

*Programme for the 16th New Zealand Finance Colloquium
8-10 February 2012
Hosted by School of Economics and Finance (Albany)
Massey University*

Welcome to the 16th New Zealand Finance Colloquium hosted by School of Economics and Finance at the Albany campus.

The aim of the Colloquium is to promote the discussion, dissemination and development of finance related research in New Zealand. The 2012 event incorporates a PhD symposium with presentations by Professor Ron Masulis and Assoc Professor Bart Frijns and PhD candidates will also be able to present their own work after which they will receive feedback and guidance on their research from senior finance academics.

We would like to thank Professor Ron Masulis and Associate Professor Bart Frijns for their presentations and all discussants who have made the PhD symposium possible.

We hope you enjoy your brief time on the Massey Albany Campus and the interactions with your New Zealand colleagues are rewarding.

Organising Group *David Ding*
Nuttawat Visaltanachoti
William Wilson
Mei Qiu
Chenwei Ho

The organising group would like to thank the generous support of sponsors for the event.

SIRCA

Colloquium Dinner

Pearson and Cengage

Publishers Happy Hour

INFINZ

Best paper prize in investments

Ministry of Economic Development, Reserve Bank of NZ and Treasury

Best paper prize in capital markets

NZ Institute for the Study of Competition and Regulation

Best paper prize in personal financial education

The Centre for Finance Services and Markets

Best paper presented at the PhD Symposium

Programme Summary – PhD Symposium

Wednesday 8 February 2012

9:00am – 10:00am	Symposium Registration <i>Venue: QA Foyer</i>
10:00am	Welcome and introduction of Professor Ron Masulis <i>Venue: QA1</i>
10:30am – 12:00pm	Current Research Issues in Finance <i>Venue: QA1</i> Professor Ron Masulis
12:00pm – 1:00pm	Lunch <i>Venue: QA Foyer</i>
1.00pm – 3:00pm	Empirical Research in Finance <i>Venue: QA1</i> Associate Professor Bart Frijns
3:00pm – 3:30pm	Afternoon Tea <i>Venue: QA Foyer</i>
3:30pm – 5:30pm	The Research Journey (Bright ideas, writing up, publication, referee reports etc) <i>Venue: QA1</i> Professor Ron Masulis
5:30pm	BBQ hosted by School of Economics and Finance <i>Venue: Study Centre Lounge, Study Centre</i>

Thursday 9 February 2012

8:00am – 10:00am	PhD Presentation Session 1A <i>Venue: QB8, Quad B, Level 3</i>
8:00am – 10:00am	PhD Presentation Session 1B <i>Venue: QB7, Quad B, Level 2</i>
10:00am – 10:25am	Morning Tea <i>Venue: Quad B Staff Lounge, Level 3</i>
10.30am – 12:30pm	PhD Presentation Session 2A <i>Venue: QB8, Quad B, Level 3</i>
10.30am – 12:30pm	PhD Presentation Session 2B <i>Venue: QB7, Quad B, Level 2</i>
12:45pm	PhD Students attend Colloquium <i>Venue: Quad B Staff Lounge, Level 3</i>

*Programme Summary – Finance Colloquium
Thursday 9 February 2012*

12:30pm – 1:25pm	Lunch <i>Venue: Quad B Staff Lounge, Level 3</i>
1:30pm – 3:10pm	Session 1A: Capital Markets <i>Venue: QB8, Quad B, level 3</i> Chair: Amelia Pais, Massey University
1:30pm – 3:10pm	Session 1B: Banking Issues <i>Venue: QB7, Quad B, level 2</i> Chair: David Tripe, Massey University
3:10pm – 3:25pm	Afternoon Tea <i>Venue: Quad B Staff Lounge, Level 3</i>
3.30pm – 5:10pm	Session 2A: Culture and Regulations <i>Venue: QB8, Quad B, level 3</i> Chair: Alexander Molchanov, Massey University
3.30pm – 5:10pm	Session 2B: Corporate Finance <i>Venue: QB7, Quad B, level 2</i> Chair: Jeffrey Stangl, Massey University
5:30pm – 6.45pm	Publishers Happy Hour hosted by Cengage & Pearson <i>Venue: Fergusson Bar (Albany Campus)</i>
7.00pm -	Colloquium Dinner hosted by SIRCA <i>Venue: North Sea Village Restaurant, Level 3, 9 – 11 Corinthian Drive, Albany</i>

