

**The 7th NCTU International Finance Conference and
Celebration for Professor Cheng-Few Lee's Forty-year
Teaching Career**

第七屆交通大學財務金融國際研討會暨

李正福教授教學 40 周年慶祝會

**Conference Theme: Risk Management and Strategies of
Developing Financial Markets**

會議主題：風險管理與金融市場發展之策略

時間(Date)：103 年 1 月 10 日（星期五）8：30 AM --18：00 PM

(8：30 AM ~18：00 PM, Friday, January 10, 2014)

地點(Location)：國立交通大學光復校區電子與資訊研究中心 1 樓

(Microelectronics and Information Systems Research Center 1F)

Program Director:

Cheng-Few Lee, Foundation of Pacific Basin Financial Research and Development,
Taiwan and Rutgers University, USA

Program Co-Director:

Min-Teh Yu, National Chiao Tung University, Taiwan

主辦單位(Conference Organizers)：

Department of Information Management and Finance, National Chiao Tung
University, Taiwan 國立交通大學資訊管理與財務金融學系

Foundation of Pacific Basin Financial Research and Development, Taiwan

財團法人亞太金融研究發展基金會

Rutgers University, USA 羅格斯大學

合辦單位(Conference Co-Organizers)：

Executive Master of Business Administration (EMBA), National Chiao Tung
University, Taiwan 國立交通大學EMBA

Department of Quantitative Finance, National Tsing Hua University, Taiwan

國立清華大學計量財務金融系

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The 7th NCTU International Finance Conference and Celebration for Professor Cheng-Few Lee's Forty-year Teaching Career ~~ Program ~~		
8:30~9:00	報到 Registration	
9:00~9:05	致歡迎詞 Welcome Remarks 李正福教授	國際 會議廳
9:05~9:20	校長/院長致辭 Welcome Remarks (1) 吳妍華校長 (2) 張新立院長	
9:20~9:45	貴賓致詞 Welcome Remarks	
9:45~10:35 (50 mins)	專題演講(1) Keynote Speech (1) 美台四十年學術生涯之經驗、感想及啟示 Chairperson: Chun-Yen Chang , National Chiao Tung University, Taiwan (Former Principal of National Chiao Tung University) (張俊彥教授 (前交通大學校長)) Speaker: Cheng-Few Lee (Chair Professor of Finance, Rutgers University, USA)	
10: 35~11:15 (40 mins)	專題演講(2) Keynote Speech (2) Chairperson: Min-Teh Yu, National Chiao Tung University, Taiwan(俞明德教授 交通大學) Speaker: Mu-Tsai Chen, Chairperson, China Development Financial Holding Corporation (陳木在董事長 中華開發金融控股公司)(邀 請中)	
11:15~11:30	休息 Tea Break	
11:30~13:00 (90 mins)	Panel Session I. 銀行風險管理 Chairperson: Min-Teh Yu, National Chiao Tung University, Taiwan(俞明德教授 交通大學) Panelists: 1. Sheng-Cheng Hu, Institute of Economics, Academia Sinica, Taiwan; Former Chairperson of Financial Supervisory and Former Chairperson of Council for Economic Planning and Development Commission (胡勝正院士 中央研究院、前金管 會及經建會主委)	國際 會議廳

	2. Yung-Kang Ching, Risk Management Department, China Development Industrial Bank, Taiwan(敬永康協理 中華開發工業銀行風險管理部協理) 3. Yehning Chen, Chairperson, Department of Finance, National Taiwan University(陳業寧教授 台大財金系系主任)	
	Academic Session I. Corporate Finance and Real Estate Chairperson: Chiuling Lu, National Taiwan University, Taiwan 1. <i>Passive Blockholders and Corporate Governance</i> Kee H. Chung, State University of New York at Buffalo, USA Choonsik Lee, Quinnipiac University, USA Carl Hsin-han Shen, National Central University, Taiwan 2. <i>Does Population Aging Affect Real House Prices? Evidence from Eight Asian Economies</i> Chiuling Lu, National Taiwan University, Taiwan Cheng-Lun Shih, National Taiwan University, Taiwan 3. <i>Examining Expensing Employee Compensation Policy: Theory and Evidence</i> Ren-Raw Chen, Fordham University, USA Ting-Kai Chou, National Chung Cheng University, Taiwan Hsuan-Chu Lin, National Cheng Kung University Michael Long, Rutgers University, USA 4. <i>Does Corporate Governance Curb Managers' Opportunistic Behavior of Exploiting Inside Information for Early Exercise of Executive Stock Options?</i> Chin-Chen Chien, National Cheng Kung University, Taiwan Cheng-Few Lee, Rutgers University, USA She-Chih Chiu, National Cheng Kung University, Taiwan	第一會議室
	Academic Session II. Micro Structure Chairperson: Yin-Feng Gau, National Central University, Taiwan 1. <i>The Informational Role of Order Flow in Foreign Currency Futures and Spot Markets</i> Yu-Lun Chen, Chung Yuan Christian University, Taiwan Yin-Feng Gau, National Central University, Taiwan	第三會議室

