



復旦大學 · 泛海國際金融學院

Fanhai International School of Finance, Fudan University

上海市黃浦區中山南路318號東方國際金融廣場10-11層

10-11F, 318 S Zhongshan Rd., Oriental Financial Plaza, Huangpu District,
Shanghai, China 200010

第三屆泛海經濟金融研討會

The Third Fanhai Economics and Finance Conference Fanhai International School of Finance (FISF), Fudan University

DATE: March 15, 2018

VENUE: 復旦泛海國際金融學院黃浦外灘校區 Arrow 廳（上海市黃浦區中山南路 318 號東方國際金融廣場 10 層）

FORMAT:

➤ **Keynote speech:**

60-min presentation (questions are welcome during the presentation)

➤ **Regular papers:**

45-min presentation (questions are welcome during the presentation)

➤ **Early-idea papers:**

5-min presentation to demonstrate idea and main results, followed by 10-min Q&A

CONFIRMED PRESENTERS / SESSION CHAIRS

1. Ba, Shusong (巴曙松), 泛海國際金融學院金融學特聘教授, 香港交易所首席中國經濟學家、中國銀行業協會首席經濟學家、北京大學匯豐商學院金融學教授
2. Chang, Charles (張純信), FISF, Fudan
3. Gao, Huasheng (高華聲), FISF, Fudan
4. Qian, Jun (錢軍), FISF, Fudan
5. Song, Fenghua (宋風華), Penn State University
6. Sun, Lin (孫林), FISF and School of Economics, Fudan
7. Wang, Pengfei (王鵬飛), HKUST
8. Wei, Shang-Jin (魏尚進), FISF, Columbia University, and NBER
9. Wu, Wenbin (吳文斌), FISF and School of Economics, Fudan
10. Zhou, Jing (周晶), School of Economics, Fudan
11. Zhou, Sili (周思力), FISF and School of Economics, Fudan
12. Zhu, Lei (朱蕾), SAIF, Shanghai Jiao Tong University
13. Zhu, Ning (朱寧), PBC School of Finance, Tsinghua



Schedule

08:30 – 08:55 Registration and Reception

08:55 – 09:00 Welcome Speech by Jun Qian, Executive Dean of FISF

Session 1 Macro Finance (Session Chair: Jun Qian)

09:00 – 09:45 **“Asset Bubbles and Monetary Policy”**

by Pengfei Wang

Abstract: We provide a model of rational bubbles in a DNK framework. Entrepreneurs are heterogeneous in investment efficiency and face credit constraints. They can trade bubble assets to raise their net worth. The bubble assets command a liquidity premium and can have a positive value. Monetary policy affects the conditions for the existence of a bubble, its steady-state size, and its dynamics including the initial size. The leaning-against-the-wind interest rate policy reduces bubble volatility, but could raise inflation volatility. Whether monetary policy should respond to asset bubbles depends on the particular interest rate rule and exogenous shocks.

09:45 – 10:30 **“Trade Imbalance as a Source of Comparative Disadvantage and Welfare Loss”**

by Shang-Jin Wei, Chairman of Academic Council of FISF

Abstract: Countries that consistently export capital (or run a trade surplus) tend to import more relatively heavy goods, including scrap metals and other industrial waste products. If these countries also have a weak pollution control standard or enforcement, this trade patterns leads to worse health outcomes. We present evidence from both across countries and across cities in China that support these predictions.

10:30 – 11:00 Tea break

Keynote Speech (Session Chair: Shang-Jin Wei)

11:00 – 12:00 **“新經濟，新金融，新趨勢—香港交易所 20 年來最大的上市制度改革”**

by 巴曙松

12:30 – 14:00 Lunch

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Session 2 Corporate Finance and Investment (Session Chair: Huasheng Gao, Deputy Dean of Faculty and Research of FISF)

14:00 – 14:45

“Real Life Experience and Financial Risk Taking”

by Ning Zhu

Abstract: Utilizing records on automobile accident insurance filing and retail investor investment activities, we show that investors trade less, trade less aggressively, hold more diversified and less risky portfolios, and obtain relatively better returns, after experiencing automobile accidents. Such patterns are particularly strong for those suffer personal injury and above-average financial damage from the accidents. Our paper is among the first to provide direct evidence on the causal relationship between real life risk events and investors' risk preference in investment. Our findings contribute to the literature on risk preference, investor behavior, and equity risk premium.

14:45 – 15:30

“Dissecting the Long-term Performance of the Chinese Stock Market”

by Lei Zhu

Abstract: The Chinese economy, the largest in the world in PPP terms, has been the fastest growing for the past thirty-five years, and the size of the Chinese stock market is the second largest in the world. During the period 2000-2014, China's *domestic* listed firms underperform listed firms from developed and emerging countries. Chinese *externally* listed firms, especially those listed in Hong Kong, and matched *unlisted* firms perform much better. We examine institutional features of the Chinese markets as the explanation for these differences. Problematic IPO and delisting processes exacerbate the adverse selection of firms in the market. With much higher levels of investment compared to listed firms from the US, Japan, India and Brazil, Chinese firms generate lower net cash flows, implying low investment efficiency. Lower cash flows are also associated with more related-party transactions. Both of these observations indicate deficiencies in corporate governance.

15:30 - 16:15

“Redemption fees and information-based runs”

by Fenghua Song

Abstract: We study how the imposition of a redemption fee affects runs on financial institutions when investors are asymmetrically informed about fundamentals. Although the fee eliminates the first-mover advantage by internalizing the payoff externality and, therefore, discourages runs by informed investors, it also alters the information externality by influencing uninformed investors' learning and may, thereby, either increase or decrease overall run potential. Additionally, the fee may create a last-mover advantage for the informed, resulting in a wealth transfer from uninformed to



informed investors. These effects render the fee's impact on welfare and the investors' propensity to run preemptively ambiguous.

16:15 – 16:45

Tea break

Session 3 Early-idea presentation (Session Chair: Charles Chang, Deputy Dean of Academics of FISF)

16:45 – 17:00

“Corporate Innovation through Exporting, Evidence from Corporate Patents Filings in China”
by Sili Zhou

17:00 – 17:15

“Does monetary policy matter? -- Revisiting SVAR and Romer - Romer monetary policy shocks”
by Wenbin Wu

17:15 – 17:30

“Corporate Social Responsible Hedge Funds”
by Lin Sun

17:30- 17:45

“Credit Rating and Leverage”
by Jing Zhou

17:45-18:00

“Does Good Luck Make People Overconfident? Evidence from a Natural Experiment in China”
by Huasheng Gao

18:00

Conference Dinner
老碼頭壹號（黃浦區中山南路505號近毛家園路）
End of Conference