

The Causes and Consequences of Recent Financial Market Bubbles

Bloomington, Indiana  
August 12-13, 2005

Keynote Speaker: Michael Jensen  
Distinguished Speaker: Maureen O'Hara

Sponsored by  
The Review of Financial Studies and  
The Finance Department of the Kelley School of Business, Indiana University , Bloomington , Ind.  
To register and download the 12 papers selected for the RFS-IU Conference please click [here](#).

PROGRAM COMMITTEE: Brad Barber, Utpal Bhattacharya, Markus Brunnermeier, Joshua Coval, John Graham, Craig Holden, Robert Jennings, Steve Kaplan, Alan Kraus, Maureen O'Hara (chair), Thomas Noe, Jay Ritter, David Scharfstein, Matthew Spiegel, Avanidhar Subrahmanyam, Jiang Wang and Xiaoyun Yu.

Friday, August 12th, 2005

11:00am - 2:00pm: Registration & Lunch (KSB)

2:00pm - 3:20pm Session One

Session Chair: Maureen O' Hara, Cornell

Title: Relative Wealth Concerns and Financial Bubbles

Authors: Peter DeMarzo (Stanford), Ron Kaniel (Duke) and Ilan Kremer (Stanford)

Discussant: Wei Xiong (Princeton)

Title: Are Bubbles and Penny-Stock Valuations Part of the CAPM?

Authors: Haim Kedar-Levy (Ben-Gurion University of the Negev)

Discussant: Craig Holden (Indiana)

3:20pm – 3:40pm: Coffee Break (KSB)

3:40pm – 5:00pm: Session Two (KSB)

Session Chair: Michael Jensen (Harvard)

Title: Who Drove the Tech Bubble?

Authors: John Griffin (UT Austin), Jeffrey Harris (Delaware) and Selim Topaloglu (Queen's)

Discussant: Robert Battalio (Notre Dame)

Title: What Made the Internet Bubble Burst? A Butterfly Flapping its Wings, Or How Little Things Can Make a Big Difference?

Authors: Teodoro Cocca (Zurich)

Discussant: Jay Ritter (Florida)

6:00pm – 7:00pm: Cocktails (Deer Park Manor)

7:00pm: Dinner and Keynote Address by Prof. Michael Jensen (Deer Park Manor)

Saturday, August 13th, 2005

8:00am – 9:00am: Breakfast (KSB)

9:00am – 10:20am: Session Three (KSB)

Session Chair: Bill Christie (Vanderbilt)

Title: Booms, Busts and Fraud

Authors: Paul Povel (Minnesota), Rajdeep Singh (Minnesota) and Andrew Winton (Minnesota)

Discussant: Markus Brunnermeier (Princeton)

Title: Financial Liberalization and Banking Crises: The Role of Capital Inflows and Lack of Transparency

Authors: Mariassunta Giannetti (Stockholm School of Economics) Discussant: Itay Goldstein (Wharton)

10:20am – 10:40am: Coffee Break (KSB)

10:40am – 12:00 noon: Session Four (KSB)

Session Chair: Robert Jennings (Indiana)

Title: Bubble Investors: What Were They Thinking?

Authors: Ravi Dhar (Yale) and William Goetzmann (Yale)

Discussant: Paul Schultz (Notre Dame)

Title: Mutual Funds and Bubbles: The Surprising Role of Contractual Incentives

Authors: Nishant Dass (INSEAD), Massimo Massa (INSEAD) and Rajdeep Patgiri (INSEAD)

Discussant: Andrew Ellul (Indiana)

12:00 noon – 2:00pm: Lunch and Distinguished Address by Prof. Maureen O'Hara (IU Art Museum).  
Lunch sponsored by Charles River Associates.

2:00pm – 3:20pm: Session 5 (KSB) Session sponsored by the Harlos Foundation

Session Chair: Craig Holden (Indiana)

Title: Inflation and Housing Prices: What Fuels Housing Bubbles?

Authors: Markus Brunnermeier (Princeton) and Christian Julliard (Princeton)

Discussant: William Goetzmann (Yale)

Title: The Real Effects of Asset Market Bubbles: Loan and Firm-Level Evidence of the Lending Channel

Authors: Jie Gan (HKUST)

Discussant: Murillo Campello (Illinois)

3:20pm – 3:40pm: Coffee Break (KSB)

3:40pm – 5:00pm: Session Six (KSB)

Session Chair: Jay Ritter (Florida)

Title: Can Market Price Diverge from Fundamentals for an Extended Period: Evidence from the late 1990s

Authors: Asher Curtis (New South Wales)

Discussant: Christian Lundblad (Indiana)

Title: Bubbles and Panics in a Frictionless Market with Heterogeneous Expectation

Authors: Henry Cao (CKGSB) and Hui Ou-Yang (Duke)

Discussant: S. Viswanathan (Duke)