

# SESSIONS

Thursday, 17th November

8:15-9:00 Reception and Registration

9:00-11:30 Parallel sessions (J1)

- **J1A - Equity pricing and firm valuation**, *Chairman*: Jacinto Marabel (BBVA and IAES – Universidad de Alcalá)

## **Pricing digital outperformance options with uncertain correlation**

Jacinto Marabel (BBVA and IAES – Universidad de Alcalá)

Carolina Manzano (Universitat Rovira i Virgili)

## **Fair value accounting and firm valuation**

Mary Barth (Stanford Business School), Javier Gómez Biscarri (Universitat Pompeu Fabra) and German López Espinosa (University of Navarra)

Discussant: Mercedes Alda (University of Zaragoza)

## **Effect of positive screens on financial performance: Evidence from ethical mutual fund industry**

Luis Ferruz (University of Zaragoza), Fernando Muñoz (Centro Universitario de la Defensa de Zaragoza) and Ruth Vicente (University of Zaragoza)

Discussant: Eduardo Maqui (Universidad de Granada)

## **Perverse timing or biased coefficients?**

Mercedes Alda (University of Zaragoza), Luis Ferruz (University of Zaragoza) and Maria Vargas (University of Zaragoza)

Discussant: Miguel Antón (London School of Economics)

- **J1B – Liquidity, investment and trading**, *Chairman*: Eric Duca (CUNEF)

## **Liquidity shocks, roll-over risk, and debt maturity**

Anatoli Segura Velez (CEMFI) and Javier Suarez (CEMFI)

Discussant: Vicent Fardeau (London School of Economics)

## **Portfolio choice with indivisible and illiquid housing assets: the case of Spain**

María Rodríguez Moreno (Universidad Carlos III de Madrid), Sergio Mayordomo (Comisión Nacional del Mercado de Valores) and Juan Ignacio Peña (Universidad Carlos III de Madrid)

Discussant: Anatoli Segura Velez (CEMFI)

### **Revisiting the Stealth Trading Hypothesis**

David Abad (Universidad de Alicante) and Roberto Pascual (Universidad de las Islas Baleares)

Discussant: María Rodríguez Moreno (Universidad Carlos III de Madrid)

### **Strategic arbitrage with Entry**

Vincent Fardeau (London School of Economics)

Discussant: Eric Duca (CUNEF)

- **J1C - Credit Default Swaps**, *Chairman*: Rodolfo Campos (IESE Business School)

### **Are all credit default swaps databases equal?**

Sergio Mayordomo (Comisión Nacional del Mercado de Valores), Juan Ignacio Peña (Universidad Carlos III) and Eduardo Schwartz (UCLA).

Discussant: Rodolfo Campos (IESE Business School)

### **Do sovereign CDS and Bond Markets Share the same information to price credit risk? An empirical application to the European Monetary Union case**

Oscar Arce (Spanish Securities and Exchange Commission), Sergio Mayordomo (Comisión Nacional del Mercado de Valores) and Juan Ignacio Peña (Universidad Carlos III)

Discussant: Francisco Rodríguez (Universidad de Granada)

### **How we can interpret sovereign CDS spreads during the crisis? A dynamic factor model approach**

Carmen Broto (Banco de España), Gabriel Pérez-Quirós (Bank of Spain) and Szabolcs Sebestyén (Universidad Europea de Madrid)

Discussant: Antonio Díaz (Universidad de Castilla-La Mancha)

### **Time of broken promises: Financial fragility vs. securitization**

Rodolfo Campos (IESE Business School) and Gonzalo Islas (Universidad Adolfo Ibáñez)

Discussant: Alfredo Martin Oliver (Universitat Illes Balears)

- **J1D - Corporate risk and bankruptcy**, *Chairman:* José Correia (Universidad Carlos III de Madrid)

**The birth and dead of a firm: An analysis of stakeholder management using real option analysis**

José Correia (Universidad Carlos III de Madrid)

Discussant: Wan-Chien Chiu (Carlos III University)

**On the role of the industry's structural constraints and the timing of accounting reports in bankruptcy prediction**

Wan-Chien Chiu (Carlos III University), Juan Ignacio Peña (Universidad Carlos III), and Chih-Wei Wang (Universidad Carlos III)

