20th Australasian Finance & Banking Conference 2007
Sydney, New South Wales, Australia

Day 1
Wednesday 12th December, 2007

Session 1
1:45pm – 3:15pm
Date: Wednesday, 12th December 2007
Room: Cambridge IV
Time: 1:45pm - 3:15pm

**Session Title: Capital Markets 1**

Isaac K. Otchere - Carleton University and Andre F. Gygax - University of Melbourne
Do Index Effects Reflect Idiosyncratic or Industry Effects? A Re-Examination of the Winners and Losers of S&P 500 Index Addition

Ralph Bluethgen - International University Schloß Reichartshausen and Andreas Hackethal - International University Schloß Reichartshausen
There is No Place Like Home: A Spatial Analysis of Investor Choice of Stock Exchange

Teng-Hao Huang - National Central University at Taiwan and Yaw-Huei Wang - National Taiwan University
The Volatility and Density Prediction Performance of Alternative GARCH Models

Gavin Smith – University of New South Wales and Peter L. Swan – University of New South Wales
The Incentive to 'Bet the Farm': CEO Compensation and Major Investments

**Chair Person:** Juan Yao, University of Sydney
Session Title: Corporate Governance 1

(Michael) Hui Li - University of Melbourne
Investor Sentiment, Corporate Investment, and Institutional Ownership

Mark Laurence von Humphery - The University of New South Wales and Ronan Powell - The University of New South Wales
Anti-Takeover Provisions and Takeover Returns

Richard A. Heaney - RMIT University
South East Asian Corporate Board Size

Benjamin Maury - Swedish School of Economics and Business Administration and Anete Pajuste - Stockholm School of Economics
Private Benefits of Control and Dual-Class Share Unifications

Chair Person: Renee Adams, Stockholm School of Economics
Session Title: Market Microstructure 1

Srinivasan Sankaraguruswamy - National University of Singapore, Jianfeng Shen - National University of Singapore and Takeshi Yamada - National University of Singapore
The Relationship Between the Information Content of Trades and Frequency of Public Information Release: The Role of Informed and Uninformed Trading

Christophe Majois - Facultes Universitaires Catholiques de Mons (FUCAM) - Department of Finance
Natural Experiments Methodology and Global Liquidity in Financial Markets

Carole Comerton-Forde - University of Sydney and Talis Janis Putnins - University of Sydney
Measuring Closing Price Manipulation

Hung Ming-Chun – National Sun Yat-Sen University and David S. Shyu - National Sun Yat-Sen University
Diverse Precision of Private Signals, Endogenous Public Signals and Transparency Policy

Chair Person: Petko Kalev, Monash University
Date: Wednesday, 12th December 2007
Room: Cambridge II
Time: 1:45pm - 3:15pm

**Session Title: Asset Pricing 1**

George Athanassakos - University of Western Ontario, Lucy F. Ackert - Kennesaw State University, Budina Naydenova - Federal Reserve Banks and Ivo Tafkov - Emory University
Understanding the Disparity in Trading Volume for U.S. Cross-Listings: The Effects of Recognition and Investment Risk Exposure

Julia Henker - The University of New South Wales and Thomas Henker - The University of New South Wales
Bubbles and Buyers: are Individual Investors the Culprits?

George Diacogiannis - University of Piraeus and David Feldman - The University of New South Wales
The CAPM Relation for Inefficient Portfolios

Rachel A.J. Campbell - University of Maastricht, James R. Lothian - Fordham University, Ronald J. Mahieu - Erasmus University Rotterdam (EUR) and Kees C.G. Koedijk - Erasmus University Rotterdam (EUR)
Irving Fisher and the UIP Puzzle: Meeting the Expectations a Century Later

**Chair Person:** Chris Deeley, Charles Sturt University
Session Title: Funds Management / Mutual Funds 1

Alexander Ljungqvist - New York University, Matthew P. Richardson - New York University and Daniel Wolfenzon - New York University
The Investment Behavior of Buyout Funds: Theory and Evidence

Alex Clarke - University of Western Australia, Grant Stewart Cullen - Murdoch University, Dominic Gasbarro - Murdoch University and Gary S. Monroe - Australian National University
Mutual Funds and Risk Gaming

Kingsley Y.L. Fong - Australian School of Business at UNSW, David R. Gallagher - Australian School of Business at UNSW, Sarah Lau - The University of New South Wales and Peter L. Swan - The University of New South Wales
Do Active Fund Managers Care about Capital Gains Tax Efficiency?

