Adam Smith Workshops in Asset Pricing and Corporate Finance

17-18 March 2017

Generously hosted by
HEC Paris

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London School of Economics and Political Science; Saïd Business School, University of Oxford; London Business School; Imperial College London; HEC Paris; and CEPR

Fritz Thyssen Foundation; Labex Ecodec; Labex Louis Bachelier; and the ACPR Chair

Session format: 30 minutes of presentation, 20 minutes of discussion, 10 minutes of Q&A

Papers can be downloaded from the online version of this program: http://tiny.cc/adamsmith2017
Friday 17 March

9.45-10.20  Registration & coffee, entrance hall S building

**Asset Pricing**  
Room S227

Session 1: Information and Asset Prices  
Chair: Christophe Spaenjers (HEC Paris)

10.30-11.30  
Institutional Investors and Information Acquisition: Implications for Asset Prices and Informational Efficiency  
Presenting author: Adrian Buss (INSEAD)  
Co-author: Matthijs Breugem (Frankfurt School of Finance and Management)  
Discussant: Ron Kaniel (University of Rochester)

11.30-12.30  
A Model of Multi-Frequency Trade  
Presenting author: Ian Dew-Becker (Northwestern University)  
Co-authors: Nicolas Crouzet (Northwestern University) and Charles Nathanson (Northwestern University)  
Discussant: Ioanid Rosu (HEC Paris)

**Corporate Finance**  
Room S228

Session 1: Banking 1  
Chair: Philip Valta (University of Bern and University of Geneva)

10.30-11.30  
Endogenous Agency Problems and the Dynamics of Rents  
Presenting author: Bruno Biais (Toulouse School of Economics)  
Co-author: Augustin Landier (Toulouse School of Economics)  
Discussant: Jason Roderick Donaldson (Washington University in St Louis)

11.30-12.30  
On Deposit Stability in Failing Banks  
Presenting author: Manju Puri (Duke University and FDIC)  
Co-authors: Christopher Martin (FDIC) and Alexander Ufier (FDIC)  
Discussant: Guillaume Vuillemey (HEC Paris)

12.30-13.45  Lunch, “Hall d’Honneur”
Session 2: Preferences, Beliefs, and Asset Prices
Chair: Sabrina Buti (Paris Dauphine University)

14.00-15.00

Habits and Leverage
Presenting author: Pietro Veronesi (University of Chicago)
Co-author: Tano Santos (Columbia University)
Discussant: Georgy Chabakauri (London School of Economics)

Bank Lending in the Knowledge Economy
Presenting author: Dalida Kadyrzhanova (Georgia State University)
Co-authors: Giovanni Dell’Ariccia (IMF), Camelia Minoiu (IMF), and Lev Ratnovski (IMF)
Discussant: Jean-Edouard Colliard (HEC Paris)

15.00-16.00

Expected Term Structures
Presenting author: Paul Whelan (Copenhagen Business School)
Co-authors: Andrea Buraschi (Imperial College), and Ilaria Piatti (Oxford University)
Discussant: Anna Cieslak (Duke University)

Pockets of Poverty: The Long-Term Effects of Redlining
Presenting author: Ian Appel (Boston College)
Co-author: Jordan Nickerson (Boston College)
Discussant: Vicente Cuñat (London School of Economics)

16.00-16.30  Coffee, entrance hall S building
Joint Asset Pricing and Corporate Finance Session
Pierre Bellon Amphitheatre

Chair: Bernard Dumas (INSEAD)

16.30-17.30

Asset Insulators

Presenting author: Andra Ghent (University of Wisconsin-Madison)
Co-authors: Gabriel Chodorow-Reich (Harvard University) and Valentin Haddad (Princeton University)

Discussant: Matthias Efing (HEC Paris)

17.30-18.30

Import Competition and Household Debt

Presenting author: Jean-Noël Barrot (MIT)
Co-authors: Erik Loualiche (MIT), Matthew Plosser (New York Fed), and Julien Sauvagnat (Bocconi University)

Discussant: Jim Goldman (University of Toronto)

18.45 & 19.15 Buses from campus entrance to “Le Château”

19.30-22.30 Dinner, “Le Château”
# Saturday 18 March

**8.00-8.30  Coffee, entrance hall S building**

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**Session 4: Asset Prices and the Macroeconomy**  
Chair: Hugues Langlois (HEC Paris)

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<td>08.30-09.30</td>
<td><strong>Deflation, Sticky Leverage and Asset Prices</strong></td>
<td>Alexandre Jeanneret (HEC Montreal)</td>
<td>Harjoat Bhamra (Imperial College London), Christian Dorion (HEC Montreal), and Michael Weber (University of Chicago)</td>
<td>Pierre Collin-Dufresne (Swiss Finance Institute)</td>
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<td>09.30-10.30</td>
<td><strong>Currency Manipulation</strong></td>
<td>Tarek Hassan (University of Chicago)</td>
<td>Thomas Mertens (San Francisco Fed) and Tony Zhang (University of Chicago)</td>
<td>Adrien Verdelhan (MIT)</td>
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<td>10.30-11.00</td>
<td><strong>The Effect of Superstar Firms on College Major Choice</strong></td>
<td>Darwin Choi (Chinese University of Hong Kong)</td>
<td>Dong Lou (London School of Economics) and Abhiroop Mukherjee (HKUST)</td>
<td>Daniel Metzger (Stockholm School of Economics)</td>
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**Session 4: Labor and Finance**  
Chair: Ludovic Phalippou (University of Oxford)

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<td>08.30-09.30</td>
<td><strong>Insurance Between Firms: The Role of Internal Labor Markets</strong></td>
<td>Giacinta Cestone (City University London)</td>
<td>Chiara Fumagalli (Bocconi University), Francis Kramarz (CREST), and Giovanni Pica (University of Milan)</td>
<td>Dirk Jenter (London School of Economics)</td>
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Session 5: Behaviour and Asset Prices
Chair: Kim Peijnenburg (HEC Paris)

11.00-12.00

Horizon-Dependent Risk Aversion and the Timing and Pricing of Uncertainty
Presenting author: Marianne Andries (Toulouse School of Economics)
Co-authors: Thomas Eisenbach (New York Fed) and Martin Schmalz (University of Michigan)
Discussant: Savitar Sundaresan (Imperial College London)

11.00-12.00

Talent in Distressed Firms: Investigating the Labor Costs of Financial Distress
Presenting author: Vikrant Vig (London Business School)
Co-authors: Ramin Baghai (Stockholm School of Economics), Rui Silva (London Business School), and Viktor Thell (Stockholm School of Economics)
Discussant: Ashwini Agrawal (London School of Economics)

12.00-13.00

Risk Preferences and The Macro Announcement Premium
Presenting author: Hengjie Ai (University of Minnesota)
Co-author: Ravi Bansal (Duke University)
Discussant: Mungo Wilson (University of Oxford)

12.00-13.00

Bankruptcy Spillovers
Presenting author: Xavier Giroud (MIT)
Co-author: Shai Bernstein (Stanford University), Emanuele Colonnelli (Stanford University), and Benjamin Iverson (Northwestern University)
Discussant: Johan Hombert (HEC Paris)

13.00  Lunch, cafeteria S building