Discussant: Luca Del Viva (ESADE Business School)

**El riesgo de insolvencia. ¿El factor oculto en la explicación del momentum? Algunos resultados empíricos**

Isabel Abínzano (Universidad Pública de Navarra), Luis Muga (Universidad Pública de Navarra) and Rafael Santamaría (Universidad Pública de Navarra)

Discussant: José Barrutia (Universidad del País Vasco)

**Predictors of mortgage loan spreads: From credit risk to consumer expertise**

José Barrutia (Universidad del País Vasco) and Mari Paz Espinosa (Universidad del País Vasco)

Discussant: José Correia (Universidad Carlos III de Madrid)

11:30-12:00 Coffee Break

12:00-13:30 Parallel sessions (J2)

- **J2A – Topics in international finance**, *Chairman:* Ignacio Moreno (Universidad Pablo Olavide)

**Does institutional ownership matter for international stock return comovement?**

Jose Faias (Catolica Lisbon School of Business and Economics), Miguel Ferreira (NOVA School of Business and Economics), Pedro Santa-Clara (Universidade Nova Lisboa) and Pedro Matos (USC Marshall School of Business)

Discussant: Ignacio Moreno (Universidad Pablo Olavide)

**Credit cycles: evidence based on a non linear model for developed countries**

Rebeca Anguren (Bank of Spain)

Discussant: Jose Faias (Catolica Lisbon School of Business and Economics)

**The effect of contract type on insurance fraud**

Ignacio Moreno (Universidad Pablo Olavide), Francisco Vazquez (Universidad Autónoma de Madrid) and Richard Watt (University of Canterbury)

Discussant: Marta Serra García (University of Munich)

- **J2B - Topics on risk management**, *Chairman*: Gonzalo Rubio (Universidad Cardenal Herrera CEU)

**The effects of systematic risk on the allocation between value and growth portfolios**

Gabriel Penagos (Universidad Cardenal Herrera) and Gonzalo Rubio (Universidad Cardenal Herrera CEU)

Discussant: Santiago Forte (ESADE Business School)

**A practical approach to the estimation of structural credit risk models with constant default barriers: The MM algorithm**

Santiago Forte (ESADE Business School) and Lidija Lovreta (CUNEF)

Discussant: Stefano Puddu (University of Neuchatel and HEC Lausanne)

**Too TAF towards the risk**

Stefano Puddu (University of Neuchatel and HEC Lausanne) and Andreas Walchli (HEC Lausanne and Study Center Gerzenseeand)

Discussant: Gabriel Penagos (Universidad Cardenal Herrera)

- **J2C - Commodities and derivatives I**, *Chairman*: Jos van Bommel (University of Luxembourg)

**The emergence of biofuels and the co-movements between crude oil and agricultural futures**

Francisco Peñaranda (Pompeu Fabra), Augusto Ruperez Micola (Pompeu Fabra)

Discussant: Jos van Bommel (University of Luxembourg)

**Using Monte Carlo to price continuously monitored barriers options on discontinuously traded underlyings**

Jos van Bommel (University of Luxembourg)

Discussant: Mara Madaleno (Universidade Aveiro)

## **Exponential Lévy models to study electricity options on futures implied volatility**

Mara Madaleno (Universidade Aveiro) and Carlos Pinho Universidade Aveiro)

Discussant: Augusto Ruperez Micola (Pompeu Fabra)

- **J2D - Corporate finance**, *Chairman*: Gregory Udell (Indiana University)

### **Cash flow driven covariations**

Miguel Antón (London School of Economics)

Discussant: Miret Padovani (University of Geneva)

### **The determinants of banks' lobbying activities**

Miret Padovani (University of Geneva)

Discussant: Juliette Milgram (Universidad de Granada)

### **The optimal degree of conservativeness of an independent bank**

Montserrat Ferre (Universitat Rovira i Virgili) and Carolina Manzano (Universitat Rovira i Virgili)

Discussant: Ángel León (Universidad de Alicante)

### **Firms as liquidity providers: Evidence from the 2007-2008 financial crisis**

Emilia Garcia-Appendini (Bocconi University) and Judit Montoriol-Garriga (Universitat Autònoma de Barcelona)

