

Paying for Efficient and Effective Markets

Dates: Friday 22 March and Saturday 23 March, 2019

Venue: Stationers' Hall, Ave Maria Lane, London, EC4M 7DD

Organizers: **Kevin James** (FCA, SRC), **Jon Danielsson** (SRC, LSE), and **Dimitri Vayanos** (PWC, LSE)

Friday, 22 March

09:30 – 10:00	Registration and Coffee
10:00 – 10:15	Opening Remarks
10:15 – 11:45	<u>The Rise of Passive Investing</u>
	Vladyslav Sushko (BIS) and Grant Turner (BIS) “The Implications of Passive Investing for Securities Markets”
	SEBI “The Structure of the Asset Management Industry in India”
	Daniel Mittendorf (FCA) “The Evolution of the Active/Passive Split and the Cost of Price Discovery in the UK”
11:45 – 12:00	Break
12:00 – 13:00	<u>Market Efficiency: A Peek Behind the Curtain</u>
	Kevin James (FCA, SRC), Andrea Pirrone (FCA, SRC) and Claudia Robles-Garcia (FCA, LSE) “Who Trades?”
13:00 – 14:00	Lunch
14:00 – 15:45	<u>Asset Management and Market Efficiency</u>
	Nicolae Garleanu (UC Berkeley) and Lasse Pedersen (Copenhagen) “Active and Passive Investing”
	Andrea Buffa (Boston U), Dimitri Vayanos (LSE), and Paul Woolley (LSE) “Asset Management Contracts and Equilibrium Prices”
15:45 – 16:00	Break
16:00 – 17:00	<u>Common Share Ownership and Market Competition</u>
	Miguel Anton (IESE), Florian Ederer (Yale), Mireia Giné (IESE), and Martin Schmalz (Michigan) “Common Ownership, Competition, and Top Management Incentives”
17:00 – 18:00	<u>Keynote Speech</u>
	Robert Stambaugh (Wharton) “Skill and Fees in Active Management”
18:00 – 19:00	Reception

Saturday, 23 March

09:00 – 09:30	Registration and Coffee
09:30 – 11:45	<u>Passive Investing and Corporate Governance</u>
	Jill Fisch (U Penn), Assaf Hamdani (Tel Aviv), and Steven Solomon (Berkeley) “Passive Investors”
	Cornelius Schmidt (Norwegian School of Economics) and Rudi Fahlenbrach (Swiss Institute of Finance) “Do Exogenous Changes in Passive Institutional Ownership Affect Corporate Governance and Firm Value”
	John Morley (Yale) “Too Big To Be An Activist”
11:45 – 12:30	Lunch
12:30 – 13:00	<u>Stewardship: A Regulatory Perspective</u>
	Edwin Schooling Latter (FCA) “Promoting Effective Stewardship”
13:00 - 13:45	<u>Improving Market Efficiency By Improving Market Design</u>
	Matteo Aquilina (FCA), Eric Budish (Chicago), and Peter O’Neill (FCA) “Quantifying the High-Frequency ‘Arms Race’: A Simple New Methodology and Estimates”
13:45 – 14:00	Break
14:00 – 15:45	<u>Asset Management and Financial Stability</u>
	Kenechukwu Anadu (FRBB), Mathias Kruttli (FRB), Patrick McCabe (FRB), Emilio Osambela (FRB), and Chaehee Shin (FRB) “The Shift From Active to Passive Investing: Potential Risks to Financial Stability?”
	Nicholas Beale (Sciteb), Richard Gunton (Sciteb), Kutlwano Bashe (Warwick), Heather Battey (Imperial), Robert MacKay (Warwick) “Dynamics of Value-Tracking In Financial Markets”
15:45	Conference Close