

## News

The Fifth FIRN Master Class will be held at UTS from 5 to 9 July. The presenters are  
**Paola Sapienza**, Professor of Finance, Northwestern University  
**Toni Whited**, Professor of Business Administration, University of Rochester.  
**Andrew Patton**, Associate Professor of Economics, Duke University.

At the 6th World Congress of the Bachelier Finance Society in Toronto **Eckhard Platen** announced the hosting of the 7th World Congress by the QFRC in 2012 in Sydney.

## Visitors

**Ser-Huang Poon**, 26 January to 31 July.

Professor of Finance, Manchester University

*Research Interests:* Forecasting volatility; Volatility modelling and trading; Asset pricing in discrete time; Interest rate options.

Web: <http://www.manchester.ac.uk/research/Ser-huang.poon/>

**John Knight**, 6 July to 6 August

Professor of Economics, University of Western Ontario,

*Research Interests:* Financial Econometrics

Web: <http://economics.uwo.ca/faculty/knight/>

## Upcoming Seminars

28-July, **Vikran Nanda**, Georgia Tech College of Management

TBA (Areas: Corporate Finance, Market Microstructure, Financial Intermediation, Emerging Economies)

## Papers and Book Chapters Accepted

**C Chiarella** & G Cheang, 2010, Exchange options under jump-diffusion dynamics, *Applied Mathematical Finance*, forthcoming.

TM Christensen, AS Hurn & **AR Pagan**, 2010, Detecting Common Dynamics in Transitory Components, *Journal of Time Series Econometrics*, forthcoming.

**O Stavrunova** & O Yerokhin, 2010, Two-part fractional regression model for the demand for risky assets, *Applied Economics*, forthcoming.

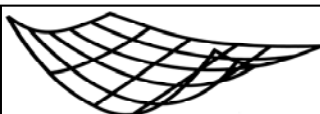
## Working Papers

### QFRC Research Papers

278. Andreas Röthig & **Carl Chiarella**, Small Traders in Currency Futures Markets.

279. **Hardy Hulley**, The Economic Plausibility of Strict Local Martingales in Financial Modelling.

Copies of the papers are available at: <http://www.business.uts.edu.au/qfrc/research/rp2010.html>



**QMF2010**

11 – 18 December 2010

Focus: Variable Annuities, Stochastic Volatility, Portfolio Optimisation, Transaction Costs, Energy and Emissions Trading and other areas of Quantitative Finance

For further information see the QMF2010 conference website at: [www.qfrc.uts.edu.au/qmf](http://www.qfrc.uts.edu.au/qmf)

## Conference and Seminar Presentations

- R Bird**, Do Fund Managers Add Value? What is the Optimum Structure for a Private Pensions Industry? (with **J Gray**), *Fiduciary Investors Symposium*, Manly, June.
- C Chiarella**, Time-Varying Beta: A Boundedly Rational Equilibrium Approach, (with R Dieci & **T He**), *11th Workshop on Optimal Control, Dynamic Games and Nonlinear Dynamics*, Amsterdam, June.
- C Chiarella**, Financial Fragility and Interacting Units: An Exercise, (with S Giansante, S Sordi & A Vercelli), *Interacting Agents and Nonlinear Dynamics in Macroeconomics*, Udine, Italy, June.
- J Collins**, Immigrants, Unemployment, Social disadvantage and the Global Financial Crisis in Australia, *Conference on Immigration in Harder Times: the United States and Australia*, Monash University Centre, Prato, Italy, May.
- C Di Guilmi**, Limit distribution of evolving strategies in financial markets, *11th Workshop on Optimal Control, Dynamic Games and Nonlinear Dynamics*, Amsterdam, June.
- C Di Guilmi**, The financial instability hypothesis: a stochastic microfoundation, *Interacting Agents and Nonlinear Dynamics in Macroeconomics*, Udine, Italy, June.
- C Di Guilmi**, The financial instability hypothesis: a stochastic microfoundation, *Minsky Conference, Levy Economics Institute of the Bard College*, Annandale on Hudson, USA, June.
- D Goldbaum**, Follow the leader: A steady state analysis of a dynamic social network, *Economic Science with Heterogeneous Interacting Agents 2010 Workshop*, Alessandria, Italy, June.
- D Goldbaum**, Learning and adaptation as a source of market failure, Seminar, Department of Applied Mathematics, University of Venice, Venice, Italy, June.
- G Menzies**, Discussant of W.McKibbin, Modelling the Impact of the Global Financial Crisis on World Trade, *National Bureau of Economic Research, Australian National University and Reserve Bank of Australia 21st Annual East Asian Seminar on Economics, A Pacific Rim Perspective on the Financial Crisis*, Sydney, June.
- A Pagan**, Why Can't We Predict Recessions, (with D. Harding), *TUSIAD Conference*, Istanbul, May.
- E Platen**, A Benchmark Approach to Computative Finance, Summer School Lecture, *1st R/Rmetrics Summer School and 4th User/Developer Meeting on Computational Finance and Financial Engineering*, Meielisalp, Switzerland, June.
- E Platen**, Real World Pricing of Long Term Contracts, *14th International Congress on Insurance: Mathematics and Economics*, Toronto, June.
- E Schlögl**, Equity-Linked Pension Schemes with Guarantees (with J A Nielsen & K Sandmann), *14th International Congress on Insurance: Mathematics and Economics*, Toronto, June.
- S Thorp**, Discussion, Financial Decisions in Turbulent Markets, *1st Annual Boulder Summer Conference on Consumer Financial Decision Making*, Leeds School of Business, University of Colorado, Boulder, USA, June.