Discussant: Gregory Udell (Indiana University)

13:30-15:00 Lunch

15:00-16:30 Parallel sessions (J3)

- **J3A - Equity trading and risk**, *Chairman*: David Abad (Universidad de Alicante)

### **Where is the value in high frequency trading?**

Alvaro Cartea (Universidad Carlos III), and José Penalva (Universidad Carlos III)

Discussant: Jacinto Marabel (BBVA and IAES -University of Alcalá)

### **Seasoned equity offerings and the cost of market timing**

Eric Duca (CUNEF)

Discussant: Juliana Malagón (Universidad Carlos III)

### **Time horizon trading and the idiosyncratic risk puzzle**

Juliana Malagón (Universidad Carlos III), David Moreno (Universidad Carlos III) and Rosa Rodríguez (Universidad Carlos III)

Discussant: David Abad (Universidad de Alicante)

- **J3B - Financial crisis and debt**, *Chairman* Robert Vermeulen (De Nederlandche Bank)

### **Housing prices in supply constrained markets**

Narayan Bulusu (IESE Business School), Jefferson Duarte (Rice University) and Carles Vergara-Alert (IESE Business School)

Discussant: Robert Vermeulen (De Nederlandche Bank)

### **Debt enforcement and relational contracting**

Martin Brown (University of St. Gallen) and Marta Serra García (University of Munich)

Discussant: José Manuel Mansilla (University of Granada)

### **The 2007-2010 financial crisis: Credit supply or demand effects?**

Robert Vermeulen (De Nederlandche Bank) and Theoharry Grammatikos (University of Luxembourg)

Discussant: Carles Vergara-Alert (IESE Business School)

### **Dynamic factors and the predictability of consumption growth**

Olga Klinkowska (University of Aberdeen)

Discussant: Ana I. Moro (Universidad de Granada)

- **J3C - Sovereign debt markets and yield curves**, *Chairman:* Antonio Díaz (Universidad de Castilla La Mancha)

### **Global yield curves**

Mirko Abbritti (Universidad de Navarra), Antonio Moreno (Universidad de Navarra) and Sergio Sola (Graduate Institute)

Discussant: Carmen Broto (Banco de España)

### **Discrepancies in the underlying zero coupon yield curve**

Antonio Díaz (Universidad de Castilla-La Mancha), Francisco Jareño (Universidad de Castilla-La Mancha) and Eliseo Navarro (Universidad de Castilla-La Mancha)

Discussant: Marta Gómez-Puig (University of Barcelona)

**Time varying integration in European Government bond markets**

Marta Gómez Puig (University of Barcelona), Helena Chulia (Universitat de Barcelona) and Pilar Abad (University Rey Juan Carlos)

Discussant: Luis Pedauga (Universidad de Granada)

- **J3D - Financial Intermediation I**, *Chairman*: Francisco González (Universidad de Oviedo)

**Competition for banks' loans and deposits with an outside good**

Alfredo Martin Oliver (Universitat Illes Balears)

Discussant: Isabel Ruiz (University of Oviedo)

**Diversification in M&A decisions and shareholder valuation**

Isabel Ruiz (University of Oviedo) and Susana Menéndez Requejo (University of Oviedo)

Discussant: Henry Aray (Universidad de Granada)

**Relación entre poder de Mercado, riesgo derivado de diferenciación vertical y eficiencia productiva en la industria bancaria**

José Baños Pino (Universidad de Oviedo), Ana Lozano Vivas (Universidad de Málaga) and Ana Rodríguez Álvarez (Universidad de Oviedo)

Discussant: Alfredo Martin Oliver (Universitat Illes Balears)

16:30-17:00 Coffee Break

17:00-18:00 Keynote speaker – **Douglas Diamond (University of Chicago Booth School of Business): “Short-term Debt and Financial Regulation”**

## Friday, 18th November

8:00-9:30 Parallel sessions (V1)

- **V1A - Equity and risk**, *Chairman:* Antonio Díez de los Ríos (Bank of Canada)

**Can be overlooked the exchange rate. Inflation and domestic risk factors in international asset pricing?**

Begoña Font-Belaire (Universitat de Valencia)

Discussant: Ramiro Losada (Comisión Nacional del Mercado de Valores)

