Forthcoming Articles

Holdup by Junior Claimholders: Evidence from the Mortgage Market
Sumit Agarwal, Gene Amromin, Itzhak Ben-David, Souphala Chomsisengphet, and Yan Zhang

Best of the Best: A Comparison of Factor Models
Shamim Ahmed, Ziwen Bu, and Daniel Tsvetanov

Optimal Consumption and Investment under Time-Varying Liquidity Constraints
Seryoong Ahn, Kyoung Jin Choi, and Byung Hwa Lim

Employment, Corporate Investment and Cash Flow Risk
Saad Alnahedh, Sanjai Bhagat, and Iulian Obreja

Local Political Uncertainty, Family Control and Investment Behavior
Mario Daniele Amore and Alessandro Minichilli

A Shadow Rate or a Quadratic Policy Rule? The Best Way to Enforce the Zero Lower Bound in the United States
Martin Andreasen and Andrew Meldrum

Technological Specialization and the Decline of Diversified Firms
Fernando Anjos and Cesare Fracassi

Pension Deficits and the Design of Private Debt Contracts
Balasingham Balachandran, Huu Nhan Duong, and Van Hoang Vu

Unknown Unknowns: Uncertainty About Risk and Stock Returns
Guido Baltussen, Sjoerd van Bekkum, and Bart van der Grient

Executive Overconfidence and Securities Class Actions
Suman Banerjee, Mark Humphery-Jenner, Vikram Nanda, and Mandy Tham

Risk and Return in High-Frequency Trading
Matthew Baron, Jonathan Brogaard, Björn Hagströmer, and Andrei Kirilenko

Business Loans and the Transmission of Monetary Policy
Santiago Barraza, Andrea Civelli, and Nicola Zaniboni

The Effect of Cultural Similarity on Mergers and Acquisitions: Evidence from Corporate Social Responsibility
Fred Bereskin, Seong K. Byun, Micah S. Officer, and Jong-Min Oh

At-The-Market (ATM) Offerings
Matthew T. Billett, Ioannis V. Floros, and Jon A. Garfinkel

State Ownership and Debt Choice: Evidence from Privatization
Narjess Boubakri and Walid Saffar

The Boss Knows Best: Directors of Research and Subordinate Analysts
Daniel Bradley, Sinan Gokkaya, and Xi Liu

High-Frequency Trading Competition
Jonathan Brogaard and Corey Garriott

Heterogeneity of Beliefs and Trade in Experimental Asset Markets
Tim A. Carle, Yaron Lahav, Tibor Neugebauer, and Charles N. Noussair

Sophistication, Sentiment, and Misreaction
Chuang-Chang Chang, Pei-Fang Hsieh, and Yaw-Huei Wang

Covenants, Creditors' Simultaneous Equity Holdings, and Firm Investment Policies
Sudheer Chava, Rui Wang, and Hong Zou

Is It the Investment Bank or the Investment Banker? A Study of the Role of Investment Banker Human Capital in Acquisitions
Thomas J. Chemmanur, Mine Ertugrul, and Karthik Krishnan

State Ownership and Corporate Cash Holdings
Ruiyuan Chen, Sadok El Ghoul, Orrirane Guedhami, and Robert Nash

(continued on next page)
Forthcoming Articles (continued)

Operating Leverage, Profitability, and Capital Structure
Zhiyao Chen, Jarrad Harford, and Avraham Kamara

Factor Structure in Commodity Futures Return and Volatility
Peter Christoffersen, Asger Lunde, and Kasper V. Olesen

Bank Capital and Lending: Evidence from Syndicated Loans
Yongqiang Chu, Donghang Zhang, and Yijia Zhao

Hedge Fund Boards and the Market for Independent Directors
Christopher P. Clifford, Jesse A. Ellis, and William C. Gerken

The Effect of State Solvency on Bank Values and Credit Supply: Evidence from State Pension Cut Legislation
Lee Jeremy Cohen, Marcia Millon Cornett, Hamid Mehran, and Hassan Tehranian

