

Center for Integrated Risk Management and Corporate Governance

The Center for Integrated Risk Management and Corporate Governance is a partnership between the School of Business Administration and the School of Law and a center of excellence at Loyola University Chicago.

Its mission is to promote strong corporate governance and responsible leadership, to deliver a high quality curriculum at the graduate and undergraduate levels, to support interdisciplinary research, and to conduct outreach in risk management and corporate governance.

For additional information please visit LUC.edu/risk

CME Foundation

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Preparing people to lead extraordinary lives

“Risk Management and Corporate Governance”

Loyola University Chicago
School of Business Administration

Academic Conference

October 1-2, 2009

**University Club of Chicago
76 E. Monroe Street
Loyola University Chicago
Maguire Hall
1 E. Pearson Street**



Preparing people to lead extraordinary lives

Conducted by:
Center for Integrated Risk Management and Corporate Governance

Wednesday September 30
Welcome Reception at the University Club of Chicago
Room H
6:00 – 7:30 PM

Thursday October 1
Continental Breakfast at the University Club of Chicago
Michigan Room
7:30 – 8:30 AM

Session: 1A

Session Chair: Don Chance

Time: 8:30 – 10:00AM

Location: Millennium Room North, University Club of Chicago
CEO Employment Contract Horizon and Myopic Behaviour

Author: Moqi Xu

Beating the Target: A Closer Look at Annual Incentive Plans

Authors: Daniel Sungyeon Kim and Jun Yang

Do Ownership Structures Affect the Risk Incentive Provided by
Managerial Portfolio Holdings? An Empirical Analysis of the AIM
Traded Companies in the UK

Authors: Helena Pinto and Andrew Marshall

Session: 1B

Session Chair: John Boatright

Time: 8:30 – 10:00 AM

Location: Millennium Room North, University Club of Chicago
Employee Ownership of Institutional Investment Management Firms

Authors: Stephen G. Dimmock, William C. Gerken, and
Jennifer Marietta-Westberg

Stock Repurchase Programs and Corporate Governance: Ethical Issues
and Dilemmas

Author: Richard McGowan, S.J.

Coordinating Capital Structure with Risk Management

Authors: Diego Amaya, Geneviève Gauthier, and Thomas-
Olivier Léautier

Session: 2A

Session Chair: Robert W. Kolb

Time: 10:30 AM – 12:00 PM

Location: Millennium Room North, University Club of Chicago

Default Swaps and Director Oversight: Lessons from AIG

Author: P.M. Vasudev

Credit Ratings and CEO Risk-Taking Incentives

Authors: Yu Flora Kuang and Bo Qin

Implicit Options and Games between Debtor and Creditor with Credit
Derivatives

Author: Ju Xiang

Session: 2B

Session Chair: Timur Gok

Time: 10:30 AM – 12:00 PM

Location: Millennium Room South, University Club of Chicago

Corporate Governance, Agency Cost and Takeover Decision

Author: Tao-Hsien Dolly King, Weidong Tian, and Cinder
Xinde Zhang

To Regulate or Un-regulate? The Dichotomy of Chinese and Western
Models

Author: Xiao Huang

Board Risk Oversight, Hedging Intensity, and Idiosyncratic Risk of U.S.
Banks

Author: Kathy Fogel, Yingying Shao, and Timothy Yeager

Session: 2C

Session Chair: Don Chance

Time: 10:30 AM – 12:00 PM

Location: Room H, University Club of Chicago

Ethical Mutual Funds: An Experimental Analysis of Investor Behavior

Authors: Iván Barreda Tarrazona, Juan Carlos Matallín Sáez,
and M^a Rosario Balaguer Franch

The Role of the Interaction Between Information and Behavioral Bias in
Explaining Herding

Authors: Beatriz Fernández, Teresa Garcia-Merino, Rosa
Mayoral, Valle Santos, and Eleuterio Vallelado

On the Paradoxical Relation between Group Support and Subsidiary
Insolvency in the Insurance Industry

Author: George Zanjani

Lunch in the Michigan Room 12:15 – 1:30 PM

Welcoming remarks: Robert Kolb, Frank W. Consigned Chair & Don Schwartz, Director, Center for
Integrated Risk Management and Corporate Governance

Session: 3A

Session Chair: Steven Todd

Time: 1:30 – 3:00 PM

Location: Millennium Room North, University Club of Chicago

Modeling of CPDOs: Identifying Optimal and Implied Leverage

Author: Jochen Dorn

Systematic Scenario Selection: A Methodology for Selecting a Representative Grid of Shock Scenarios from a Multivariate Elliptical Distribution

Authors: Mark D. Flood and George G. Korenko

Sample Tangency Portfolio, Representativeness and Ambiguity: Impact of the Law of Small Numbers

Author: Ghislain Yanou

Session: 3B

Session Chair: Nick Lash

Time: 1:30 – 3:00 PM

Location: Millennium Room South, University Club of Chicago

Enhancing the Efficiency of Board Decision Making: Lessons Learned from the Financial Crisis of 2008

Author: Bernard S. Sharfman

Principals vs. Principles: What Do Managers Do When Governance Is Slack?

