

FOURTH ERASMUS LIQUIDITY CONFERENCE

Rotterdam School of Management / Econometric Institute
Erasmus University

Organizers

Dion Bongaerts
Dick van Dijk
Mathijs A. van Dijk (chair)
Marno Verbeek

Venue

Erasmus University, Woudestein Campus,
T-Building (Burg. Oudlaan 50, Rotterdam)

June 30 & July 1, 2011

In cooperation with CFA Netherlands and VBA, the Rotterdam School of Management and the Econometric Institute at Erasmus University jointly organize a two-day conference with the principal objective of presenting and discussing recent advances in academic research on market liquidity. We gratefully acknowledge financial support from the Erasmus Research Institute of Management (ERIM), the Tinbergen Institute, and the Vereniging Trustfonds Erasmus Universiteit Rotterdam.

www.rsm.nl/liquidity_conference

Registration

To register for this conference, please send an e-mail to liquidity@rsm.nl, with your name and affiliation (as you wish it to appear on the conference badge) as well as your full contact details and your reference for the invoice. The registration fee is €250 and includes lunch, coffee/tea, and electronic copies of the papers. For CFA charter holders and VBA members a reduced fee of €200 applies (please indicate this in your e-mail).

Registration is free of charge for participants from academic institutions.

The deadline for registration is Friday, 24 June 2011.

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Program Main Conference (Thursday, June 30 – Room T03-39)

8:45 – 9:10 Registration

9:10 – 9:15 Welcome address by Mathijs A. van Dijk

9:15 – 11:00 SESSION I

Session chair: **Mathijs A. van Dijk**

KEYNOTE: “Why Designate Market Makers? Affirmative Obligations and Market Quality”

Hank Bessembinder, Jia Hao, and Michael Lemmon

Discussant: **Bernt Arne Odegaard**

“Learning from Prices, Liquidity Spillovers, and Market Segmentation”
Giovanni Cespa and **Thierry Foucault**

Discussant: **Mark Van Achter**

11:00 – 11:30 Coffee break

11:30 – 12:30 SESSION II

Session chair: **Dion Bongaerts**

KEYNOTE: “Conditional Liquidity Risk of Corporate Bond and Stock Returns”
Viral Acharya, **Yakov Amihud**, and Sreedhar Bharath

Discussant: **Mark Seasholes**

12:30 – 13:45 Lunch break

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Program – continued

13:45 – 15:15 SESSION III

Session chair: **Dick van Dijk**

“Search Frictions and the Liquidity of Large Blocks of Shares”
Rui Albuquerque and **Enrique Schroth**

Discussant: **Joost Driessen**

“Sunshine Trading: Flashes of Trading Intent at the NASDAQ”
Johannes A. Skjeltorp, **Elvira Sojli**, and Wing Wah Tham

Discussant: **Avi Wohl**

15:15 – 15:30 Coffee break

15:30 – 17:00 SESSION IV

Session chair: **Marno Verbeek**

“Commonality in Liquidity: A Demand-Side Explanation”
Andrew Koch, **Stefan Ruenzi**, and Laura Starks

Discussant: **Mathijs van Dijk**

“Can Hedge Funds Time Market Liquidity?”
Charles Cao, **Yong Chen**, Bing Liang, and Andrew W. Lo

Discussant: **Marno Verbeek**

17:00 – 22:30 Dinner for presenters and discussants

Keynote presentations: 40 minutes

Presentations: 25 minutes

Discussions: 10 minutes

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Program Doctoral Symposium (Friday, July 1 – Room T03-21)

9:15 – 10:45

SESSION I

Session chair: **Elvira Sojli**

“Does Information in the Limit Order Book Help to Predict Returns?”

Geoffrey Tombeur and Gunther Wuyts

Discussant: **Wing Wah Tham**

“The Public and Private Information Sources of Volatility”

Anne Opschoor, Michel van der Wel, Dick van Dijk, and Nick Taylor

Discussant: **Yong Chen**

10:45 – 11:00

Coffee break

11:00 – 12:30

SESSION II

Session chair: **Viorel Roscovan**

“Pricing Liquidity Risk with Different Investment Horizons”

Alessandro Beber, Joost Driessen, and **Patrick Tuijp**

Discussant: **Bart Diris**

“Liquidity Commonalities Across Equity and Credit Markets”

Miriam Marra

Discussant: **Dion Bongaerts**

12:30 – 13:30

Lunch break

13:30 – 15:00

SESSION III

Session chair: **Wing Wah Tham**

“Trading Imbalances and the Relative Prices of Dual-Listed Shares”

Clark Liu and Mark S. Seasholes

Discussant: **Gunther Wuyts**

“Liquidity in the Foreign Exchange Market”