2. <i>Short-Sale Constraints, Price Efficiency, and Investor Trading</i> William T. Lin, Tamkang University, Taiwan Shih-Chuan Tsai, National Taiwan Normal University, Taiwan Pei-Yau Lung, Tamkang University, Taiwan 3. <i>Order Cancellations across Investor Groups: Evidence from an Emerging Order-Driven Market</i> Chaoshin Chiao, National Dong Hwa University, Taiwan Zi-Mei Wang, Ming Chuan University, Taiwan Shiau-Yuan Tong, Ming Chuan University, Taiwan 4. <i>The Effects of Market Maturity and Informed Trading on Cash-Futures Basis</i> Emily Lin, St. John's University, Taiwan Charles Chang, Chinese University of Hong Kong, Hong Kong 5. <i>The Sources of Commonality in Liquidity: New Evidence from the Taiwan Stock Markets</i> Wen-Liang Hsieh, National Chiao Tung University, Taiwan Yuan-Yi Lin, St. John's University, Taiwan	
Academic Session III. Credit Risk and Risk Management Chairperson: Chuang-Chang Chang, National Central University, Taiwan 1. <i>Is the S&P Rating a Good Credit Risk Proxy? A Stochastic Frontier Approach</i> Jhao-Siang Siao, National Dong Hwa University, Taiwan Ruey-Ching Hwang, National Dong Hwa University, Taiwan Chih-Kang Chu, National Dong Hwa University, Taiwan 2. <i>Bankruptcy Probabilities Inferred from Option Prices</i> Stephen J. Taylor, Lancaster University, UK Chi-Feng Tzeng, National Tsing Hua University, Taiwan Martin Widdicks, University of Illinois at Urbana-Champaign, USA 3. <i>The Capital Structure of a Firm with a Generalized Interest Rate Process</i> Chuang-Chang Chang, National Central University, Taiwan Jun-Biao Lin, National Kaohsiung First University of Science and Technology, Taiwan Chun-Chieh Yang, Taipei Fubon Bank, Taiwan	第四 會議室

	4. Industry Characteristics and Financial Risk Spillovers Wan-Chien Chiu, Universidad Carlos III de Madrid, Spain Juan Ignacio Peña, Universidad Carlos III de Madrid, Spain Chih-Wei Wang, Universidad Carlos III de Madrid, Spain 5. Optimal Exponentially Tilted Importance Sampling for Event Simulation with Applications Cheng-Der Fuh, National Central University, Taiwan Huei-Wen Teng, National Central University, Taiwan Ren-Her Wang, Tamkang University, Taiwan	
13:00~14:00 (60mins)	午餐 Lunch Time	
14:00~14:45 (45mins)	專題演講(3) Keynote Speech (3) The Real Effect of the Initial Enforcement of Insider Trading Laws Chairperson: Sheng-Syan Chen 陳聖賢 (臺大財務金融系教授) Speaker: K.C. John Wei (Chair Professor of Finance, The Hong Kong University of Science & Technology)	國際會議廳
14:45~16:15 (90 mins)	Panel Session II. 兩岸服貿協議對金融市場之影響 Chairperson: Rong-I Wu, President, Taiwan Brain Trust; Former Vice Premier, Executive Yuan, Taiwan (吳榮義董事長 新台灣國策智庫,前行政院副院長) Panelists: 1. Sheng-Cheng Hu, Institute of Economics, Academia Sinica, Taiwan; Former Chairperson of Financial Supervisory Commission and Former Chairperson of Council for Economic Planning and Development (胡勝正院士 中央研究院、前金管會及經建會主委) 2. Kuo-Yuan Liang, President, Polaris Research Institute(梁國源院長 寶華綜合經濟研究院)(邀請中) 3. Cheng-Mount Cheng, President, Taiwan Academy of Banking and Finance(鄭貞茂院長 台灣金融研訓院) 4. Show- Ling Jang, Chairperson, Department of Economics, National Taiwan University(鄭秀玲主任 台大經濟系系主任)	國際會議廳

