

EUROPEAN FINANCIAL MANAGEMENT



SYMPOSIUM

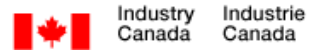
Entrepreneurial Finance & Venture Capital Markets

April 15-17, 2010

Co-sponsored by:



Caisse de dépôt et placement
du Québec



Canada



Keynote Speakers:

Josh Lerner, Harvard Business School
Alexander Ljungqvist, Stern School of Business, NYU

Symposium Chairs:

Douglas Cumming
Jean-Marc Suret
Mike Wright

Symposium Program

Thursday, 15 April 2010

18:30	Registration	CIRANO
19:00	Official Welcome	CIRANO
19:30 – 21:00	Inaugural Buffet Reception	CIRANO

Friday, 16 April 2010

8:00 – 9:30 **Presentations – 2 parallel sessions** **Sessions A1, A2**

Session A1	International VC	Room: Concerto
Chair:	John Doukas	

International Capital Flows into the European Private Equity Market

Authors: **Gael Imad'Eddine**, Armin Schwienbacher

Discussant: *Raj Nahata*

Overcoming Distances via Syndication with Local Friends: The Case of Venture Capital

Authors: Andrea Schertler, **Tereza Tykvová**

Discussant: *Douglas Cumming*

Are particular industries more likely to succeed? A comparative analysis of VC investment in the U.S. and Europe

Authors: **Roman Kraeussl**, Stefan Krause

Discussant: *Hung-Chia Hsu*

Session A2	Buyouts	Room: Brahms
Chair:	Mike Wright	

Buying to Sell: A Theory of Buyouts

Authors: Pehr-Johan Norbäck, Lars Person, **Joacim Tåg**

Discussant: *Ioannis Floros*

Secondary Buyouts

Author: **Stefano Bonini**

Discussant: *Kasper Meisner Nielsen*

Structure and Determinants of Financial Covenants in Leveraged Buyouts - Evidence from an Economy with strong Creditor Rights

Authors: Ann-Kristin Achleitner, Reiner Braun, **Florian Tappeiner**

Discussant: *Jerry Cao*

9:30 – 9:50 **Coffee Break** **Room: Concerto**

9:50 – 11:20 **Presentations – 2 parallel sessions** **Sessions B1, B2**

Session B1	Private Equity	Room: Concerto
Chair:	Gerben de Zwart	

Under the Hammer: Do Private Equity Investors Really Acquire Target Firms For Less?

Authors: **Jana Fidrmuc**, Peter Roosenboom, Tim Teunissen

Discussant: *Mary Anne Majadillas*

Corporate Governance and Independent Directors: Much Ado About Nothing? The Evidence Behind Private Equity Investment Performance

Authors: **Stefano Caselli**, Francesco Corielli, Stefano Gatti, and Francesca Querci

Discussant: *Ranko Jelic*

Private Equity Funds: Valuation, Systematic Risk and Illiquidity

Authors: **Axel Buchner**, Christoph Kaserer, Niklas Wagner

Discussant: *Mike Wright*

Session B2	IPOs 1	Room: Brahms
Chair:	Wolfgang Bessler	

Local Underwriter Oligopolies and IPO Underpricing

Authors: **Xiaoding Liu**, Jay R. Ritter

Discussant: *Salim Chahine*

Auctioned IPOs: The U.S. Evidence

Author: François Degeorge, **François Derrien**, Kent L. Womack

Discussant: *Maria Cecilia Bustamante*

The Valuation Effect of Listing Requirements: An Analysis of Venture Capital-Backed IPOs.

Authors: Cécile Carpentier, Douglas Cumming, **Jean-Marc Suret**

Discussant: *François Derrien*

11:30 – 12:30	Keynote Speaker – Josh Lerner , <i>Harvard Business School</i> : “Private Equity in a time of Crisis: What does the Future Hold?”	Room: Concerto
12:30 – 13:30	Lunch	Restaurant Aroma
13:30 – 15:00	Presentations – 2 parallel sessions	Sessions C1, C2

Session C1	Venture Capital Investment	Room: Concerto
Chair:	Chris Yung	

Success in Global Venture Capital Investing: Do Institutional and Cultural Differences Matter?

