



September 20-21, 2007 • L. William Seidman Center • Arlington, Virginia

Thursday, September 20, 2007

7:30-8:00 -- Registration & Continental Breakfast --

8:00 Opening Remarks

8:00-9:00 *FDIC-JFSR Guest Address: Liquidity Risk: An Overview*
Francis A. Longstaff, Allstate Professor of Insurance and Finance,
Anderson School of Management, UCLA

9:00-10:30 **Asset Prices and Liquidity**
Session Chair and Discussant: **Mark Loewenstein**, University of Maryland

Intermediated Asset Prices
Zhiguo He, Northwestern University
Arvind Krishnamurthy, Northwestern University

Market Liquidity, Asset Prices, and Welfare
Jennifer Huang, McCombs School of Business, University of Texas at Austin
Jiang Wang, MIT Sloan School of Management

10:30-11:00 -- Coffee Break --

11:00-12:30 **Equity Markets**
Session Chair and Discussant: **Richard Evans**, Darden School of Business, University of
Virginia

Payoff Complementarities and Financial Fragility: Evidence from Mutual Fund Outflows
Qi Chen, Fuqua School of Business, Duke University
Itay Goldstein, Wharton School, University of Pennsylvania
Wei Jiang, Graduate School of Business, Columbia University

Convertible Bond Arbitrage, Liquidity Externalities and Stock Prices
Heather Tookes, Yale School of Management
Darwin Choi, Yale School of Management
Mila Getmansky, University of Massachusetts at Amherst

12:30-1:30 -- Lunch --

Thursday, September 20, 2007 (continued)

- 1:30-3:00 **Panel Session: Current Issues**
Charles Calomiris, Columbia Business School, Columbia University
Albert (Pete) Kyle, Robert H. Smith School of Business, University of Maryland
Chester Spatt, Tepper School of Business, Carnegie Mellon University
- 3:00-3:30 -- Coffee Break --
- 3:30-5:45 **Liquidity Issues**
Session Chair and Discussant: **George Pennacchi**, College of Business, University of Illinois
- Liquidity Effects in Options Markets: Premium or Discount?*
Prachi Deuskar, College of Business, University of Illinois at Urbana-Champaign
Anurag Gupta, Weatherhead School of Management, Case Western Reserve University
Marti G Subrahmanyam, Stern School of Business, New York University
- Run Lengths and Liquidity*
Sanjiv R. Das, Santa Clara University
Paul Hanouna, Villanova University
- Are Extreme Negative Liquidity Shocks in the US Equity and Treasury Notes Markets Contagious?*
Kuan-Hui Lee, Rutgers Business School
Christof W. Stahel, School of Management, George Mason University
- 5:45-7:15 -- Reception --

Friday, September 21, 2007

8:00-8:30 -- Continental Breakfast --

8:30-10:00 **Issues in Bank Liquidity**

Session Chair and Discussant: **Craig Furfine**, Northwestern University

Bank Liquidity Creation

Allen N. Berger, Federal Reserve Board

Christa H.S. Bouwman, Weatherhead School of Management, Case Western Reserve University

Precautionary Reserves and the Interbank Market

Adam Ashcraft, Federal Reserve Bank of New York

Jamie McAndrews, Federal Reserve Bank of New York

David Skeie, Federal Reserve Bank of New York

10:00-10:30 -- Coffee Break --

10:30-12:45 **Issues in Bank Lending**

Session Chair and Discussant: **Bob DeYoung**, University of Kansas

The Effect of Banking Relationships on the Future of Financially Distressed Firms

Claire M. Rosenfeld, Federal Deposit Insurance Corporation

Rules versus Discretion in Loan Rate Setting

Geraldo Cerqueiro, Department of Finance, CentER - Tilburg University

Hans Degryse, Department of Finance, CentER - Tilburg University

Steven Ongena, Department of Finance, CentER - Tilburg University

The Impact of Information Asymmetry on Debt Pricing and Maturity

Regina Wittenberg-Moerman, Wharton School, University of Pennsylvania

-- Adjournment and/or Light Lunch --