copenhagen Business School - Department of Finance

Where and When Does It Pay to Be Good? A Global Long-Term Analysis of ESG Investing

Gregor Dorfleitner, Universität Regensburg
Sebastian Utz, University of Regensburg - Department of Finance
Maximilian Wimmer, University of Regensburg, University of Mannheim - Finance Area

Contagious Runs in Money Market Funds and the Impact of a Government Guarantee

Hugh Hoikwang Kim, Sungkyunkwan (SKK) University - SKK Graduate School of Business

Analysis of the Stationarity of East Asian Currencies Using Unit Root Test and Cointegration Test

Zhiqian Wang, Hitotsubashi University - Graduate School of Commerce and Management

Vol. 1, No. 6: Feb 28, 2014

Debt Market Imperfection, Capital Structure and Investment: An Empirical Analysis Through the Credit Supply Shock of 2008 in Japan

Hiromichi Iwaki, Hitotsubashi University - Graduate School of Commerce and Management

Illiquidity Transmission from Spot to Futures Markets

Olaf Korn, Georg-August-Universität Göttingen
Paolo Carl Robert Krischak, University of Goettingen (Göttingen)
Erik Theissen, University of Mannheim - Finance Area

Empirical Evidence of Co-Movements between China and Global Stock Markets

Thomas Chinan Chiang, Drexel University - Department of Finance
Lanjun Lao, Fudan University
Qingfeng Xue, Fudan University

Excess Control Rights, Financial Crisis and Bank Profitability and Risk

Amine Tarazi, Universite de Limoges, LAPE
Nadia Zedek, Universite de Limoges, LAPE

Do Firms Spread Out Bond Maturity to Manage Their Funding Liquidity Risk?

Lars Norden, Erasmus University Rotterdam (EUR) - Rotterdam School of Management (RSM), Erasmus Research Institute of Management (ERIM)
Peter Roosenboom, Rotterdam School of Management, Erasmus University, Erasmus Research Institute of Management (ERIM)
Teng Wang, Rotterdam School of Management, Erasmus University, Erasmus Research Institute of Management (ERIM)

Treasury Bill Yields: Overlooked Information

Jaehoon Lee, University of New South Wales (UNSW)

Conditional Returns to Shareholders of Bidding Firms: An Australian Study

Farida Akhtar, The University of Queensland

The Dynamics of Trading in Commodity Futures

Aditya Kaul, University of Alberta - Department of Finance and Statistical Analysis

Lorenzo Naranjo, ESSEC Business School

Carmen Stefanescu, ESSEC Business School

Vol. 1, No. 7: Mar 3, 2014

Dependence on the External Network Ties of the Outside Directors: Evidence from Groups of Large-Scale Enterprises in Korea

Gangbin Lee, Korea Advanced Institute of Science and Technology (KAIST) - Department of Management Science

Seung Hun Han, Korea Advanced Institute of Science and Technology (KAIST) - Department of Management Science

Understanding the Relationship between VIX and the S&P 500 Index Volatility

Irena Vodenska, Boston University Metropolitan College

William John Chambers, Administrative Sciences Department, Boston University

Capital Requirements, Bank Behavior and Fair Value Accounting: Evidence from Japanese Commercial Banks

Karen Kai Lin Lai, Hitotsubashi University - Graduate School of Commerce and Management

Masaru Konishi, Hitotsubashi University - Graduate School of Commerce and Management

Equilibrium Credit: The Reference Point for Macroprudential Supervisors

Daniel Buncic, University of Saint Gallen

Martin Melecky, World Bank

Momentum Investing and the GFC: The Case of the S&P/ASX100

Bruce James Vanstone, Bond University

Tobias Hahn, Bond University

Does Power Pay Off?

Md Emdadul Islam, Australian School of Business, University of New South Wales

Lubna Rahman, Australian School of Business at UNSW

Michael Lindsay, Australian School of Business at UNSW

The Value of Implicit Guarantees

Zoe Tsesmelidakis, University of Oxford - Oxford-Man Institute of Quantitative Finance, University of Oxford - Said Business School

Robert C. Merton, MIT Sloan School of Management, National Bureau of Economic Research (NBER), Harvard Business School - Finance Unit

The Overhang Cost of Long and Short Term Debt in the Presence of Default Risk

Van H. Vu, Monash University - Department of Accounting and Finance

Christine A. Brown, Monash University - Department of Accounting and Finance, Financial Research Network (FIRN)

Daniel Chai, Monash University

Vol. 1, No. 8: Mar 5, 2014

Political Risk and Government Bond Pricing

Tao Huang, Jiangxi University of Finance and Economics

Fei Wu, Jiangxi University of Finance and Economics, Jiangxi University of Finance & Economics - International Institute for Financial Studies

Jing Yu, University of Western Australia - Department of Accounting and Finance

Bohui Zhang, University of New South Wales (UNSW) - School of Banking and Finance, Financial Research Network (FIRN)