Adam Ghandar - University of Adelaide, Zbigniew Michalewicz - University of Adelaide, Martin Schmidt - SolveIT Software Pty Ltd, Thuy-Duong To - University of Adelaide and Ralf Zurbruegg - University of Adelaide
Computational Intelligence for Evolving Trading Rules

Chair Person: Jacquelyn Humphrey, University of Queensland
Date: Wednesday, 12th December 2007  
Room: Grand Ballroom II  
Time: 1:45pm - 3:15pm  

**Session Title: Quantitative Finance 1**

Irasema Alonso – Yale University and Jose Mauricio Prado - IMT Lucca Institute for Advanced Studies  
*Ambiguity Aversion, Asset Pricing, Equity Premium, and Consumption Fluctuations*

Raquel M. Gaspar - Technical University of Lisbon and Irina Slinko - Swedbank  
*On Recovery and Intensity's Correlation - A New Class of Credit Risk Models*

Paul V. Johnson - University of Manchester,  
Nick J. Sharp - University of Nottingham,  
Peter Duck - University of Manchester and  
David P. Newton - University of Nottingham  
*Enhanced Finite-Difference Techniques for Early-Exercise Options on Single and Multiple Underlyings*

Jennifer Zhu – Massey University and Roger J. J. Bowden - Victoria University of Wellington  
*Multi-Scale Variation, Path Risk and Long Term Portfolio Management*

**Chair Person:** Jose Mauricio Prado, IMT Lucca Institute for Advanced Studies
Day 1
Wednesday 12th December, 2007

Session 2
3:45pm – 5:15pm
Date: Wednesday, 12th December 2007
Room: Grand Ballroom II
Time: 3:45pm - 5:15pm

**Session Title: Banking and Financial Institutions 1**

Kurt Hess - University of Waikato, Arthur Grimes - Motu Economic and Public Policy Research Trust and Mark J. Holmes - University of Waikato

Drivers of Credit Losses in Australasian Banking

Valeriya Dinger - University of Bonn
Do Foreign-Owned Banks Affect Banking System Liquidity Risk?

Willem Oostwouder - Utrecht University
Can You Trust the Dutch (Company Law System)?

Antti Fredriksson - Turku School of Economics
The Effect of Relationship Intensity and Value on Loan Pricing

**Chair Person:** Kurt Hess, University of Waikato
Session Title: The Emerging Markets 1

Yenshan Hsu - National Central University at Taiwan and Cheng-Yi Shiu - National Central University at Taiwan
Investors' Overconfidence in Primary Markets

Sunil S. Poshakwale - Cranfield University and Chandra Thapa - Cranfield University
Foreign Investors and Global Linkages of Indian Equity Markets

Carole Comerton-Forde - University of Sydney and Juan Yao - University of Sydney
Investor Responses to Earnings Announcements - a Comparison of Chinese A and B Stock Markets

Eli M. Remolona - Bank for International Settlements (BIS), Michela Scatigna - Bank for International Settlements (BIS) and Eliza Wu - The University of New South Wales
The Dynamic Pricing of Sovereign Risk in Emerging Markets: Fundamentals and Risk Aversion

Chair Person: Sunil Poshakwale, Cranfield University
Date:       Wednesday, 12th December 2007
Room:      Cambridge
Time:      3:45pm - 5:15pm

Session Title: Corporate Finance 1

Ranchana Rajatanavin - Sripatum University and Sundar Venkatesh - Asian Institute of Technology
Current Practice of Corporate Finance in Thailand

Ed Vos - University of Waikato and Yi Shen - University of Waikato
The Happy Story Told by Small Business Capital Structure

Martin Bugeja - University of Sydney and Raymond da Silva Rosa - University of Western Australia
The Influence of Target Shareholder Taxation on Premiums and Abnormal Returns in Takeovers

Kyojik Song - Sungkyunkwan University and Young-Joo Lee - State University of New York
Why Have East Asian Firms Increased Cash Holdings so Much After the Asian Financial Crisis?

Chair Person: Sundar Venkatesh, Asian Institute of Technology
Date: Wednesday, 12th December 2007
Room: Cambridge II
Time: 3:45pm - 5:15pm

Session Title: Financial Mathematics

Lan Yi - Chinese University of Hong Kong and Duan Li - Chinese University of Hong Kong
Multi-Period Portfolio Selection with Stochastic Investment Horizon

Madhu Vij - University of Delhi
Assessing Economic, Political and Socio-Cultural Factors as Explanatory Variables of Country Risk Assessment for India

Ariful Hoque - Curtin University of Technology
Alternative Volatility Models for Pricing European Currency Options

Chris Deeley - Charles Sturt University
Mathematics of Complex Annuities

Chair Person: Gary Gang Tian, University of Wollongong
Date: Wednesday, 12th December 2007  
Room: Essex II  
Time: 3:45pm - 5:15pm  

**Session Title: Funds Management / Mutual Funds 2**

Anton Andriyashin - Humboldt University of Berlin  
**Stock Picking via Best Node Strategy for Decision Trees**

Jacquelyn Humphrey - University of Queensland, Karen L. Benson - University of Queensland and Timothy J. Brailsford - University of Queensland  
**Investors’ Appetite for Returns: Further Analysis of Aggregate Fund Flow**

Xue-Zhong He - University of Technology, Sydney and Lei Shi - University of Technology, Sydney  
**Zero-Beta CAPM with Heterogeneous Beliefs**