**The financial institutions incentives when they place financial assets with credit risk to retail investors.**

Ramiro Losada (Comisión Nacional del Mercado de Valores)

Discussant: Begoña Font-Belaire (Universitat de Valencia)

**Non-linear behavior in loan-loss provisioning and the compensation theory**

Marina Balboa Ramón (Universidad de Alicante), Germán López Espinosa (Universidad de Navarra) and Antonio Rubia (Universidad de Alicante)

Discussant: Antonio Díez de los Ríos (Bank of Canada)

- **V1B - Hedging and assets' return**, *Chairman:* Isabel Figuerola-Ferreti (Universidad Carlos III de Madrid)

**Measuring the hedging effectiveness of index futures contracts: Do dynamic models outperform static models? A regime-switching approach.**

Enrique Salvador (Universitat Jaume I) and Vicent Aragó Manzana (Universitat Jaume I)

Discussant: Ryan Monkerud (Universidad CEU Cardenal Herrera)

**The determinants of the correlation between individual stock and corporate bond returns**

Ryan Monkerud (Universidad CEU Cardenal Herrera), Belén Nieto (Universidad de Alicante) and Rosa Rodríguez (Univesidad Carlos III)

Discussant: Enrique Salvador (Universitat Jaume I)

**Does stock return predictability affect ESO fair value?**

Julio Carmona (University of Alicante), Ángel León (Universidad de Alicante) and Antoni Vaello-Sebastià (University of Illes Balears)

Discussant: Isabel Figuerola-Ferretti (Universidad Carlos III de Madrid)



- **V1C - Liquidity and hedging**, *Chairman*: Enrique Sentana (CEMFI)

### **The impact of liquidity on Credit Default Swap spreads**

Armen Arakelyan (Universidad Carlos III de Madrid) and Pedro Serrano (Universidad Carlos III de Madrid)

Discussant: Enrique Sentana (CEMFI)

### **A measure of liquidity risk in a sovereign debt markets**

Emma Berenguer (Universidad Pablo de Olavide), Ricardo Gimeno (Banco de España) and Juan Nave (Universidad Cardenal Herrera)

Discussant: Armen Arakelyan (Universidad Carlos III de Madrid)

### **A non parametric analysis of predictive hedge fund performance using stochastic dominance test**

José Olmo (City University London) and Marcos Sanso-Navarro (Universidad de Zaragoza)

Discussant: Luis Pedauga (Universidad de Granada)

- **V1D – Firms’ leverage**, *Chairman*: Francisco Rodríguez (Universidad de Granada)

### **Cambios en la calificación de la deuda corporativa y la liquidez de las acciones: Evidencia del mercado español**

Pilar Abad (Universidad Rey Juan Carlos), Gare Cuervo (UCLM) and María Dolores Robles (Universidad Complutense de Madrid)

Discussant: Francisco Sogorb-Mira (Universidad Cardenal Herrera CEU)

### **Adjustment costs and the realization of target leverage of Spanish public firms**

Gonzalo Rubio (Universidad Cardenal Herrera CEU) and Francisco Sogorb-Mira (Universidad Cardenal Herrera CEU)

Discussant: Luis Vicente (Universidad de Zaragoza)

### **Assessment of window dressing using fund returns and portfolio holdings**

Cristina Ortiz (Universidad de Zaragoza), Gloria Ramírez (Universidad de Zaragoza) and José Luís Sarto (Universidad de Zaragoza)

Discussant: Lucía Cuadro-Sáez (Banco de España)

9:30-10:00 Coffee break

## 10:00-11:30 Panel “Financial Regulation and Credit”

*Moderator:* Santiago Carbó (Universidad de Granada and Funcas)

*Panelists:*

Oscar Arce (CNMV)

Juan Ayuso (Banco de España)

Diego Rodríguez (ECB)

Gregory Udell (Indiana University)

## 11:30-13:00 Parallel sessions V2

- **V2A - Volatility and correlation**, *Chairman:* Dante Amengual (CEMFI)

### **Sequential estimation of shape parameters in multivariate dynamic models**

Dante Amengual (CEMFI), Gabriele Fiorentini (University of Florence) and Enrique Sentana (CEMFI)

