

Fifth Miami Behavioral Finance Conference

December 14-16, 2014



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Department of Finance
School of Business Administration
University of Miami
Coral Gables, Florida 33124, USA

Fifth Miami Behavioral Finance Conference

December 14-16, 2014

Keynote Speaker: Matthew Rabin, Harvard University

Program Committee Chair: Campbell Harvey, Duke University and University of Miami

Organizers: Jawad Addoum, Stefanos Delikouras, and George Korniotis, University of Miami

SUNDAY, DECEMBER 14, 2014

6:00 pm – 8:00 pm *Welcome Reception:* Southwest Terrace, Biltmore Hotel

MONDAY, DECEMBER 15, 2014

8:15 am – 8:45 am *Continental Breakfast:* Student Activities Center, University of Miami

8:45 am – 9:00 am *Welcome Remarks:* **Eugene Anderson**, Dean, University of Miami School of Business Administration

Conference Program Overview: **Campbell Harvey**, Program Committee Chair

Morning Session Chair: **Stefanos Delikouras**, University of Miami

9:00 am – 9:40 am Which Risk Factors Matter to Investors? Evidence From Mutual Fund Flows, **Brad Barber**, University of California, Davis, Xing Huang, Michigan State University, and Terrance Odean, University of California, Berkeley

Discussant: **Amit Goyal**, University of Lausanne

9:40 am – 10:20 am Distrust in Finance Lingers: Jewish Persecution and Households' Investments, Francesco D'Acunto, University of California, Berkeley, Marcel Prokopczuk, Zeppelin University, and **Michael Weber**, University of Chicago

Discussant: **Rick Green**, Carnegie Mellon University

10:20 am – 10:50 am *Coffee Break*

10:50 am – 11:30 am License to Spend: Consumption-Income Sensitivity and Portfolio Choice, **Jawad Addoum**, University of Miami, Stefanos Delikouras, University of Miami, and George Korniotis, University of Miami

Discussant: **Luis Viceira**, Harvard University

11:30 am – 12:10 pm Visibility Bias in the Transmission of Consumption Norms and Undersaving, Bing Han, University of Toronto, and **David Hirshleifer**, University of California, Irvine

Discussant: **Theresa Kuchler**, New York University

12:10 pm – 1:30 pm *Lunch:* Student Activities Center, University of Miami

Afternoon Session Chair: **Sandro Andrade**, University of Miami

1:30 pm – 2:30 pm *Keynote Speech:* Inferential Errors in Markets and Elsewhere, **Matthew Rabin**, Harvard University

2:30 pm – 3:10 pm Decision-Making under the Gambler's Fallacy: Evidence from Asylum Judges, Loan Officers, and Baseball Umpires, Daniel Chen, ETH Zurich, Tobias Moskowitz, University of Chicago, and **Kelly Shue**, University of Chicago

Discussant: **John Beshears**, Harvard University

3:10 pm – 3:30 pm *Coffee Break*

3:30 pm – 4:20 pm *Ph.D. Student Papers*

Taking a Beating on the Stock Market: Crime and Stock Returns, **John Huck**, University of Michigan, Ann Arbor

Discussant: **Timothy Burch**, University of Miami

Identity, Overconfidence, and Investment Decisions, **Francesco D'Acunto**, University of California, Berkeley

Discussant: **George Korniotis**, University of Miami

5:30 pm – 9:00 pm *Dinner Cruise:* Bayside Marina

TUESDAY, DECEMBER 16, 2014

- 8:30 am – 9:00 am *Continental Breakfast:* Student Activities Center, University of Miami
- Morning Session Chair:* **Rik Sen**, HKUST and University of Miami
- 9:00 am – 9:40 am Learning Millennial-Style, **Bruce Carlin**, University of California, Los Angeles, Li Jiang, University of California, Los Angeles, and Stephen Spiller, University of California, Los Angeles
Discussant: **Laura Veldkamp**, New York University
- 9:40 am – 10:20 am Ambiguity Aversion, Disagreement, and the Theory of the Firm, **David Dicks**, University of North Carolina at Chapel Hill, and Paolo Fulghieri, University of North Carolina at Chapel Hill
Discussant: **Christopher Hennessy**, London Business School
- 10:20 am – 10:50 am *Coffee Break*
- 10:50 am – 11:30 am FORE! An Analysis of CEO Shirking, **David Cicero**, University of Alabama, Lee Biggerstaff, University of Tennessee, and Andy Puckett, University of Tennessee
Discussant: **Justin Murfin**, Yale University
- 11:30 am – 12:10 pm Rational and Heuristic-Driven Trading Panics in an Experimental Asset Market, **Chad Kendall**, University of Southern California
Discussant: **Sophie Moinas**, University of Toulouse
- 12:10 pm – 1:30 pm *Lunch:* Student Activities Center, University of Miami
- Afternoon Session Chair:* **Vidhi Chhaochharia**, University of Miami
- 1:30 pm – 2:10 pm Investor Behavior and Financial Innovation: Callable Bull/Bear Contracts, **Avanidhar Subrahmanyam**, University of California, Los Angeles, Xindan Li, Nanjing University, and Xuewei Yang, Nanjing University
Discussant: **Turan Bali**, Georgetown University
- 2:10 pm – 2:50 pm Household Wealth and Portfolio Choice When Tail Events Are Salient, **Murray Carlson**, University of British Columbia, and Ali Lazrak, University of British Columbia
Discussant: **Daniel Gottlieb**, University of Pennsylvania
- 2:50 pm – 3:20 pm *Coffee Break*
- 3:20 pm – 4:00 pm Time Will Tell: Information in the Timing of Scheduled Earnings News, **Eric So**, Massachusetts Institute of Technology
Discussant: **Samuel Hartzmark**, University of Chicago

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KEYNOTE SPEAKER

Matthew Rabin is the Pershing Square Professor of Behavioral Economics in the Harvard Economics Department and Harvard Business School.

Before that, he spent 25 years at the wonderful University of California, Berkeley Economics Department. His research focuses primarily on incorporating psychologically more realistic assumptions into empirically applicable formal economic theory. His current topics of interest include errors in statistical reasoning and the evolution of beliefs, effects of choice context on exhibited preferences, reference-dependent preferences, and errors people make in inference in market and learning settings. He received his PhD from MIT in 1989, the same year he joined the Berkeley faculty as an assistant professor. He is a member of the Russell Sage Foundation Behavioral Economics Roundtable and co-organizer of the Russell Sage Summer Institute in Behavioral Economics. He has been a visiting professor at M.I.T., London School of Economics, Northwestern, Harvard, and Cal Tech, as well as a visiting scholar at the Center for Advanced Study in Behavioral Sciences (at Stanford) and the Russell Sage Foundation.

Professor Rabin's honors include Most Likely to Express His Opinion (Springbrook High School); Alfred P. Sloan Research Fellow; Graduate Economics Association Outstanding Teaching Award; MacArthur Foundation Fellow; Econometric Society Fellow; John Bates Clark Medal from the American Economic Association; and the Fellow of American Academy of Arts and Sciences.



Matthew Rabin

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PROGRAM COMMITTEE MEMBERS

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