New Evidence on Conditional Factor Models
Ilan Cooper and Paulo Maio

Choosing the Precision of Performance Metrics
Alan D. Crane, Andrew Koch, and Chishen Wei

How Does Illiquidity Affect Delegated Portfolio Choice?
Min Dai, Luis Goncalves-Pinto, and Jing Xu

The Scarcity Value of Treasury Collateral: Repo Market Effects of Security-Specific Supply and Demand Factors
Stefania D’Amico, Roger Fan, and Yuriy Kitsul

Attitudes Towards Non-Compliance and the Demand for External Finance
Robert Davidson and Christo Pirinsky

Empirical Evidence of Overbidding in M&A Contests
Eric de Bodt, Jean-Gabriel Cousin, and Richard Roll

Bank Lending and the European Sovereign Debt Crisis
Filippo De Marco

A Single-Factor Consumption-Based Asset Pricing Model
Stefanos Delikouras and Alexandros Kostakis

Investor Myopia and the Momentum Premium across International Equity Markets
Paul Docherty and Gareth Hurst

The Term Structure of Expected Recovery Rates
Hitesh Doshi, Redouane Elkamhi, and Chayawat Ornthanalai

Beta Active Hedge Fund Management
Jun Duanmu, Alexey Malakhov, and William R. McCumber

Shelf versus Traditional Seasoned Equity Offerings: The Impact of Potential Short Selling
Marie Dutordo, Norman Strong, and Ping Sun

Playing Favorites? Industry Expert Directors in Diversified Firms
Jesse A. Ellis, C. Edward Fee, and Shawn Thomas

Know Thy Neighbor: Industry Clusters, Information Spillovers and Market Efficiency
Joseph Engelberg, Arzu Ozoguz, and Sean Wang

Stock Price Co-Movement and the Foundations of Paris Trading
Adam Farago and Erik Hjalmarsson

Good Volatility, Bad Volatility, and Option Pricing
Bruno Feunou and Cédric Okou

Global Political Risk and Currency Momentum
Ilias Filippou, Arie E. Gozluklu, and Mark P. Taylor

(continued on next page)
Forthcoming Articles (continued)

Relationship-Based Resource Allocations: Evidence from the Use of “Guanxi” during SEOs
Michael Firth, Xianjie He, Oliver Rui, Xinyang Mao, and Paul Brockman

Anticipatory Traders and Trading Speed
Raymond P. H. Fishe, Richard Haynes, and Esen Onur

Investor Protection and the Long-Run Performance of Activism
Pouyan Foroughi, Namho Kang, Gideon Ozik, and Ronnie Sadka

Anticipating Uncertainty: Straddles Around Earnings Announcements
Chao Gao, Yuhang Xing, and Xiaoyan Zhang

SOX Section 404 and Corporate Innovation
Huasheng Gao and Jin Zhang

The Term Structure of Bond Liquidity
Monika Gehde-Trapp, Philipp Schuster, and Marliese Uhrig-Homburg

Accounting Losses as a Heuristic for Managerial Failure: Evidence from CEO Turnovers
Aloke (Al) Ghosh and Jun Wang

Panel Data Estimation in Finance: Testable Assumptions and Parameter (In)Consistency
William D. Grieser and Charles J. Hadlock

Dead Hand Proxy Puts and Hedge Fund Activism
Sean J. Griffith and Natalia Reisel

When Factors Don't Span Their Basis Portfolios
Mark Grinblatt and Konark Saxena

When Banks Grow Too Big for Their National Economies: Tail Risks, Risk Channels, and Government Guarantees
Jens Hagendorff, Kevin Keasey, and Francesco Vallascas

Two Trees with Heterogeneous Beliefs: Spillover Effect of Disagreement
Bing Han, Lei Lu, and Yi Zhou

Event-Related Exchange Rate Forecasts Combining Information from Betting Quotes and Option Prices
Michael Hanke, Rolf Poulsen, and Alex Weissensteiner