Stephen Andrew Easton - University of Newcastle upon Tyne (UK) and Sean Pinder - University of Melbourne  
**A Refutation of the Existence of the Other January Effect**

**Chair Person:** Grant Cullen, Murdoch University
Date: Wednesday, 12th December 2007
Room: Cambridge III
Time: 3:45pm - 5:15pm

Session Title: Market Microstructure 2

Alex Frino - University of Sydney, Dionigi Gerace - University of Sydney and Andrew Lepone - University of Sydney
Limit Order Book, Anonymity and Market Liquidity: Evidence from the Sydney Futures Exchange

Petko S. Kalev - Monash University and Huu Nhan Duong - Monash University
Order Book Slope and Price Volatility

Huu Nhan Duong - Monash University, Petko S. Kalev - Monash University and Chandrasekar Krishnamurti - Monash University
Order Aggressiveness of Institutional and Individual Investors

Alex Frino - University of Sydney, David James Johnstone - University of Sydney and Hui Zheng - University of Sydney
Information Endowment and Limit Order Placement

Chair Person: George Athanassakos, University of Western Ontario
20th Australasian Finance & Banking Conference 2007
Sydney, New South Wales, Australia

Day 2
Thursday 13\textsuperscript{th} December, 2007

Session 3
8:30am – 10:00am
Date:      Thursday, 13th December 2007
Room:    Cambridge III
Time:      8:30am - 10:00am

**Session Title: Derivative Instruments 1**

Yu-Sheng Lai - National Chiao-Tung University and Her-Jiun Sheu - National Chiao-Tung University
*Threshold Effects and Realized Hedge Ratios: Evidence from the S&P 500 and the NASDAQ 100 Markets*

Vincent Charles - University of Technology and Management Malaysia (KUTPM) and Nurani Ramaswamy Parasuraman – SDM Institute for Management Development
*Imputing Historical Volatility to Index Option Parameters - A Comparison with the Actual Index Call Prices - An Exploratory Study*

San-Lin Chung - National Taiwan University and Pai-Ta Shih - National Dong Hwa University
*Static Hedging and Pricing American Options Under General Processes*

Vikash Ramiah - RMIT University and John A. Anderson - City University London
*Successful Momentum Strategies in the Australian Warrant Market*

**Chair Person:** Nurani Parasuraman, SDM Institute for Management
Date: Thursday, 13th December 2007
Room: Essex I
Time: 8:30am - 10:00am

**Session Title: Risk and Insurance / Measures and Control**

Carol Alexander - University of Reading and
Elizabeth A. Sheedy - Macquarie University
Model-Based Stress Tests: Linking Stress Tests to VaR for Market Risk

Jorg Laitenberger - University of Hannover
Beyond the Minimum Variance Hedge

Siqiwen Li - University of Newcastle and
James Juniper - University of Newcastle
Basel II: An Example of 'Smart' Regulation

Sabur Mollah - University of Botswana
Pre and Post Crisis Pay-Out Policy Behaviour in Bangladesh

**Chair Person:** Carsten Murawski, University of Zurich
Date: Thursday, 13th December 2007
Room: Grand Ballroom II
Time: 8:30am - 10:00am

**Session Title: Financial and Economic Integration**

M. Shabri Abd. Majid - International Islamic University Malaysia, Ahamed Kameel Mydin Meera - International Islamic University Malaysia and Mohd Azmi Omar - International Islamic University Malaysia
*Interdependence of ASEAN-5 Stock Markets from the US and Japan*

Mohammad Al Shboul - James Cook University
*The Impact of the Use of Derivatives and Operational Hedging on Foreign Currency Risk Exposure*

Duy Tien Tran - University of Western Australia
*Relationship between Persistent and Erratic Volatility Factors and Trading Activity*

Yuqi Zhao, Garry Hobbes - Macquarie University and Sue Wright - Macquarie University
*Predicting Future Cash Flow from Operations: Australian Evidence*

**Chair Person:** Peter T. O'Brien, University of Western Sydney
Date: Thursday, 13th December 2007
Room: Cambridge IV
Time: 8:30am - 10:00am

**Session Title: International Finance 1**

Russell Poskitt - University of Auckland and Alastair D.E. Marsden - University of Auckland

How Mature is the AUD/NZD Market?

Jedrzej Pawel Bialkowski - Auckland University of Technology, Katrin Gottschalk - Auckland University of Technology and Tomasz Piotr Wisniewski - University of Leicester

Stock Market Volatility Around National Elections

Ersa Tri Wahyuni - Bina Nusantara University (Binus), Mardianto Jatna - Universitas Gadjah Mada and Paramita M. K. Putri - Bina Nusantara University (Binus)

Market Discipline in Indonesian Banking Sector: Has it Been Run Effectively?