Chiara Banti, Kate Phylaktis, and Lucio Sarno

Discussant: **Elvira Sojli**

Presentations: 25 minutes / Discussions: 10 minutes

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Confirmed Participants

<u>Name</u>	<u>Affiliation</u>	<u>Email address</u>
Yakov Amihud	New York University	yamihud@stern.nyu.edu
Chiara Banti	Cass Business School	chiara.banti.1@cass.city.ac.uk
Hank Bessembinder	University of Utah	hank.bessembinder@business.utah.edu
Dion Bongaerts	Erasmus University	d.bongaerts@rsm.nl
Yong Chen	Virginia Tech	yong.chen@vt.edu
Bart Diris	Erasmus University	diris@ese.eur.nl
Joost Driessen	Tilburg University	j.j.a.g.driessen@uvt.nl
Thierry Foucault	HEC Paris	foucault@hec.fr
Frank Hatheway	Nasdaq OMX	frank.hatheway@nasdaqomx.com
Clark Liu	HKUST	clarkliu@ust.hk
Robin Lumsdaine	American University	robin.lumsdaine@american.edu
Miriam Marra	Warwick Business School	miriam.marra08@phd.wbs.ac.uk
Bernt Arne Odegaard	University of Stavanger	bernt.arne.odegaard@gmail.com
Anne Opschoor	Erasmus University	opschoor@ese.eur.nl
Dominik Rösch	Erasmus University	drosch@rsm.nl
Viorel Roscovan	Erasmus University	vroscovan@rsm.nl
Stefan Ruenzi	University of Mannheim	ruenzi@bwl.uni-mannheim.de
Enrique Schroth	University of Amsterdam	e.j.schrothdelapiedra@uva.nl
Mark Seasholes	HKUST	mark.seasholes@gmail.com
Elvira Sojli	Erasmus University	esojli@rsm.nl
Wing Wah Tham	Erasmus University	tham@ese.eur.nl
Geoffrey Tombeur	University of Leuven	geoffrey.tombeur@econ.kuleuven.be
Patrick Tuijp	University of Amsterdam	p.f.a.tuijp@uva.nl
Dimitrios Vagias	Erasmus University	dvagias@rsm.nl
Mark Van Achter	Erasmus University	mvanachter@rsm.nl
Dick van Dijk	Erasmus University	djvandijk@ese.eur.nl
Mathijs van Dijk	Erasmus University	madijk@rsm.nl
Marno Verbeek	Erasmus University	mverbeek@rsm.nl
Avi Wohl	Tel Aviv University	aviwohl@post.tau.ac.il
Gunther Wuyts	University of Leuven	gunther.wuyts@econ.kuleuven.be
Darya Yuferova	Duisenberg School of Finance	darya.yuferova@gmail.com

Directions to Erasmus University – Woudestein Campus

By Air

When arriving at Schiphol Airport (Amsterdam): Take a train to Rotterdam Central Station (about 50 minutes by regular train or 25 minutes by high-speed “Fyra”). Then take a taxi to Erasmus University (Woudestein campus).
When arriving at Rotterdam Airport (European flights only): Take a taxi to Erasmus University (Woudestein campus).

By Car

Coming from the south (A16): First follow the direction “Ring Rotterdam, Den Haag.” Near Ridderkerk, take directions “Feijenoord / Centrum / Kralingen / Capelle.” When crossing the Van Brienoordbrug, take the exit “Rotterdam Centrum / Capelle” and you will arrive at a roundabout. On the roundabout, take the “Rotterdam Centrum” exit. Then take the first turn to the right after the Shell petrol station. You have arrived at Burgemeester Oudlaan. The main entrance of the Woudestein campus is 100 meters further on your right.

Coming from Utrecht and Den Haag: First follow the direction “Ring Rotterdam / Dordrecht,” and then “Kralingen / Feijenoord / IJsselmonde” and take the exit “Capelle / Centrum.” At the traffic lights follow “Rotterdam Centrum.” Then take the first turn to the right after the Shell petrol station. You have arrived at Burgemeester Oudlaan. The main entrance of the Woudestein campus is 100 meters further on your right.

Parking is available on campus for a fee.

By Public Transport

From Rotterdam Central Station: take the metro (subway) in the direction “Spijkenisse.” Change at “Beurs.” Take the direction “Ommoord / Nesselande / Capelle” and exit at “Kralingse Zoom.” When exiting the station, facing the main road, Erasmus University is across the road, about 200 meters to the left. Alternatively, you can take tram number 7 or 21 from Rotterdam Central Station. You should exit at the stop “Erasmus Universiteit / Woudestein” close to the main entrance of the Woudestein campus.

See also: http://www.eur.nl/english/addresses/guide/maps/map_woudestein/