JOURNAL OF
FINANCIAL AND QUANTITATIVE ANALYSIS

Misvaluation and Corporate Inventiveness
Ming Dong, David Hirshleifer, and Siew Hong Teoh

Where Does the Predictability from Sorting on Returns of Economically Linked Firms Come From?
Aaron Burt and Christopher Hrdlicka

Algorithmic Trading and Market Quality: International Evidence
Ekkehart Boehmer, Kingsley Fong, and Juan (Julie) Wu

Safe-Asset Shortages: Evidence from the European Government Bond Lending Market
Reena Aggarwal, Jennie Bai, and Luc Laeven

Corporate Governance and Loan-Syndicate Structure
Sreedhar T. Bharath, Sandeep Dahiya, and Issam Hallak

Quoting Activity and the Cost of Capital
Ioanid Rosu, Elvira Sojli, and Wing Wah Tham

Creditor Rights and Bank Loan Losses
Amanda Rae Heitz and Ganapathi Narayamoorthy

The Predictive Power of the Dividend Risk Premium
Davide E. Avino, Andrei Stancu, and Chardin Wese Simen

Portfolio Choice: Familiarity, Hedging, and Industry Bias
Xin Che, Andre P. Liebenberg, and Andrew A. Lynch

Hometown Lending
Ivan Lim and Duc Duy Nguyen

Does Securitization Weaken Screening Incentives?
Dong Beom Choi and Jung-Eun Kim

The Dark Side of Executive Compensation Duration: Evidence from Mergers and Acquisitions
Zhi Li and Qiyuan Peng

Editors
Hendrik Bessembinder
Jennifer Conrad
Mara Faccio
Thierry Foucault
Jarrad Harford
Paul Malatesta

Published by Cambridge University Press for the University of Washington Michael G. Foster School of Business in cooperation with the Arizona State University W. P. Carey School of Business; HEC Paris; the Purdue University Krannert School of Management; and the University of North Carolina Kenan-Flagler Business School

VOL. 56, NO. 8 December 2021
Misvaluation and Corporate Inventiveness ......................................................... 2605
Ming Dong, David Hirshleifer, and Siew Hong Teoh

Where Does the Predictability from Sorting on Returns of Economically Linked Firms Come From? ............................................................... 2634
Aaron Burt and Christopher Hrdlicka

Algorithmic Trading and Market Quality: International Evidence ...................... 2659
Ekkehart Boehmer, Kingsley Fong, and Juan (Julie) Wu

Safe-Asset Shortages: Evidence from the European Government Bond Lending Market ........................................................................................................................... 2689
Reena Aggarwal, Jennie Bai, and Luc Laeven

Corporate Governance and Loan-Syndicate Structure ....................................... 2720
Sreedhar T. Bharath, Sandeep Dahiya, and Issam Hallak

Quoting Activity and the Cost of Capital ................................................................... 2764
Ioanid Rosu, Elvira Sojli, and Wing Wah Tham

Creditor Rights and Bank Loan Losses ............................................................... 2800
Amanda Rae Heitz and Ganapathi Narayanamoorthy

The Predictive Power of the Dividend Risk Premium ............................................ 2843
Davide E. Avino, Andrei Stancu, and Chardin Wese Simen

Portfolio Choice: Familiarity, Hedging, and Industry Bias ...................................... 2870
Xin Che, Andre P. Liebenberg, and Andrew A. Lynch

Hometown Lending ................................................................................................. 2894
Ivan Lim and Duc Duy Nguyen

Does Securitization Weaken Screening Incentives? ............................................. 2934
Dong Beom Choi and Jung-Eun Kim

The Dark Side of Executive Compensation Duration: Evidence from Mergers and Acquisitions ................................................................. 2963
Zhi Li and Qiyuan Peng