Fazilah A. Samad - University of Malaya, Roselee Shah Shaharudin - University of Malaya and Guat Ha Soh – University of Malaya

Does Dividend Stability Provide a Promising Stock Return? Evidence from Bursa Malaysia

Chair Person: Jamie Alcock, University of Queensland
Date: Thursday, 13th December 2007
Room: Cambridge II
Time: 8:30am - 10:00am

Session Title: Asset Pricing 2

Evan J. McSweeney - University of Wollongong and Andrew Worthington - University of Wollongong
A Comparative Analysis of Oil as a Risk Factor in Australian Industry Stock Returns, 1980-2006

Madhu Veeraraghavan - Monash University, Mai Truc Thi Nguyen - Ho Chi Minh City Securities Trading Centre and Cameron Truong - University of Auckland
Delayed Price Discovery and Momentum Strategies: Evidence from Vietnam

Maria Debora Braga - Università della Valle d'Aosta and Francesco Paolo Natale - Università degli Studi di Milano-Bicocca
TEV Sensitivity to Views in Black-Litterman Model

Kunhong Kim - Victoria University of Wellington and Young Sik Kim - Seoul National University
Business Cycle and Asset Prices: A Computable General Equilibrium Analysis with Agency Costs and Habit Formation

Chair Person: Philip Gharghori, Monash University
Day 2
Thursday 13th December, 2007

Session 4
10:30am – 11:40am
Date: Thursday, 13th December 2007  
Room: Essex II  
Time: 10:30am - 11:40am  

**Session Title: Earnings Quality**

Patricia M. Dechow - University of California, Berkeley, Scott A. Richardson - Barclays and Richard G. Sloan - Barclays  
*The Persistence and Pricing of the Cash Component of Earnings*

Wooseok Choi - Korea University and Sungyoon Ahn - Korea University  
*The Role of Bank Monitoring in Corporate Governance: Evidence from Borrowers' Earnings Management Behavior*

Demetris Christodoulou - Christos A. Grambovas - University of Manchester and Stuart McLeay - University of Wales System  
*Differential Timeliness and Persistence in Accounting Earnings*

**Chair Person:** Shrimal Perera, Monash University
Date: Thursday, 13th December 2007
Room: Essex I
Time: 10:30am - 11:40am

Session Title: Corporate Governance 2

Z. Jun Lin - Hong Kong Baptist University and Ming Liu - University of Macau
The Determinants of Auditor Switch from the Perspective of Corporate Governance in China

Rebel A. Cole - DePaul University and Rima Turk Ariss - Lebanese American University
Legal Origin, Creditor Protection and Bank Lending: Evidence from Emerging Markets

Alper Kara – The Robert Gordon University and Yener Altunbaş - University of Wales
Does Concentrated Arranger Structure in US Syndicated Loan Markets Benefit Large Firms?

Chair Person: Rebel A. Cole, DePaul University
Date:    Thursday, 13th December 2007
Room:    Grand Ballroom II
Time:    10:30am - 11:40am

Session Title: Banking and Financial Institutions 2

Barry Williams - Bond University and
Gulasekaran Rajaguru - Bond University
The Chicken or the Egg? The Trade-Off
between Bank Non Interest Income and Net
Interest Margins

Stefano Gatti - University of Bocconi, Stefanie
Kleimeier - University of Maastricht, William L.
Megginson - University of Oklahoma and
Alessandro Steffanoni - Interbanca Structured
and Project Finance Department
Arranger Certification in Project Finance

Sotiris K. Staikouras - City University London
Stock Market Reaction to the Bank-Insurance
Interface

Chair Person: William Wilson, Massey University
Vladimir Dobias - University College Dublin (UCD)  
Entropic Calibration

Rajna Gibson - University of Zurich and Carsten Murawski - University of Zurich  
The Price of Protection: Derivatives, Default Risk, and Margining

Klaus Buhr - Massey University, Lawrence C. Rose - Massey University and Xiaoming Li - Massey University  
Lead Lag Direction and Price Discovery of the S&P/ASX 200 Share Price Index and the S&P/ASX 200 Index Options

Chair Person: John Anderson, City University London
Date: Thursday, 13th December 2007
Room: Cambridge II
Time: 10:30am - 11:40am

Session Title: Corporate Finance 2

Xiaohui Gao - University of Florida and Jay R. Ritter - University of Florida
The Marketing of Seasoned Equity Offerings

Nongnit Chancharat - University of Wollongong, Pamela Davy - University of Wollongong, Michael S. McCrae - University of Wollongong and Gary Gang Tian - University of Wollongong
Firms in Financial Distress, a Survival Model Analysis

Benjamin W. Blunck - Aarhus School of Economics and Management and Jan Bartholdy - Aarhus School of Business
What Drives Private and Public Merger Waves in Europe?