Authors: Sonali Hazarika, **Raj Nahata**, Kishore Tandon

Discussant: *José Martí Pellón*

Specialization, Information Production and Venture Capital Staged Investment

Authors: **Jerry Cao**, Winston T.H. Koh, Choong Tze Chua, Xiaoming Wang

Discussant: *Gael Imad'Eddine*

Why Do Entrepreneurs Switch Venture Capitalists?

Authors: Douglas Cumming, **Na Dai**

Discussant: *Chris Yung*

Session C2	IPOs 2	Room: Brahms
Chair:	François Derrien	

Does Managerial Optimism Lead to Long-Run Underperformance? Evidence from Venture Capital-Backed IPOs

Author: **Jean-Sébastien Michel**

Discussant: Wolfgang Bessler

Does venture capitalists reputation improve the survival profile of IPO firms?

Authors: **Olfa Hamza**, Maher Kooli

Discussant: Nobuhiko Hibara

Management Quality and Operating Performance: Evidence for Canadian IPOs

Authors: Jean-François Bourdon, **Lorne Switzer**

Discussant: Xiaoding Liu

15:00 – 15:20

Coffee Break

Room: Concerto

15:20 – 16:50

Presentations – 3 parallel sessions

Sessions D1, D2, D3

Session D1	Angels and Family	Room: Concerto
Chair:	Ola Bengtsson	

Family Control and Financing Decisions

Authors: Ettore Croci, **John A. Doukas**, Halit Gonenc

Discussant: Douglas Cumming

Value Added by Angel Investors through Post-Investment Involvement: Exploratory Evidence and Ownership Implications

Authors: Jess H. Chua, **Zhenyu Wu**

Discussant: Veikko Thiele

Expected Returns to Angel Investors

Authors: Gerald P. Dwyer, Jr., **Ramon P. DeGennaro**

Discussant: Sofia Johan

Session D2	Exits	Room: Brahms
Chair:	Stefano Caselli	

Exits, Performance, and Late Stage Capital: the Case of UK Management Buy-outs

Authors: **Ranko Jelic**, Mike Wright

Discussant: Stefano Bonini

The Exit Behavior of Venture Capital firms

Authors: **Arif Khurshed**, Susanne Espenlaub, Abdulkadir Mohamed

Discussant: Florian Tappeiner

Managerial Divestment in Leveraged Buyouts

Authors: James Ang, Irena Hutton, **Mary Anne Majadillas**

Discussant: Axel Buchner

Session D3	Policy Issues	Room: Debussy
Chair:	Gael Imad'Eddine	

Gender and the Availability of Credit to Privately Held Firms: Evidence from the Surveys of Small Business Finances

Author: **Rebel Cole**, Hamid Mehran

Discussant: *J. Ari Pandes*

Financial Capital Injections among New Black and White Business Ventures: Evidence from the Kauffman Firm Survey

Authors: Robert W. Fairlie, **Alicia M. Robb**, David T. Robinson

Discussant: *Soenke Sievers*

Assessing the Impact of Public Venture Capital Programmes in the United Kingdom: Do Regional Characteristics Matter?

Authors: **Federico Munari**, Laura Toschi

Discussant: *Olfa Hamza*

16:50 – 18:30

Round Table Session

Room: Concerto

VC in Canada : Challenges and Alternatives

Josh Lerner, Douglas Cumming

Mike Wright, Jean-Marc Suret

Gilles Duruflé, Louis Doyle

19:00

Gala Dinner (By bus)

[Pointe-à-Callière Museum](#)

Saturday, 17 April 2010

8:30 – 10:00

Presentations – 2 parallel sessions

Sessions E1, E2

Session E1	IPOs 3	Room: Concerto
Chair:	Xiaoding Liu	

Financing Activities and Payout Policies of Entrepreneurial Firms: Empirical Evidence from German Initial Public Offerings