Friday 10 February 2012

8:00am – 9:40am	Session 3A: Personal Finance I <i>Venue: QB8, Quad B, level 3</i> Chair: William Wilson, Massey University
8:00am – 9:40am	Session 3B: Investments I <i>Venue: QB7, Quad B, level 2</i> Chair: Nuttawat Visaltanachoti, Massey University
9:40am – 9:55am	Morning Tea <i>Venue: Quad B Staff Lounge, Level 3</i>
10.00am – 11:40am	Session 4A: Investments II <i>Venue: QB8, Quad B, level 3</i> Chair: Mei Qiu, Massey University
10.00am – 11:40am	Session 4B: Personal Finance II <i>Venue: QB7, Quad B, level 2</i> Chair: Chenwei Ho, Massey University
11:45am – 12:30pm	Closing presentation <i>Venue: QB7, Quad B, level 2</i> Professor Ron Masulis
12:30pm – 12:45pm	Colloquium Prize Giving <i>Venue: QB7, Quad B, level 2</i>
12:45pm	Colloquium Lunch <i>Venue: Quad B Staff Lounge, Level 3</i>

Preliminary Programme – Finance Colloquium
Thursday 9 February 2012

1:30pm – 3:10pm, Session 1A: Capital Markets

Venue: QB8, Quad B, Level 3

Chair: Amelia Pais, Massey University

Are Corporate Bond Market Returns Predictable?

Yongmiao Hong, Cornell University and Xiamen University

Hai Lin, University of Otago*

Chunchi Wu, University at Buffalo

Can implied forward mortgage rates predict future mortgage rates? – recent New Zealand experience

David Tripe, Massey University

Bingru Xia, Massey University

Leigh Roberts, Victoria University*

Modifying Gaussian Term Structure Models When Interest Rates are Near the Zero Lower Bound

Leo Krippner, Reserve Bank of New Zealand & Centre for Applied Macroeconomic Analysis (CAMA) *

What drives issue spreads in the New Zealand commercial paper market?

Russell Poskitt, University of Auckland*

1:30pm – 3:10pm, Session 1B: Banking Issues

Venue: QB7, Quad B, Level 2

Chair: David Tripe, Massey University

From Competition to Cartel: Bank Mergers in the U.K. 1885 to 1925

Fabio Braggion, EBC, CentER & Tilburg University

Narly Dwarkasing, Tilburg University

Lyndon Moore, University of Melbourne*

The effects of changes in liquidity rules under Basel III: evidence from New Zealand

Jinyue Shi, Massey University

David Tripe, Massey University*

Asset Fire Sales, the Threat of Bank Runs, and Contagion

Yehning Chen, National Taiwan University*

Iftexhar Hasan, Fordham University and Bank of Finland

Predicting bank financial distress prior to crises

Necmi K. Avkiran, The University of Queensland*

Lin (Cynthia) CAI, The University of Queensland

3:10pm – 3:25pm, Afternoon Tea

Venue: Quad B Staff Lounge, level 3

Thursday 9 February 2012

3:30pm – 5:10pm - Session 2A: Culture & Regulations

Venue: QB8, Quad B, Level 3

Chair: Alexander Molchanov, Massey University

Trading Restrictions and Over-valuation of Covered Warrants in China

Ming-Hua Liu, Auckland University of Technology*

Nanda K Rangan, Virginia Commonwealth University

A Proclivity to Cheat: How Culture influences Illegal Insider Trading

Bart Frijns, Auckland University of Technology

Aaron Gilbert, Auckland University of Technology

Alireza Tourani-Rad, Auckland University of Technology*

Short Sell Restriction, Liquidity and Price Discovery: Evidence from Hong Kong Stock Market

Min Bai, Massey University

Yafeng Qin, Massey University*

Partisanship and Corporate Performance

Art Durnev, University of Iowa

Jon Garfinkel, University of Iowa

Alexander Molchanov, Massey University*

3:30pm – 5:10pm - Session 2B: Corporate Finance

Venue: QB7, Quad B, Level 2

Chair: Jeffrey Stangl, Massey University

Does Ownership Concentration and Identity Matter: An Empirical Analysis of Publicly Listed Companies in New Zealand

Krishna Reddy, The University of Waikato*

Sazali Abidin, The University of Waikato

Wei He, The University of Waikato

New Zealand Corporate Boards in Transition: Composition, Activity and Incentives Between 1995 and 2010

Glenn Boyle, University of Canterbury*

Xu (Jane) Ji, University of Canterbury

Determinants of a Firm's decision to adopt a Dividend Reinvestment Plan: Australian Evidence