Chair Person: Balasingham Balachandran, Monash University
Suk-Joong Kim - The University of New South Wales and Do Quoc Tho Nguyen - The University of New South Wales
International Transmission of US Interest Rate News: A Case of Australian Financial Market Reactions to the Target Rate Surprises from the US Fed and the RBA

Jamie Alcock - University of Queensland and Trent A. Carmichael - University of Queensland
Nonparametric American Option Pricing

Huong Dang - University of Sydney and Graham Partington - University of Sydney
Modeling Rating Migrations

Chair Person: Richard Heaney, RMIT University
20th Australasian Finance & Banking Conference 2007
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Day 2
Thursday 13th December, 2007

Session 5
3:45pm – 5:15pm
Date: Thursday, 13th December 2007
Room: Essex II
Time: 3:45pm - 5:15pm

**Session Title: Financial Economics**

Kathleen D. Walsh - The University of New South Wales and David Tan - The University of New South Wales
The Unanticipated Monetary Policy Impact on the Australian Bank Bill Term Premium

John L. Simpson - Curtin University of Technology
Country Risk Components in Risk Adjusted Time Varying Natural Gas Price Benchmark Returns: Implications for Export Pricing with Evidence from Australia, China and the United States

Thomas Bloch - Goethe University Frankfurt and Oliver Vins - Goethe University Frankfurt
Relationship Banking - Not Only a Lending Phenomenon

Raimond Maurer - Goethe University Frankfurt, Christian Schlag - Goethe University Frankfurt and Michael Stamos - Goethe University Frankfurt
Optimal Life-Cycle Strategies in the Presence of Interest Rate and Inflation Risk

**Chair Person:** Elizabeth Sheedy, Macquarie University
Date: Thursday, 13th December 2007
Room: Cambridge III
Time: 3:45pm - 5:15pm

**Session Title: Global Financial Services 1**

T.C. Wong - Hong Kong Monetary Authority, 
C.H. Hui - Hong Kong Monetary Authority and 
C.F. Lo - Chinese University of Hong Kong 
*Ratings Versus Market-Based Measures of Default Risk of East Asian Banks*

Nis Jul Clausen - University of Southern Denmark and Karsten Engsig Sørensen - Aarhus School of Business 
*The OMX/Norex Alliance and the Building of an Integrated Nordic-Baltic Financial Market*

Michael S. Pagano – University of Otago and 
Timothy Shawn Strother – Villanova University 
*The Homeland Security Advisory System and the U.S. Stock Market: How Changes in the Threat Condition Affect Equity Returns*

Hayette Gatfaoui - Rouen School of Management 
*Credit Default Swap Spreads and U.S. Financial Market: Investigating Some Dependence Structure*

**Chair Person:** Kevin Daly, University of Western Sydney
Date:    Thursday, 13th December 2007
Room:   Cambridge IV
Time:   3:45pm - 5:15pm

**Session Title: Capital Markets 2**

Kian-Ping Lim - Monash University and Robert Darren Brooks - Monash University  
**Cross-Country Determinants of Weak-Form Stock Market Efficiency: A Preliminary Exploratory Study**

Keith Lam - University of Macau, Hang Fai Yeung - University of Macau and William MY Cheung - University of Macau  
**The Profitability of Simple Technical Trading Strategies: The Case of Hong Kong**

Jinho Jeong - Korea University  
**Effect of Macroeconomic Policy on the Stock Market in Korea**

Carole Comerton-Forde - University of Sydney and Kar Mei Tang - University of Sydney  
**The Informational Content of Broker Identifiers**

**Chair Person:** Sue Wright, Macquarie University
Date: Thursday, 13th December 2007
Room: Cambridge II
Time: 3:45pm - 5:15pm

Session Title: Asset Pricing 3

Robin Grieves - University of Otago and Steven V. Mann - University of South Carolina
The Search for Relative Value in Bonds

Jeffrey Stangl - Massey University, Ben Jacobsen - Massey University and Nuttawat Visaltanachoti - Massey University
Sector Rotation over Business-Cycles

Philip Gharghori - Monash University, Quin See - Monash University and Madhu Veeraraghavan - Monash University
Is Difference of Opinion Among Investors a Source of Risk?

Ebenezer Asem - University of Lethbridge and Gloria Yuan Tian - University of Alberta
Market Dynamics and Momentum Profits

Chair Person: Robin Grieves, University of Otago
Date: Thursday, 13th December 2007
Room: Essex I
Time: 3:45pm - 5:15pm

Session Title: Emerging Markets, Measures and Control

Martin T. Hovey - University of Southern Queensland
Leverage, Profitability and the Ownership Structures of Listed Firms in China

Nandini Chandar - Drexel University, Dilip K. Patro - Government of the United States of America and Ari Yezegel - Rutgers, The State University of New Jersey
Crises, Contagion and Cross-Listings

Wolfgang Buhler - University of Mannheim and Marcel Prokopczuk - University of Mannheim
Systemic Risk: Is the Banking Sector Special?