Equilibrium Price Dynamics of Emission Permits
Steffen Hitzemann and Marliese Uhrig-Homburg

Text-Based Industry Momentum
Gerard Hoberg and Gordon M. Phillips

The Information Content of Sudden Insider Silence
Claire Yurong Hong and Frank Weikai Li

The Importance of Blockholder Heterogeneity: Security Market Effects and Follow-On Activities
Jim Hsieh and Tao-Hsien Dolly King

Monetary Policy Rule as a Bridge: Predicting Inflation Without Predictive Regressions
Jian Hua and Liuren Wu

Do Banks Price Independent Directors’ Attention?
Henry He Huang, Gerald J. Lobo, Chong Wang, and Jian Zhou

Industry Tournament Incentives and the Product Market Benefits of Corporate Liquidity
Jian Huang, Bharat A. Jain, and Omesh Kini

Information, Investment Adjustment, and the Cost of Capital
Lixin Huang and Qiang Kang

(continued on next page)
Forthcoming Articles  (continued)

Is It Who You Know or What You Know? Evidence from IPO Allocations and Mutual Fund Performance  
Chuan-Yang Hwang, Sheridan Titman, and Yuxi Wang

Do Unlisted Targets Sell at Discounts?  
Jeffrey F. Jaffe, Jan Jindra, David J. Pedersen, and Torben Voetmann

Earthly Reward to the Religious: Religiosity and the Costs of Public and Private Debt  
Feng Jiang, Kose John, C. Wei Li, and Yiming Qian

Asymmetry in Stock Comovements: An Entropy Approach  
Lei Jiang, Ke Wu, and Guofu Zhou

Competition and Bank Liquidity Creation  
Liangliang Jiang, Ross Levine, and Chen Lin

The Effect of Investment Constraints on Hedge Fund Investor Returns  
Juha Joenväärä, Robert Kosowski, and Pekka Tolonen

Time Will Tell: Information in the Timing of Scheduled Earnings News  
Travis L. Johnson and Eric C. So

Trading in the Presence of Short-Lived Private Information: Evidence from Analyst Recommendation Changes  
Ohad Kadan, Roni Michaely, and Pamela C. Moulton

Coskewness Risk Decomposition, Covariation Risk, and Intertemporal Asset Pricing  
Petko S. Kalev, Konark Saxena, and Leon Zolotoy

Cross-Country Evidence on the Relationship between Societal Trust and Risk-Taking by Banks  
Kiridaran Kanagaretnam, Gerald J. Lobo, Chong Wang, and Dennis J. Whalen

Getting Paid to Hedge: Why Don't Investors Pay a Premium to Hedge Downturns?  
Nishad Kapadia, Barbara Ostdiek, James P. Weston, and Morad Zekhnini

Tail Risk and the Cross-Section of Mutual Fund Expected Returns  
Nikolaos Karagiannis and Konstantinos Tolikas

Does Political Uncertainty Increase External Financing Costs? Measuring the Electoral Premium in Syndicated Lending  
Olivia S. Kim

Price Drift before U.S. Macroeconomic News: Private Information about Public Announcements?  
Alexander Kurov, Alessio Sancetta, Georg Strasser, and Marketa Halova Wolfe

Asymmetric Information, Debt Capacity, and Capital Structure  
Michael L. Lemmon and Jaime F. Zender

Corporate Resilience to Banking Crises: The Roles of Trust and Trade Credit  
Ross Levine, Chen Lin, and Wensi Xie

Organization Capital and Mergers and Acquisitions  
Kai Li, Buhui Qiu, and Rui Shen

CEOs and the Product Market: When Are Powerful CEOs Beneficial?  
Minwen Li, Yao Lu, and Gordon Phillips

Relationship Bank Behavior during Borrower Distress  
Yan Li, Ruichang Lu, and Anand Srinivasan

Investor Inattention and Stock Prices: Evidence from Acquisitions with a Choice of Payment Type  
Erik Lie

Union Concessions following Asset Sales and Takeovers  
Erik Lie and Tingting Que

