

THE SIXTH RISK MANAGEMENT CONFERENCE

Mont Tremblant, Québec, Canada

FAIRMONT RESORT HOTEL
March 4-6, 2016

Sponsored by:

Desmarais Global Finance Research Centre

Bank of Canada

Global Risk Institute

National Bank

Organized by:

Peter Christoffersen, University of Toronto

Jean-Sébastien Fontaine, Bank of Canada

Jan Ericsson, McGill University

Sermin Gungor, Bank of Canada

PROGRAM



McGill

Desmarais Global Finance Research Centre
Desautels Faculty of Management



Day One: Friday, March 4, 2016

7:30-8:00 Registration

Friday Morning Session: EXTERNALITIES IN ASSET MANAGEMENT

7:30-10:00 BREAKFAST

8:00-8:45

Liquidity Transformation in Asset Management: Evidence from the Cash Holdings of Mutual Funds

Author: Sergey Chernenko, Adi Sunderam
Presenter: Sergey Chernenko, Ohio State University
Discussant: Jaewon Choi, University of Illinois at Urbana-Champaign

8:45-9:00 COFFEE BREAK

9:00-9:45

The Systemic Effects of Benchmarking

Authors: Diego Duarte, Kyoungwan Lee, and Gustavo Schwenkler
Presenter: Gustavo Schwenkler, Boston University
Discussant: Pascal François, HEC Montréal

9:45-10:00 COFFEE BREAK

10:00-10:45

Efficient Machine Learning Methods for Risk Management of Large Variable Annuity Portfolios

Authors: Yuehuan Chen, Conrad Coleman, Thomas F. Coleman, Wei Xu
Presenter: Wei Xu, GRI
Discussant: Jie Cao, The Chinese University of Hong Kong

Friday Afternoon Session: OVERNIGHT RISK

4:30-5:15

Why Does Variance Risk Premium Change Sign from Day to Night?

Authors: Xuechuan (Charles) Ni, Dmitriy Muravyev
Presenter: Dmitriy Muravyev, Boston College
Discussant: Pasquale Della Corte, Imperial College London

5:15-5:30 COFFEE BREAK

5:30-6:15

Market Closure and Short-Term Reversal

Authors: Pasquale Della Corte, Robert Kosowski, Tianyu Wang
Presenter: Pasquale Della Corte, Imperial College London & CEPR
Discussant: Dmitriy Muravyev, Boston College

7:15

CONFERENCE DINNER

Saturday Morning Session: LEVERAGE

7:30-10:00 BREAKFAST

8:00-8:45

Industry Competition, Credit Spreads, and Levered Equity Returns

Author: Alexandre Corhay
Presenter: Alexandre Corhay, University of British Columbia
Discussant: Mamdouh Medhat, Cass Business School

8:45-9:00 COFFEE BREAK

9:00-9:45

An Anatomy of the Financial and Real Impact of Volatility Shocks

Authors: Hui Chen, Hao Wang, Hao Zhou
Presenter: Hui Chen, MIT & NBER
Discussant: Alexandre Jeanneret, HEC Montréal

9:45-10:00 COFFEE BREAK

10:00-10:45

Flexible Prices and Leverage

Authors: Francesco D'Acunto, Ryan Liu, Carolin Pfueger, Michael Weber
Presenter: Michael Weber, University of Chicago
Discussant: Alexandre Corhay, University of British Columbia

10:45-11:00 COFFEE BREAK

11:00-11:45

Institutional Herding in the Corporate Bond Market

Authors: Fang Cai, Song Han, Dan Li, Yi Li
Presenter: Dan Li, Federal Reserve Board
Discussant: Sergey Chernenko, Ohio State University

Saturday Afternoon Session: OPTION RISK AND RETURN

4:30-5:15

Option Return Predictability

Author: Jie Cao, Bing Han, Qing Tong, Xintong Zhan
Presenter: Jie Cao, The Chinese University of Hong Kong
Discussant: Ruslan Goyenko, McGill

5:15-5:30 COFFEE BREAK

5:30-6:15

Volatility and Expected Option Returns

Authors: Guanglian Hu, Kris Jacobs
Presenter: Kris Jacobs, University of Houston
Discussant: Bruno Feunou, Bank of Canada

Sunday Morning Session: NETWORK AND COUNTERPARTY RISK

7:30-10:00 BREAKFAST

8:00-8:45

Endogenous Specialization and Dealer Networks

Authors: Batchimeg Sambalaibat

Presenter: Batchimeg Sambalaibat, University of Oklahoma

Discussant: Wei Xu, GRI

8:45-9:00 COFFEE BREAK

9:00-9:45

Trading Relationships in the OTC Market for Secured Claims: Evidence from Triparty Repos

Authors: Song Han, Kleopatra Nikolaou

Presenter: Song Han, Federal Reserve Board

Discussant: Narayan Bulusu, Bank of Canada

9:45-10:00 COFFEE BREAK

10:00-10:45

Counterparty Risk and Counterparty Choice in the Credit Default Swap Market

Authors: Wenxin Du, Salil Gadgil, Michael B. Gordy, Clara Vega

Presenter: Michael B. Gordy, Federal Reserve Board

Discussant: Jorge Cruz Lopez, Bank of Canada