Wolfram J. Horneff - Goethe University Frankfurt, Raimond Maurer - Goethe University Frankfurt, Olivia S. Mitchell - University of Pennsylvania and Michael Stamos - Goethe University Frankfurt
Money in Motion: Dynamic Portfolio Choice in Retirement

Chair Person: Hua Wen, National University of Singapore
Date: Thursday, 13th December 2007
Room: Grand Ballroom II
Time: 3:45pm - 5:15pm

**Session Title: Banking and Financial Institutions 3**

Khaled Kourouche - University of Western Sydney
Efficiency of Australian Banks During the Post-Wallis Period

Toby C. Daglish - Victoria University of Wellington, Jon A. Garfinkel - University of Iowa and Jarjisu Sa-Aadu - University of Iowa
Default Risk in the U.S. Mortgage Market

William R. Wilson - Massey University, Lawrence C. Rose - Massey University and John F. Pinfold - Massey University
Provincial Values: 'Solid As.... I'd Say!'

Shrimal Perera - Monash University, Michael T. Skully - Monash University and J. Wickramanayake - Monash University
Bank Market Concentration and Interest Rates: South Asian Evidence

**Chair Person:** Valeriya Dinger, University of Bonn
Date: Friday, 14th December 2007  
Room: Cambridge IV  
Time: 8:30am - 10:00am  

**Session Title: Capital Markets 3**

Swasti Kartikaningtyas - PT Kliring Penjaminan Efek Indonesia (KPEI)  
The Role of Central Counterparty as a Risk Mitigator in Capital Market Transaction in Indonesian Law Perspective

Alun Campbell - University of Otago, I. M. Premachandra - University of Otago, Gurmeet S. Bhabra - University of Otago, Yih Pin Tang - University of Otago and John R. Watson - Monash University  
GDP, Share Prices, and Share Returns: Australian and New Zealand Evidence

Chaiporn Vithessonthi - Mahasarakham University  
Stock Market's Reaction to Proposals to Increase the Authorized Common Stock

TaeHyuk Kim - Pusan National University and Iljun Kwon - Pusan National University  
Applying Different Measures of Risk Estimation to the Korean Stock Market

**Chair Person:** Swasti Kartikaningtyas, PT Kliring Penjaminan Efek Indonesia (KPEI)
Date:     Friday, 14th December 2007  
Room:    Essex II  
Time:     8:30am - 10:00am  

Session Title: Funds Management / Mutual Funds 3  

Ramesh KVNM Kappagantula - Barclays Capital Singapore and Subhash Reddy Murthy - IT Solutions  
Estimating Risk and Hedging in Options Trading  

Russell B. Gregory-Allen - Massey University, Hany A. Shawky – State University of New York at Albany and Jeffrey Stangl - Massey University  
Quantitative Vs. Traditional Approaches in the Management of Equity Portfolios: Does it Matter How Managers Think?  

Anders Ekholm - Swedish School of Economics and Business Administration and Michael Peel - AS Suprema Securities  
What Drives Mutual Fund Performance? A Look into the Characteristics of Finnish Mutual Funds  

Lujer Santacruz - University of Southern Queensland and Peter J. Phillips - University of Southern Queensland  
Optimality of Financial Planning Clients' Strategic Asset Allocations  

Chair Person: Kingsley Fong, Australian School of Business at UNSW
Date: Friday, 14th December 2007
Room: Cambridge III
Time: 8:30am - 10:00am

Session Title: Market Microstructure 3

Wael Louhichi - Amiens School of Management & University of Perpignan
Which Orders Move Stock Prices on Euronext Paris?

Cass Cheng Po Lei - University of Macau and Rose Neng Lai - University of Macau
The Role of Liquidity in Value at Risk - The Case of Hong Kong

Balasingham Balachandran - Monash University, Chandrasekar Krishnamurti - Monash University and Berty Vidanapathirana - Monash University
The Impact of Dividend Reduction on Shareholders Wealth - Evidence from Australia

Manish Kumar - Indian Institute of Technology Madras and M. Thenmozhi - Indian Institute of Technology Madras
A Comparison of Different Hybrid ARIMA - Neural Network Models for Stock Index Return Forecasting and Trading Strategy

Chair Person: Thomas Henker, The University of New South Wales
Date: Friday, 14th December 2007  
Room: Grand Ballroom II  
Time: 8:30am - 10:00am

**Session Title: Banking and Financial Institutions 4**

Wing Hin Eugene Lok - Massey University  
and Claire D. Matthews - Massey University  
Loathing All the Way to the Bank? How Complaints, Disloyalty and Dissatisfaction are Related in the New Zealand Banking Industry

Necmi Avkiran - University of Queensland  
Distinguishing Among the Impact of Measurement Error, Exogenous Factors, and Managerial Inefficiency on Profit Efficiency of Commercial Banks in UAE

David W.L. Tripe - Massey University  
The Relative Efficiency of Banks, Taking into Account a Customer Satisfaction Rating

Kurt Dew - Griffith University  
Is Propensity to Innovate a Priced Risk in a Global Financial Institution Multifactor Pricing Model?