Discussant: Marcos Sanso-Navarro (Universidad de Zaragoza)

### **Market based stochastic volatility models**

Dante Amengual (CEMFI)

Discussant: Olga Klinkowska (University of Aberdeen)

### **A Method to Calculate Alternative Adjustment Scenarios for Bilateral Equilibrium Exchange Rates**

Enrique Alberola (Banco de España) and Lucía Cuadro-Sáez (Banco de España)

Discussant: Dante Amengual (CEMFI)

- **V2B - Systemic risk and herding behavior**, *Chairman:* Antonio Rubia (Universidad de Alicante)

### **An international dynamic term structure model with economic restrictions and unspanned risk**

Gregory Bauer (Bank of Canada) and Antonio Díez de los Ríos (Bank of Canada)

Discussant: Antonio Rubia (Universidad de Alicante)

### **Wholesale Funding and systemic risk in global banking**

Antonio Rubia (Universidad de Alicante), Antonio Moreno (Universidad de Navarra), Germán López-Espinosa (Universidad de Navarra) and Laura Valderrama (Fondo Monetario Internacional)

Discussant: José Penalva (Universidad Carlos III)

### **Crisis, herding, and volatility**

Natividad Blasco de las Heras (University of Zaragoza), Pedro Corredor (Public University of Navarra) and Sandra Ferreruela (University of Zaragoza)

Discussant: Luis Muga (Universidad Pública de Navarra)

- **V2C - Commodities and derivatives II**, *Chairman*: Alfredo Ibañez (ESADE Business School)

### **Price and volatility dynamics between gas natural and electricity markets: some evidence for Spain**

Dolores Furió (Universidad de Valencia) and Helena Chulia (Universitat de Barcelona)

Discussant: Alfredo Ibañez (ESADE Business School)

### **One factor based exercise strategies for American options in multi-factors models**

Alfredo Ibañez (ESADE Business School) and Carlos Velasco (Universidad Carlos III de Madrid)

Discussant: Dolores Furió (Universidad de Valencia)

### **VIX option pricing in a continuous time GARCH model**

Isabel Figuerola-Ferretti (Universidad Carlos III de Madrid), Alfredo Ibañez (ESADE) and Ioannis Paraskevopoulos (Bankia)

Discussant: Alberto Bueno-Guerrero (IES Jiménez de Quesada)

- **V2D - Financial intermediation II**, *Chairman*: Joaquín Maudos (Universidad de Valencia)

### **Competencia bancaria y estabilidad financiera: la importancia del tamaño**

Juan Fernández de Guevara (Universidad de Valencia) and Joaquín Maudos (Universidad de Valencia)

Discussant: Elena Cubillas (University of Oviedo)

### **Financial liberalization and moral hazard in banking: the role of bank competition, capital requirements and supervision**

Elena Cubillas (University of Oviedo) and Francisco González (University of Oviedo)

Discussant: Eduardo Maqui (Universidad de Granada)

**Measuring market power using a Stochastic Conjectural Variation approach: an application for bank mergers in Spain**

Santiago Carbó-Valverde (University of Granada and Federal Reserve Bank of Chicago), Luis Enrique Pedraza (Universidad de Granada)

Discussant: Rebeca Anguren (Banco de España)

**"Cooperative and Savings Banks in Europe: Nature, Challenges and Perspectives"**

Rebeca Anguren (Banco de España) y Jose Manuel Sevillano (Bank of England)

Discussant: Juan Fernández de Guevara (Universidad de Valencia)

13:00-14:30 Lunch

14:30-15:30 Keynote speaker – **Anthony Saunders (Stern School of Business, New York University): “Are banks still special?”**

15:30-17:00 Parallel sessions (V3)

- **V3A– Stock markets, investment and hedging** *Chairman:* Luis Muga (Universidad Pública de Navarra)

**Stochastic string models with continuous semimartingales**

Alberto Bueno-Guerrero (IES Jiménez de Quesada), Manuel Moreno (Universidad Castilla-La Mancha) and Javier F. Navas (Universidad Pablo de Olavide).