Mathew Abraham, The University of Auckland

Alastair Marsden, The University of Auckland*

Russell Poskitt, The University of Auckland

Buybacks versus Ordinary Dividends: Marginal Investor reactions to Cash-return Announcements

Warwick Anderson, University of Canterbury*

Samuel McLaughlin, University of Canterbury

5:30pm – 6:45pm, Publisher's Happy Hour (Hosted by Cengage & Pearson)

Venue: Fergusson Bar (Albany Campus)

7:00pm , Colloquium Dinner (Hosted by SIRCA)

Venue: North Sea Village Restaurant, Level 3, 9-11 Corinthian Drive, Albany

Friday 10 February 2012

8:00am – 9:40am - Session 3A: Personal Finance I

Venue: QB8, Quad B, Level 3

Chair: William Wilson, Massey University

How does the Official Cash Rate (OCR) Affect the Recent Housing Price in New Zealand?

Song Shi, Massey University*

Jyh-Bang Jou, National Taiwan University

David Tripe, Massey University

Kiwisaver: Consumer Choices

Claire Matthews, Massey University*

The Role of Financial Experience in Creating Financial Knowledge

Bart Frijns, Auckland University of Technology

Aaron Gilbert, Auckland University of Technology*

Alireza Tourani-Rad, Auckland University of Technology

Creative Drafting of Bond Covenants – A New Zealand Case

Noel Yahanpath, Eastern Institute of Technology*

Sarbjit Singh, Eastern Institute of Technology

8:00am – 9:40am - Session 3B: Investments I

Venue: QB7, Quad B, Level 2

Chair: Nuttawat Visaltanachoti, Massey University

Investing in Vertical Integration

Toby Daglish, Victoria University & New Zealand Institute for the Study of Competition and Regulation*

Gabriel Fiuza de Bragan, Instituto de Pesquisa Economica Aplicada

Rare Disaster Risk and the Equity Premium Puzzle

Henk Berkman, University of Auckland*

Ben Jacobsen, Massey University

John Lee, University of Auckland

Unemployment Risk and the Conditional Ex-Ante Equity Premium

Klaus E. Buhr, Unitec Institute of Technology

Nonthipoth Buranavityawut, Unitec Institute of Technology*

Mark C. Freeman, Bradford University

Frontier Market Diversification and Transaction Costs

Ben Marshall, Massey University*

Nhut H. Nguyen, University of Auckland

Nuttawat Visaltanachoti, Massey University

9:40am - 9:55am, Morning Tea

Venue: Quad B Staff Lounge, level 3

Friday 10 February 2012

10:00am – 11:40am - Session 4A: Investments II

Venue: QB8, Quad B, Level 3

Chair: Mei Qiu, Massey University

Issuer-heterogeneity and time-heterogeneity in the rating migration dynamics of financial institutions

Huong Dang, University of Canterbury*

The Potential Effects of Mandatory Portfolio Holdings Disclosure in Australia and New Zealand

Kathleen Brown, Bancorp Treasury

Russell Gregory-Allen, Massey University*

Institutional Trader Monitoring and Firm Performance

Brandon Chen, Victoria University of Wellington*

Peter L. Swan, University of New South Wales

Time Variation in the Marginal Value of Firms' Cash Holdings

Michael O'Connor Keefe, Victoria University of Wellington*

Robert Kieschnick, The University of Texas at Dallas

10:00am – 11:40am - Session 4B: Personal Finance II

Venue: QB7, Quad B, Level 2

Chair: Chenwei Ho, Massey University

Mutual funds and the listed firms' earnings management in China

Jingjing Yang, Massey University*

Jing Chi, Massey University

Martin Young, Massey University

Capital Structure and Financing Choices: An Australian Story

Klaus E. Buhr, Unitec Institute of Technology*

Roy Cross, Brook Asset Management

Liz Rainsbury, Unitec Institute of Technology

The Valuation of Pension Benefits Subject to Personal Taxes

Martin Lally, Victoria University *

How Does Statutory Redemption Affect a Buyer's Decision to Purchase at the Foreclosure Sale?

Jyh-Bang Jou, National Taiwan University*

Tan (Charlene) Lee, The University of Auckland

11:45am - 12:30pm, Closing Presentation

Venue: QB7, Quad B, Level 2

Professor Ron Masulis

12:30pm - 12:45pm, Colloquium Prize Giving

Venue: QB7, Quad B, Level 2

12:45pm - , Colloquium Lunch

Venue: Quad B Staff Lounge, level 3