### 6TH WORLD CONGRESS OF THE BACHELIER FINANCE SOCIETY, TORONTO, JUNE

- C Chiarella**, The Evaluation of Swing Contracts with Regime Switching, (with L Clewlow & **B Kang**).
- K Glover**, The British Russian Option, (with G Peskir and F Samee).
- K Ignatieva**, Modelling Co-movements and Tail Dependency in the International Stock Market via Copulae, (with **E Platen**).
- B Kang**, The Evaluation of Barrier Option Prices Under Stochastic Volatility, (with C Chiarella, & G H Meyer)
- E Platen**, Simulation of Diversified Portfolios in a Continuous Financial Market, (with **R Rendek**).
- E Schlögl**, A Hybrid Commodity and Interest Rate Market Model (with Kay Pilz).
- L Shi**, Difference in Opinions and Risk Premium (with **T He**)
- J Ziveyi**, American Option Pricing Under Two Stochastic Volatility Processes, (with **C Chiarella**).

### SEVENTEENTH ANNUAL CONFERENCE OF THE MULTINATIONAL FINANCE SOCIETY, BARCELONA, JUNE

- D G Baur**, Stock Return Autocorrelations Revisited: A Quantile Regression Approach, (with T Dimpfl & R Jung).
- D G Baur**, The Risk of Beta – Investor Learning and Prospect Theory, (with NSchulze).
- D G Baur**, Discussant, Do Changes in Aggregate Volatility Risk Trigger a Variation in Beta?
- M Clifton**, The Impact of Short Selling Restrictions and Extreme Uncertainty on Liquidity and Order Flow: Evidence from the London Stock Exchange, (with **D Michayluk**).
- M Clifton**, Discussant, Idiosyncratic Risk and Australian Corporate Bond Returns.
- G Hambusch**, Optimal Management of Mean-Reverting Losses, (with D Finnoff & S Shaffer).
- G Hambusch**, Discussant, Credit Unions as Liquidity Creators.
- D Michayluk**, Day End Returns on the Istanbul Stock Exchange, (with A Akyol).
- D Michayluk**, Discussant, An Empirical Analysis of High Frequency Trading on the London Stock Exchange.
- M Scotti**, Dynamic Setting of Distribution Fees in the US Mutual Fund Industry, (with **L Casavecchia**).
- M Scotti**, Discussant, Intraday Price Discovery Following Stale News.
- T Walter**, Errors in Estimating Unexpected Accruals in the Presence of Large Changes in Net External Financing, (with Y Shan & S Taylor).
- T Walter**, Discussant, The Complementary Relationship between Financial and Non-Financial Information in the Biotechnology Industry and the Degree of Investor Sophistication.

If you would like to contribute an item to FERN contact [Lakmali.Dias@uts.edu.au](mailto:Lakmali.Dias@uts.edu.au)