(continued on next page)
Are Buybacks Good for Long-Term Shareholder Value? Evidence from Buybacks around the World
Alberto Manconi, Urs Peyer, and Theo Vermaelen

Financial vs. Strategic Buyers
Marc Martos-Vila, Matthew Rhodes-Kropf, and Jarrad Harford

Deal Initiation in Mergers and Acquisitions
Ronald W. Masulis and Serif Aziz Simsir

Do Mutual Funds Have Decreasing Returns to Scale? Evidence from Fund Mergers
Ping McLemore

Outside Insiders: Does Access to Information Prior to an IPO Generate a Trading Advantage After the IPO?
Umit Ozmen, Timothy E. Trombley, and M. Deniz Yavuz

CEO Compensation in Japan: Why So Different from the U.S.?
Luyao Pan and Xianming Zhou

Risk-Shifting and Corporate Pension Plans: Evidence from a Natural Experiment
David J. Pedersen

Life-Cycle Asset Allocation with Ambiguity Aversion and Learning
Kim Peijnenburg

Labor Adjustment Costs and Risk Management
Yue Qiu

Effects of CEO Turnover in Banks: Evidence Using Exogenous Turnovers in Indian Banks
Arkodipta Sarkar, Krishnamurthy Subramanian, and Prasanna Tantri

The Role of Data Providers as Information Intermediaries
Nic Schaub

Regional Economic Activity and Stock Returns
Esad Smajlbegovic

Only Winners in Tough Times Repeat: Hedge Fund Performance Persistence over Different Market Conditions
Zheng Sun, Ashley W. Wang, and Lu Zheng

Bank Interventions and Trade Credit: Evidence from Debt Covenant Violations
Zilong Zhang
Cambridge Core

The new home of academic content

cambridge.org/core
Winners of the 2017 Sharpe Award

Taxes, Capital Structure Choices, and Equity Value
Mara Faccio and Jin Xu

Do Short Sellers Trade on Private Information or False Information?
Amiyatosh Purnanandam and H. Nejat Seyhun

Right on Schedule: CEO Option Grants and Opportunity
Robert M. Daines, Grant H. McQueen, and Robert J. Schonlau

Crash Sensitivity and the Cross Section of Expected Stock Returns
Fousseni Chabi-Yo, Stefan Ruenzi, and Florian Weigert

Does the Political Power of Nonfinancial Stakeholders Affect Firm Values? Evidence from Labor Unions
Jared Stanfield and Robert Tumarkin

Market Sentiment and Innovation Activities
Tri-Vi Dang and Zhaoxia Xu

Do Antitakeover Provisions Spur Corporate Innovation? A Regression Discontinuity Analysis
Thomas J. Chemmanur and Xuan Tian

The Effect of Credit Competition on Banks’ Loan-Loss Provisions
Yiwei Dou, Stephen G. Ryan, and Youli Zou

Credit Default Swaps and Firm Value
Rajesh Narayanan and Cihan Uzmanoglu

Recruiting the CEO from the Board: Determinants and Consequences
Udi Hoitash and Anahit Mkrtchyan

The Effect of Monitoring on CEO Compensation in a Matching Equilibrium
Pierre Chaigneau and Nicolas Sahuguet

Does Knowledge Protection Benefit Shareholders? Evidence from Stock Market Reaction and Firm Investment in Knowledge Assets
Buhui Gliu and Teng Wang

Measuring Interconnectedness between Financial Institutions with Bayesian Time-Varying Vector AutoRegressions
Marco Valerio Garaci and Jean-Yves Gniabob

Do IPOs Affect Market Price? Evidence from China
Saiqing Shi, Chao Sun, and Xin Zhang

Beta Matrix and Common Factors in Stock Returns
Saiqiong C. Ann, Alex H. Horenstein, and Na Wang

Published online by Cambridge University Press

Editors:
Hendrik Bessembinder
Jennifer Conrad
Jarrad Harford
Paul Malatesta

VOL. 53, NO. 3  June 2018