	Academic Session IV. Corporate Finance Chairperson: Han-Hsing Lee, National Chiao Tung University, Taiwan 1. <i>The Information Content of R&D Reductions</i> Konan Chan, National Chengchi University, Taiwan Yueh- hsiang Lin, National Taipei College of Business, Taiwan Yanzhi Wang, National Taiwan University, Taiwan 2. <i>Strategic Choice of Payment Methods in Corporate Acquisitions: from the Perspective of Collective Bargaining with Unionized Workers</i> I-Ju Chen, Yuan Ze University, Taiwan Sheng-Syan Chen, National Taiwan University, Taiwan Yan-Shing Chen, National Taiwan University, Taiwan 3. <i>Why Does Bad News Increase Volatility and Interest Rate, and Decrease Optimism, Asset Prices and Leverage?</i> F. Albert Wang, University of Dayton, USA 4. <i>The Effect of Demographic Dividend on CEO Compensation</i> Sue-Fung Wang, National Chiao Tung University, Taiwan Yi-Cheng Shih Kai-Ling Chin	第一 會議室
	Academic Session V. Financial Accounting and Auditing Chairperson: Shih-Ti Yu, National Tsing Hua University, Taiwan 1. <i>How Firm Size, Firm Liquidity and Recognition Policy Affect the Pricing Effect of Employee Stock Options-An Application of Self-Selection Model Controlling for Endogeneity</i> Chii-Shyan Kuo, National Cheng Kung University, Taiwan Shih-Ti Yu, National Tsing Hua University, Taiwan 2. <i>Alternative Methods for Beta Forecasting</i> Hong-Yi Chen, National Central University, Taiwan Cheng-Few Lee, Rutgers University, USA Fu-Lai Lin, Da-Yeh University, Taiwan 3. <i>Accrual Quality and Audit Fees: The Role of Abnormal Audit Fees</i> Fang-Chi Lin, TamKang University Yu-Cheng Lin, National Chi Nan University, Taiwan Chieh-Shuo Chen, National Changhua University of Education, Taiwan	第三 會議室

	4. A Potential Benefit of Increasing Book-Tax Conformity: Evidence from the Reduction in Audit Fees Nan-Ting Kuo, National Central University	
	Academic Session VI. Option Pricing Chairperson: Huimin Chung, National Chiao Tung University, Taiwan 1. Option Pricing under Stock Market Cycles with Jump Risks in Dow Jones Industrial Average Index and S&P 500 Index Shih-Kuei Lin, National Chengchi University, Taiwan So-De Shyu, Takming University, Taiwan Shin-Yun Wang, National Dong Hwa University, Taiwan 2. Deviations from Put-Call Parity and Volatility Prediction: Evidence from the Taiwan Index Option Market Chin-Ho Chen, National Chiao Tung University, Taiwan Huimin Chung, National Chiao Tung University, Taiwan Shu-Fang Yuan, Nanhua University, Taiwan 3. Forgive, and Award, Your Debtor: a Barrier Option Approach David Sun, Kainan University, Taiwan Da Ching Chow, Yuan Ze University, Taiwan 4. R-2GAM Stochastic Volatility Model: Flexibility and Calibration Cheng-Few Lee, Rutgers University, USA Oleg Sokolinskiy, Rutgers University, USA	第四會議室
16:15~16:30	休息 Tea Break	
16:30~18:00 (90 mins)	Panel Session III. Discussion on the Contribution of Professors Eugene Fama, Lars P. Hansen and Robert J. Shiller Chairperson: Wen-Liang Hsieh, National Chiao Tung University, Taiwan(謝文良教授 國立交通大學) Panelists: 1. Cheng-Few Lee, Rutgers University, USA 2. Chao-Hsi Huang, Dean, College of Technology Management, National Tsing Hua University, Taiwan (黃朝熙教授 國立清華大學科技管理學院院長) 3. Eric S. Lin, Department of Economics, National Tsing Hua	第四會議室

	University(林世昌教授 國立清華大學經濟系)	
	Academic Session VII. Assets Pricing and Corporate Finance Chairperson: Keh Luh Wang, National Chiao Tung University, Taiwan 1. Do Venture Capital Backed Ipos Experience Better Operating Performance? Woan-lih Liang, National Chiao Tung University, Taiwan 2. Alternative Methods to Derive Statistical Distribution of Sharpe Performance Measure: Review, Comparison, and Extension Lie-Jane Kao, Kainan University, Taiwan Cheng-Few Lee, Rutgers University, USA 3. Wavelet Based Risk Measures for Intra-daily Market Dynamics Edward W. Sun, Dedge Business School, France Yi-Ting Chen, National Chiao Tung University, Taiwan Min-Teh Yu, National Chiao Tung University, Taiwan 4. Does Microtherm Boosts Pharmaceutical Stock Prices? Chien-Chung Nieh, Tamkang University, Taiwan	第一會議室
	Academic Session VIII. Investment Analysis and Insurance Chairperson: Che-Chun Lin, National Tsing Hua University, Taiwan 1. Pricing A Mortgage-backed Security Using First Hitting Time Che-Chun Lin, National Tsing Hua University, Taiwan Jow-Ran Chang, National Tsing Hua University, Taiwan Jing-Tang Tsay, National Taipei College of Business, Taiwan 2. Consistent Winners and Losers Hong-Yi Chen, National Central University, Taiwan Chai-Hsun Hsieh, National Central University, Taiwan 3. The Stock Market Valuation of Intellectual Capital in the IT Industry Hung-Chao Yu, National Chengchi University, Taiwan Wen-Ying Wang, National Chengchi University, Taiwan Chingfu Chang, National Chengchi University, Taiwan	第三會議室

	4. <i>Earnings Management Surrounding Forced CEO Turnover: Evidence from the Property-Casualty Insurance Industry</i> Jiang Cheng, Shanghai University of Finance and Economics, China Tzuting Lin, National Taiwan University, Taiwan	
18:30~20:30	Dinner	