**Chair Person:** Claire Matthews, Massey University
Day 3
Friday 14th December, 2007
Session 7
10:30am – 11:40am
Date: Friday, 14th December 2007
Room: Cambridge III
Time: 10:30am - 11:40am

Session Title: Global Financial Services 2

Rene Fischer - International University Schloß Reichartshausen and Ralf Gerhardt - Goethe University Frankfurt
Investment Mistakes of Individual Investors and the Impact of Financial Advice

Ralph Bluethgen - International University Schloß Reichartshausen, Andreas Hackethal - International University Schloß Reichartshausen and Steffen Meyer - International University Schloß Reichartshausen
High Quality Financial Advice Wanted!

Andreas Hackethal - International University Schloß Reichartshausen and Christian Jansen - International University Schloß Reichartshausen
How to Meet Private Investors’ Advisory Needs

Chair Person: David Tripe, Massey University
Date: Friday, 14th December 2007  
Room: Essex I  
Time: 10:30am - 11:40am

**Session Title: The Emerging Markets 2**

Zaafri A. Husodo - The University of New South Wales and Thomas Henker - The University of New South Wales  
Intraday Speed of Price Adjustment in the Jakarta Stock Exchange

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Hua Wen - National University of Singapore  
Analyst and Momentum in Emerging Markets

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Yafeng Qin – Massey University  
Liquidity and Commonality in Emerging Markets

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**Chair Person:** Eliza Wu, The University of New South Wales
Date:     Friday, 14th December 2007  
Room:    Essex II  
Time:     10:30am - 11:40am  

Session Title: Finance and Funds

Rongbing Huang - Kennesaw State University  
and Jay R. Ritter - University of Florida  
Testing Theories of Capital Structure and  
Estimating the Speed of Adjustment

Ning Gong - University of Melbourne and  
Bruce D. Grundy - University of Melbourne  
Leadership Giving in Charitable Fund-Raising:  
Matching Grants or Seed Money?

Gavin Smith - Australian School of Business  
at UNSW and Peter L. Swan - The University  
of New South Wales  
Too Good to be True: Do Concentrated  
Institutional Investors Really Reduce  
Executive Compensation Whilst Raising  
Incentives?

Chair Person: Jinho Jeong, Korea University
Date: Friday, 14th December 2007
Room: Cambridge II
Time: 10:30am - 11:40am

**Session Title: International Finance 3**

Pornchai Chunhachinda - Thammasat University, Maria E. de Boyrie – New Mexico State University and Simon J. Pak - Pennsylvania State University
*Thailand Capital Flight Through Trade With the U.S. During Times of Political and Economic Instability*

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Timothy K. Chue - Hong Kong Polytechnic University
*Non-Equity Risks and Equity Home Bias*

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Stig Vinther Møller - Aarhus School of Business
*Habit Persistence: Explaining Cross Sectional Variation in Returns and Time-Varying Expected Returns*

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**Chair Person:** Gloria Tian, University of New South Wales
Date: Friday, 14th December 2007
Room: Cambridge IV
Time: 10:30am - 11:40am

Session Title: Corporate Finance 3

Thomas Poulsen - Aarhus School of Business
Private Benefits in Corporate Control
Transactions

Abe de Jong – RSM Erasmus University,
Maria Dutordoir - RSM Erasmus University
and Patrick Verwijmeren - RSM Erasmus
University
Why do convertible issuers simultaneously
repurchase stock? An arbitrage-related
explanation

Stefan Hirth - Aarhus School of Business and
Marliese Uhrig-Homburg - University of
Karlsruhe (TH)
Investment Timing, Liquidity, and Agency
Costs of Debt

Chair Person: Stephen Easton, University of Newcastle upon Tyne (UK)
Date:      Friday, 14th December 2007
Room:    Grand Ballroom II
Time:     10:30am - 11:40am

**Session Title: Banking and Financial Institutions 5**

Luuk Remmen - Radboud University
Nijmegen and Remco C.J. Zwinkels -
Radboud University Nijmegen
Does Finance Prosper Growth? A Dynamic
Panel Approach

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Thomas Kokholm - Aarhus School of
Business
On the Pricing of Traffic Light Options and
Other Correlation Derivatives

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Jan-Egbert Sturm - Swiss Federal Institute of
Technology Zurich and Barry Williams - Bond
University
Multinational Banks and Efficiency: What
Makes a Difference? An Australian Study

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**Chair Person:** Necmi Avkiran, University of Queensland
20th Australasian Finance & Banking Conference 2007
Sydney, New South Wales, Australia

Day 3
Friday 14th December, 2007

Session 8
2:00pm – 3:30pm
Date: Friday, 14th December 2007
Room: Grand Ballroom II
Time: 2:00pm - 3:30pm

