Second ITAM Finance Conference
Mexico City

P R O G R A M

ITAM Santa Teresa
Mexico City, Mexico
June 7-8, 2013

Instituto Tecnológico Autónomo de México - ITAM,
and Fundación de Estudios Financieros - FUNDEF

www.itamfin.com

Organized by Guillermo Zamarripa, Pablo Galván,
Alex Horenstein and Aurelio Vásquez

Day One: Friday, June 7, 2013

8:00-8:30 Registration at ITAM Santa Teresa

8:30-9:30 **Breakfast and Welcome**

Friday Morning Session 1: Asset Pricing – 9:30-10:45

Measuring the "Dark Matter" in Asset Pricing Models
Authors: Hui Chen, Winston Wei Dou and Leonid Kogan
Presenter: Hui Chen, MIT (Slides)
Discussant: Fernando Zapatero, U. of Southern California (Slides)

Asset Pricing in the Frequency Domain: Theory and Empirics
Authors: Ian Dew-Becker and Stefano Giglio
Presenter: Ian Dew-Becker, Federal Reserve Bank of San Francisco (Slides)
Discussant: Jaroslav Borovička, NYU (Slides)

10:45-11:15 COFFEE BREAK

Friday Morning Session 2: Realized Volatility – 11:15-12:30

Uncovering Novel Features of Equity-Index Return Dynamics via Corridor Implied Volatility
Authors: Torben G. Andersen, Oleg Bondarenko and María T. González-Pérez
Presenter: Torben G. Andersen, Northwestern University (Slides)
Discussant: Dmitriy Muravyev, Boston College (Slides)

Does Anything Beat 5-Minute RV? A Comparison of Realized Measures Across Multiple Asset Classes
Authors: Lily Liu, Andrew J. Patton and Kevin Sheppard
Presenter: Andrew J. Patton, Duke University (Slides)
Discussant: Aurelio Vasquez, ITAM (Slides)

12:30-14:00
LUNCH
Keynote Address: Fernando Zapatero, University of Southern California

Friday Afternoon Session 1: Credit – 14:00-15:15

Liquidity Risk in Credit Default Swap Markets
Authors: Benjamin Junge and Anders B. Trolle
Presenter: Anders B. Trolle, Swiss Finance Institute and EPFL (Slides)
Discussant: Hitesh Doshi, University of Houston (Slides)

A Revisit to the Equity-Credit Market Integration Anomaly
Authors: Jing-Zhi Huang and Zhan Shi
Presenter: Jing-Zhi Huang, Penn State University (Slides)
Discussant: Nikunj Kapadia, University of Massachusetts (Slides)

15:15-15:45 COFFEE BREAK

Friday Afternoon Session 2: Fixed Income – 15:45-17:00

Insolvency Resolution and the Missing High Yield Bond Markets
Author: Bo Becker and Jens Josephson
Presenter: Bo Becker, Harvard Business School and NBER (Slides)
Discussant: Jan Ericsson, McGill University (Slides)

Do Dollar-Denominated Emerging Market Corporate Bonds Insure FX Risk?
Authors: Stefanos Delikouras, Robert F. Dittmar and Haitao Li
Presenter: Robert F. Dittmar, University of Michigan (Slides)
Discussant: Bo Becker, Harvard Business School and NBER (Slides)

7:15
DINNER COCTAIL

Day Two: Saturday, June 8, 2013

8:30-9:30 Breakfast

Saturday Morning Session 1: **Asset Pricing 2 – 9:30-10:45**

Probability Weighting Functions, Tail Events, and Volatility Risks: Evidence from S&P 500 and VIX Option Prices

Authors: Fousseni Chabi-Yo and Zhaogang Song
Presenter: Fousseni Chabi-Yo, Ohio State University (Slides)
Discussant: Chayawat Ornthanalai, University of Toronto (Slides)

Return Predictability Under the Alternative

Authors: Marco Rossi and Tim Simin
Presenter: Marco Rossi, University of Notre Dame (Slides)
Discussant: Diego Amaya, UQAM (Slides)

10:45-11:15 COFFEE BREAK

Saturday Morning Session 2: **Behavioral Finance – 11:15-12:30**

Political Sentiment and Predictable Returns

Authors: Jawad M. Addoum and Alok Kumar
Presenter: Jawad M. Addoum, University of Miami (Slides)
Discussant: Kevin P. Crotty, Rice University (Slides)

Worrying About the Stock Market: Evidence from Hospital Admissions

Authors: Joseph Engelberg and Christopher A. Parsons
Presenter: Christopher A. Parsons, University of California at San Diego (Slides)
Discussant: Johan Sulaeman, Southern Methodist University (Slides)

12:30
LUNCH

14:00-19:00
Visit to the National Museum of Anthropology

CONFERENCE FEES and REGISTRATION

(NB: Hotel fees are separate – see below)

Practitioners:

Early birds until May 19th: MXN$4,000 or USD$333

After May 20th: MXN$4,800 or USD$400

Professors*:

Early birds until May 19th: MXN$2,000 or USD$167

After May 20th: MXN$2,400 or USD$200

Students**: MXN$1,100 or USD$92

*ITAM professors get a MXN$250 discount

**ITAM students get a MXN$100 discount

Spaces are limited. For conference registration, please contact Aurelio Vasquez at 52 (55) 5628-4000 ext. 6518 (aurelio.vasquez@itam.mx).

ACCOMMODATION

Conference participants are eligible for discounted hotel rates (MXN$1,276.00 or about US$120.00 per day) from Thursday June 6 to Sunday June 9, 2013 at the conference hotel, Camino Real Pedregal, within a short walking distance of the ITAM campus.

For more information about the hotel, please visit Hotel Camino Real Pedregal

Hotel Camino Real Pedregal
Periférico Sur No. 3647
Col. Héroes de Padierna
México D.F. 10700

The conference will take place at ITAM, campus Santa Teresa that is located within walking distance from the hotel at

Av. Camino a Santa Teresa No. 930
Col. Héroes de Padierna
México D.F. 10700

As part of the conference, we will be visiting the National Museum of Anthropology on the afternoon of Saturday June 8, 2013.

Index of Participants

1) Jawad M. Addoum, University of Miami
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12) Jan Ericsson, McGill University
13) Jing-Zhi Huang, Penn State University
14) Nikunj Kapadia, University of Massachusetts
15) Dmitriy Muravyev, Boston College
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22) Aurelio Vasquez, ITAM
23) Fernando Zapatero, University of Southern California

Index of Institutions

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4) Harvard Business School and
5) ITAM
6) McGill University
7) MIT
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17) University of Houston
18) University of Massachusetts
19) University of Miami
20) University of Michigan
21) University of Notre Dame
22) University of Southern California
23) University of Toronto
24) UQAM

Program Committee

Tarun Chordia, Emory University

Peter Christoffersen, University of Toronto

Kris Jacobs, University of Houston

Fernando Zapatero, University of Southern California

Organizing Committee

Guillermo Zamarripa Escamilla, Fundación de Estudios Financieros

Pablo Galván, Instituto Tecnológico Autónomo de México

Alex Horenstein, Instituto Tecnológico Autónomo de México

Aurelio Vásquez, Instituto Tecnológico Autónomo de México