Does Bank Ownership Imply Efficient Monitoring? Evidence from Bank Lending and Firm Investment Efficiencies in China

Xiaofei Pan, University of Wollongong

Gary Gang Tian, University of Wollongong

Financial Applications of the Mahalanobis Distance

Sebastian M. Stöckl, University of Liechtenstein

Michael Hanke, University of Liechtenstein

An Examination of the Differential Impact of Monetary Policy Announcements and Explanatory Minutes Releases on the Australian Interest Rate Futures Market

Bronwyn McCredie, University of Newcastle (Australia)

Paul Docherty, University of Newcastle (Australia)

Stephen Andrew Easton, University of Newcastle

Katherine Uylangco, University of Newcastle (Australia)

Does Board Independence Improve Firm Performance? Outcome of a Quasi-Natural Experiment

Marc-Oliver Fischer, University of New South Wales

Peter L. Swan, University of New South Wales (UNSW), Financial Research Network (FIRN)

Catastrophe Bonds and Systemic Risk

Gregor N. F. Weiss, TU Dortmund University

Denefa Bostandzic, University of Bochum

Felix Irresberger, TU Dortmund University

The High Volume Return Premium and Changes in Investor Recognition

Narelle K. Gordon, Macquarie University

Edward J. Watts, Macquarie University, Faculty of Business and Economics

Qiongbing Wu, University of Western Sydney

Volatility of Volatility, Expected Stock Return and Variance Risk Premium

Ruoyang Wang, University of North Carolina (UNC) at Charlotte - Department of Finance & Business Law

Chris Kirby, UNC Charlotte - Belk College of Business

Steven P. Clark, University of North Carolina (UNC) at Charlotte

Vol. 1, No. 9: Mar 7, 2014

Dividends as Signaling Device and the Disappearing Dividend Puzzle

Dmitry Shapiro, University of North Carolina at Charlotte - The Belk College of Business Administration - Department of Economics

Anan Zhuang, University of North Carolina (UNC) at Charlotte - Department of Finance & Business Law

Blockholder and Firm Performance: Quasi-Experiment Using Japanese Bank Mergers

Katsushi Suzuki, Kobe University - Graduate School of Business Administration

Kazuo Yamada, Ritsumeikan University - College of Business Administration

Incentives and Risk Taking: Evidence from Listed U.S. Insurance Companies

Jyotirmoy Podder, Torrens University Australia

Michael T. Skully, Monash University - Department of Accounting and Finance, Financial Research Network (FIRN)

Trading Volume Around Firm-Specific Announcements

Priyantha Mudalige, Centre for Applied Financial Studies, Business School, University of South Australia

Petko S. Kalev, University of South Australia - Centre for Applied Financial Studies, University of South Australia - School of Commerce

Huu Nhan Duong, Monash University - Department of Accounting and Finance, Financial Research Network (FIRN)

Governance and Culture: 'A Class' and 'B Class' Shares in the People's Republic of China

Simone Kelly, Bond University - Finance

Ray McNamara, Bond University - School of Business

Kevin Jih, Icon Energy Limited

Algorithmic Trading in Volatile Markets

Hao Zhou, University of South Australia

Petko S. Kalev, University of South Australia - Centre for Applied Financial Studies, University of South Australia - School of Commerce

Guanghua Lian, University of South Australia - School of Commerce

Independent Directors and Risk Taking: Evidence from Listed US Insurance Companies

Jyotirmoy Podder, Torrens University Australia

Michael T. Skully, Monash University - Department of Accounting and Finance, Financial Research Network (FIRN)

Kym Brown, Monash University - Department of Accounting and Finance, Financial Research Network (FIRN)

The Information Content of the Duration between Trades: The Case of an Index Options Market

Doojin Ryu, Chung-Ang University - School of Economics

Kee H. Chung, State University of New York at Buffalo - School of Management

Vol. 1, No. 10: Mar 10, 2014

R&D and the High Cash Holdings in the U.S.

Zhaozhao He, University of Kansas - School of Business

A Tale of Two Investors: Estimating Optimism and Overconfidence

Giovanni Barone Adesi, Swiss Finance Institute at the University of Lugano

Loriano Mancini, Ecole Polytechnique Fédérale de Lausanne, Swiss Finance Institute

Hersh Shefrin, Santa Clara University - Leavey School of Business, National Bureau of Economic Research (NBER)

News Flow, Web Attention and Extreme Returns in the European Financial Crisis

Andreas S. Chouliaras, Luxembourg School of Finance

Theoharry Grammatikos, Université du Luxembourg - School of Finance

Volatility Spillovers Among the U.S. and Asian Stock Markets: A Comparison between the Periods of Asian Currency Crisis and Subprime Credit Crisis

Li Yang, University of New South Wales (UNSW) - School of Banking and Finance, Financial Research Network (FIRN)

An Empirical Investigation into the Internationalisation Patterns of UK Firms

Jenny Berrill, Trinity College (Dublin) - School of Business Studies

Martin Hovey, UNE Business School



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