**Session Title: Quantitative Finance 2**

Zudi Lu - Curtin University of Technology and
Hai Huang - Chinese Academy of Sciences (CAS)
*Estimating Value at Risk: From JP Morgan's Standard-EWMA to Skewed-EWMA Forecasting*

C.H. Hui - Hong Kong Monetary Authority,
C.F. Lo - Chinese University of Hong Kong
and T. K. Chung - Chinese University of Hong Kong
*Using First-Passage-Time Density to Assess Realignment Risk of a Target Zone*

Georgios E. Chortareas - University of Essex,
Ying Jiang - University of Essex and John Nankervis - University of Essex
*Bank of Japan Interventions, Exchange Rate Volatility, and Spillover Effects: Evidence from High Frequency Data*

David B. Colwell - The University of New South Wales and Peter T. O'Brien - University of Western Sydney
*Do Long Rates Behave Like Short Rates? Some Australian Evidence*

**Chair Person:** María E. de Boyrie, New Mexico State University
Date:     Friday, 14th December 2007
Room:    Essex I
Time:     2:00pm - 3:30pm

Session Title: Corporate Governance 3

Sian A. Owen - The University of New South Wales, Liting Shi - The University of New South Wales and Alfred Yawson - The University of New South Wales
Analyzing US Divestitures: The Impact of Corporate Governance

Steven Yan-Leung Cheung - City University of Hong Kong, J. Thomas Connelly - Chulalongkorn University, Piman Limpaphayom - Chulalongkorn University and Ping Jiang - City University of Hong Kong
Corporate Governance and Stock Returns in Hong Kong: Carrots or Sticks?

Lisa Robyn Barnes – University of Newcastle and Peter Tze Yiu Lau - Hong Kong Baptist University
Corporate Governance of Banks in Hong Kong - A Banking Sector Governance (BGS) Perspective

Yener Altunbaş - University of Wales, Alper Kara – The Robert Gordon University, David Marques - European Central Bank (ECB) and Dominik Walkenhorst - University of Wales System
Does the Financial Sector Drive Non-Financial Sector M&A Activity?

Chair Person: Lisa Barnes, University of Newcastle (Australia)
Date: Friday, 14th December 2007
Room: Cambridge IV
Time: 2:00pm - 3:50pm

**Session Title: Corporate Finance 4**

Yu-Fen Chen – Da-Yeh University and Victor W. Liu – National Sun-Yat Sen University
Reputation Effects on Corporate Financing Policies

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Inmoo Lee - National University of Singapore, Michael L. Lemmon - University of Utah, Yan Li - National University of Singapore and John M. Sequeira - Singapore Management University
The Effects of Regulation on the Volume, Timing, and Profitability of Insider Trading

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Pascal Nguyen - The University of New South Wales and Chander Shekhar - University of Melbourne
On Partial Adjustment the Capital Structure of Japanese Firms: An Empirical Analysis

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Sian A. Owen - The University of New South Wales and Alfred Yawson - The University of New South Wales
Human Development and Cross-Border Acquisitions

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Asma Mobarek - University of Leeds
E-Banking Practices and Customer Satisfaction - A Case Study in Botswana

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**Chair Person:** Bruce Grundy, University of Melbourne
Session Title: Asset Pricing 4

Simon M. S. So - University of Macau and Gordon Y.N. Tang - Hong Kong Baptist University
The Conditional Risk-Return Relations in Two Asian Emerging Stock Markets

Song Li - Monash University and Don (Tissa) U.A. Galagedera - Monash University

Bob Li - Monash University, Paul Lajbcygier - Monash University, Songyang Guo - Monash University, Xiaoying Chen - California State University and Clifton Phua - Monash University
Does “Going Negative” Mean Getting Ahead in Return?

Giang Truong - University of Sydney and Graham Partington - University of Sydney
Alternative Estimates of the Cost of Equity Capital for Australian Firms

Min Deng - ShenZhen Divine Vision Investment Planning Co. Ltd
Death of the Efficient Market Hypothesis

Chair Person: Don (Tissa) Galagedera, Monash University
Date: Friday, 14th December 2007
Room: Essex II
Time: 2:00pm - 3:30pm

**Session Title: Funds Management / Mutual Funds 4**

Kingsley Y.L. Fong - Australian School of Business at UNSW, David R. Gallagher - Australian School of Business at UNSW and Adrian D. Lee - Australian School of Business at UNSW

*The Price Impact of Trades Executed Using Multiple Brokers*

Patrick Kuok-kun Chu - University of Macau

*A Study on Stock-Selection and Market-Timing Performance: Evidence from Hong Kong Mandatory Provident Funds (MPF)*

Chee Jin Yap - Deakin University and Gerard L. Gannon - Deakin University

*Factors Affecting the Credit Spreads Behaviour of USD Malaysian Bonds*

Alex Frino - University of Sydney, Andrew Lepone - University of Sydney and Brad Wong - University of Sydney

*Derivative Use, Fund Flows and Investment Manager Performance*

**Chair Person:** Russell Gregory-Allen, Massey University