Author: Ralf Steinhauser

Formal and Informal Institutions in Asia A Survey of Asian Corporate Governance

Author: Andreas Högberg

Session: 3C

Session Chair: Timur Gok

Time: 1:30 – 3:00 PM

Location: Room H, University Club of Chicago

From 'Entrepreneurial State' to 'State of Entrepreneurs': Ownership Implications of the Transformation in Mexican Governance Since 1982

Author: Josè G. Vargas-Hernández

Foreign Banks' Lending after the Financial Sector Reform in Indonesia: Do Shocks from Home Affect the Currency Mix of Foreign Claims?

Author: Yuki Masujima

Session: 4A

Session Chair: Tassos Malliaris

Time: 3:15 – 4:45 PM

Location: Millennium Room North, University Club of Chicago

Tail Dependence of Major U.S. Stocks

Authors: Long Kang and Simon H Babbs

Commercial Paper, Lines of Credit, and the Real Effects of the Financial Crisis of 2008: Firm-Level Evidence from the Manufacturing Industry

Authors: Pengjie Gao and Hayong Yun

Session: 4B

Session Chair: Robert W. Kolb

Time: 3:15 – 4:45 PM

Location: Millennium Room South, University Club of Chicago

The Implications of the New Governance for Corporate Governance

Author: John R. Boatright

Voluntary Corporate Governance: Evidence from a Probit Panel Data Model

Author: Rodrigo Mariath Zeidan

"Enlightened Shareholder Value": Corporate Governance Beyond the Shareholder-Stakeholder Divide

Author: Virginia Harper Ho

Dinner at the University Club of Chicago
Charter Room
7:30 – 9:00 PM

Friday October 2
Continental Breakfast at the University Club of Chicago
8:00 – 9:00 AM

Session: 5

Session Chair: George Kaufman

Time: 9:00 – 10:30 AM

Location: Maguire Hall Room 110, Loyola University Chicago

Corporate Political Spending and Shareholders' Rights: Why the U.S. should adopt the British Approach

Author: Ciara Torres-Spelliscy

Are Regulatory Authorities Effective in Ensuring Proper Disclosure in Emerging Stock Markets? Evidence from the Casablanca Stock Exchange

Authors: Omar Farooq and Mouna El Ouaabani

Disclosure 2.0: Leveraging Technology to Address "Complexity" and Information Failures in the Financial Crisis

Author: Erik F. Gerding

Session: 6

Session Chair: Suk Hun Lee

Time: 10:45 AM – 12:15 PM

Location: Maguire Hall Room 110, Loyola University Chicago

Identity Theft: The Risks and Challenges of Data Compromise

Authors: John Winn and Kevin Govern

You Have Been Warned! ... Really?—Assessment of the Liability of the Service Provider in Case a Warning Has Been Given to the Client.

Author: J.A. Luzak

The Multivariate Modelling of the Risky Behavior of Drivers

Authors: Michel Grun-Réhomme and Mériem Mâatig

Luncheon at Loyola University Chicago
12:15 – 1:15 PM

Architectural Walking Tour of Chicago
1:15 – 3:15 PM

CALL FOR PAPERS

*Risk Management and Corporate Governance Annual
Conference*

Conducted by:
Center for Integrated Risk Management and Corporate Governance
Loyola University Chicago

October 6-8, 2010

We seek academically oriented, high quality studies of issues related to any aspect of risk management or corporate governance. All disciplines are welcome to participate as we seek to create a multi-disciplinary perspective on this timely topic. We welcome a wide variety of papers, from the most technical risk management models to policy-oriented discussions. We are especially interested in attracting contributions from finance, economics, management, law, business ethics, psychology and sociology.

Submission Procedure: Please submit a two-page abstract by **July 15, 2010**. Acceptances will be based on the submitted abstract, but the abstracts must be followed by complete papers by **September 1, 2010**.

There is no conference registration fee, and the Center for Integrated Risk Management and Corporate Governance will provide meals during the conference. Travel and accommodation remain the responsibility of participants.

Please submit your abstract via e-mail to: risk@luc.edu

Please see our Web site for additional details: LUC.edu/risk.