Authors: **Wolfgang Bessler**, Wolfgang Drobotz, Martin Seim

Discussant: *Jose M. Plehn-Dujowich*

Power Sharing in the Boardroom and its Impact on IPO Performance

Authors: **Salim Chahine**, Marc Goergen

Discussant: *Lorne Switzer*

The Dynamics of Going Public

Author: **Maria Cecilia Bustamante**

Discussant: *Federico Munari*

Session E2	Optimism	Room: Brahms
Chair:	Tereza Tykvova	

Entrepreneurial Optimism, Credit Availability, and Cost of Financing: Evidence from U.S. Small Businesses

Authors: **Na Dai**, Vladimir Ivanov

Discussant: *Ola Bengtsson*

Agency Risk and Firm Valuation: An Empirical Analysis of Venture Capitalists' Private Expectations

Authors: Georg Keienburg, **Soenke Sievers**, Thomas Hartman-Wendels

Discussant: *Zhenyu Wu*

Luck and Entrepreneurial Success

Authors: **Diego Liechti**, Claudio Loderer, Urs Peyer

Discussant: *Rebel Cole*

10:00 – 10:20

Coffee Break

Room: Concerto

10:20 – 11:50

Presentations – 2 parallel sessions

Sessions F1, F2

Session F1	Private Placements, PIPEs, Corporate VC	Room: Concerto
Chair:	Axel Buchner	

The Wealth Effects of Reducing Private Placement Resale Restrictions

Authors: Elizabeth Maynes, **J. Ari Pandes**

Discussant: *Diego Liechti*

On the Information Content of Repeated PIPE Offerings

Authors: **Ioannis Floros**, Travis R. A. Sapp

Discussant: *Jean-Sébastien Michel*

Competitive Effects of Private Equity Investments

Author: **Hung-Chia Hsu**, Adam Reed, Joerg Rocholl

Discussant: *Antonio J. Macias*

Session F2	Contracts	Room: Brahms
Chair:	Douglas Cumming	

Contractual Characteristics and the Returns of Private Equity Investments

Authors: Emilia Garcia-Appendini, **Stefano Caselli**, Filippo Ippolito

Discussant: *Gerben de Zwart*

Changing the Nexus: The Evolution and Renegotiation of Venture Capital

Authors: Berk Sensoy, **Ola Bengtsson**

Discussant: *Na Dai*

Competing for Ideas: Matching and Contracting in the Venture Capital Market

Author: Jose M. Plehn-Dujowich, Konstantinos Serfes, **Veikko Thiele**

Discussant: *Ramon P. De Gennaro*

11:50 – 12:50	Keynote Speaker – Alexander Ljungqvist , <i>Stern School of Business, NYU: “The decline and fall of the IPO market”</i>	Room: Concerto
13:00 – 14:00	Lunch	Restaurant Aroma
14:00 – 16:00	Presentations – 2 parallel sessions	Sessions G1, G2

Session G1	Economics of Venture Capital and Private Equity	Room: Concerto
Chair:	Na Dai	

The Long-Run Supply and Demand for Venture Capital Funds: Information and Endogenous Entry

Author: **Chris Yung**

Discussant: Tereza Tykvova

The 'Double Market' Approach in Venture Capital and Private Equity Activity: The Case of Europe

Authors: Marina Balboa, **José Martí Pellón**

Discussant: Roman Kraeussl

Broken Promises: Private Equity Bid Failures and the Limits of Contract

Authors: Matthew D. Cain, Steven M. Davidoff, **Antonio J. Macias**

Discussant: Arif Khurshed

Session G2	Institutional Investment	Room: Brahms
Chair:	Jerry Cao	

The First Step of the Capital Flow from Institutions to Entrepreneurs: The Criteria for Sorting Venture Capital Funds

Authors: Alexander Groh, Heinrich von Liechtenstein

Discussant: Stefano Caselli

A recommitment strategy for long term private equity fund investors

Authors: Gerben de Zwart, Brian Frieser, Dick van Dijk

Discussant: Joacim Tag

The Return to Pension Funds' Direct Investments in Private Equity: New Evidence on the Private Equity Premium Puzzle

Author: Kasper Meisner Nielsen

Discussant: Jana Fidrmuc

Institutional Investment in Listed Private Equity

Authors: Douglas Cumming, Grant Fleming, **Sofia A. Johan**

Discussant: Alexander Groh