Discussant: Juan Ignacio Peña (Universidad Carlos III de Madrid)

**Corporate bond hedging and fat tailed structural model**

Luca Del Viva (ESADE Business School)

Discussant: Manuel Moreno (Universidad Castilla-La Mancha)

**The effect of US holiday on the European markets: When the cat's away...**

Jorge Casado (NordKapp), Luis Muga (Universidad Pública de Navarra) and Rafael Santamaría (Universidad Pública de Navarra)

Discussant: Nuno Silva (Coimbra University)

**Consuming durable goods when stock markets jump: a strategic asset allocation approach**

J. Amaro de Matos (Coimbra University) and Nuno Silva (Coimbra University)

Discussant: Luis Muga (Universidad Pública de Navarra)

- **V3B - Monetary policy and lending channels**, *Chairman*: Ernesto Villanueva (Banco de España)

**Banking crises and the lending channel: International evidence from industrial firms**

Ana I. Fernández (University of Oviedo), Francisco González (University of Oviedo), and Nuria Suárez (Universidad Pública de Navarra)

Discussant: Joaquín Maudos (Universidad de Valencia)

**Monetary policy, implicit interest rates, and relative net trade credit**

Santiago Carbó Valverde (University of Granada), José Manuel Mansilla Fernández (University of Granada) and Francisco Rodríguez Fernández (University of Granada)

Discussant: Ernesto Villanueva (Bank of Spain)

**Monetary policy effect on firm's default risk**

David Martínez Miera (Universidad Carlos III), Jonatan Groba (Universidad Carlos III) and Pedro Serrano (Universidad Carlos III)

Discussant: Nuria Suárez (University of Oviedo)

**The recent slowdown of bank lending in Spain: Are supply-side factors relevant?**

Ignacio Hernando (Banco de España) and Ernesto Villanueva (Bank of Spain)

Discussant: Jonatan Groba (Universidad Carlos III)

- **V3C - Regulation, supervision and ratings**, *Chairman*: Santiago Carbó (Universidad de Granada)

**Bank lending standards abroad: Does home-country regulations and supervision matters?**

Gregory Udell (Indiana University), Steven Ongena (Tilburgh University) and Alexander Popov (European Central Bank)

Discussant: Santiago Carbó (Universidad de Granada)

**El empeoramiento de los ratings tras la crisis subprime: Cambio en el comportamiento de las agencias de rating vs empeoramiento de la solvencia**

Carlos Salvador (Universidad de Valencia), José Pastor (Universidad de Valencia e IVIE) and Juan Fernández de Guevara (Universidad de Valencia)

Discussant: Isabel Argimón (Banco de España)

**Does the intensity of prudential regulation affect banks? Evidence from the 2007-2009 crises**

Isabel Argimón (Banco de España)

Discussant: Carlos Salvador (Universidad de Valencia)

**The real effects of bank branch deregulation at various stages of economic development: The European experience**

José Pastor (Universidad de Valencia), Emili Tortosa-Ausina (Universitat Jaume I) and Lorenzo Serrano (Universidad de Valencia)

Discussant: Judit Montoriol (Universidad Autónoma de Barcelona)

- **V3D - Topics on corporate governance**, *Chairman*: Josep Tribó (Universidad Carlos III de Madrid)

**Fair Value Accounting, Earnings Management and the use of Available-for-Sale Instruments by Bank Managers**

Mary Barth (Stanford Business School), Javier Gómez Biscarri (Universitat Pompeu Fabra) and German López Espinosa (Universidad de Navarra)

Discussant: Ricardo Gimeno (Banco de España)

**Managerial incentives and strategic use of information**

María Gutiérrez (Universidad Carlos III de Madrid), Nino Papiashvili (Universidad Carlos III de Madrid) and Josep Tribó (Universidad Carlos III de Madrid)

Discussant: Javier Gómez Biscarri (Universitat Pompeu Fabra)

**The role of segment disclosure in corporate governance and its effects on firm investment efficiency**

Belén Blanco (Universidad de Navarra), Juan Manuel García Lara (Universidad Carlos III de Madrid) and Josep Tribó (Universidad Carlos III de Madrid)

Discussant: Francisco González (Universidad de Oviedo)

17:00-17:30 Coffee Break

17:30-18:30 Keynote speaker – **Rafael Repullo (CEMFI): “The Procyclical Effects of Bank Capital Regulation”**