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Nationality: German

### Employment:

Associate Professor, INSEAD, France, since 2000  
Associate Professor, ESSEC - Business School, France, 1999-2000  
Assistant Professor, ESSEC - Business School, France, 1996-1999

### Professional Experience:

Economic Policy, Panel Member, for 2004-2005  
Visiting Researcher, Norwegian Central Bank (Norges Bank),  
Oslo, November 2003  
Visiting Professor, Center for Economic Studies (CES), University of Munich,  
Munich, September 2002  
Visiting Scholar, International Monetary Fund (IMF), Washington DC  
May to June 2002  
Visiting Professor, Haas Business School, University of California,  
Berkeley, Spring 2000  
Center for Economic Policy Research (CEPR) Research Affiliate,  
London, since Spring 1999  
Visiting Researcher at the Institute for International Economic Studies,  
Stockholm University, Spring 1998  
Lecturer in Macroeconomics and International Economics,  
Woodrow Wilson School, Princeton University, 1995-1996

### Education:

Princeton University, Ph.D., Economics, 1996  
Advanced Fields: Finance, International Economics, Econometrics  
Thesis Advisor: Kenneth Rogoff  
Thesis: "Essays in International Finance"  
University of Virginia, M.A., Economics, 1991  
University of Bonn (Germany), B.A., 1990

### Publications in Refereed Journals:

1. "Do Demand Curves for Currencies Slope Down? Evidence from the MSCI Global Index Change", 2010, Review of Financial Studies, Vol. 23(4), 1681-1717, (with Joel Peress, and Massimo Massa)
2. "International Order Flows: Explaining Equity and Exchange Rate Returns", 2010 Journal of International Money and Finance, Vol. 29(2), 358-386, (with Peter Dunne and Michael Moore)
3. "Subprime Crisis and Board (In)Competence: Private versus Public Banks in Germany", Economic Policy, 2009, Vol. 24(60), 701-752, (with Marcel Thum)
4. "Home Bias at the Fund Level", American Economic Review P&P, (2008), Vol. 98(2), 333-338, (with H  l  ne Rey).
5. "The Role of Transaction Costs for Financial Volatility: Evidence from the Paris Bourse", Journal of the European Economic Association, (2006), MIT Press, Vol. 4(4) 862-890
6. "Exchange Rates, Equity Prices and Capital Flows", Review of Financial Studies, (2006), Vol. 19, 273-317, (with H  l  ne Rey)
7. "Can Portfolio Rebalancing Explain the Dynamics of Equity Returns, Equity Flows and Exchange Rates?", American Economic Review P&P, (2004), Vol. 96(2), 126-133, (with H  l  ne Rey)
8. "How has the Euro changed the Foreign Exchange Market?", Economic Policy, (2002), Vol. 17 (34), 150-191, (with Michael Moore and William Killeen)
9. "The Euro as an International Currency: Explaining Puzzling First Evidence", Journal of International Money and Finance, (2002), Vol. 21(3), 351-383, (with Michael Moore and William Killeen)
10. "Exchange Rate Volatility and Economic Openness: Theory and Evidence", Journal of Money, Credit and Banking, (2002), Vol. 34(3), 611-630
11. "Geographic Patterns of Trading Profitability in Xetra", European Economic Review, (2001), Vol. 45, 757-769
12. "Location Matters: An Examination of Trading Profits", Journal of Finance, (2001), Vol. 56(5), 1959-1983
13. "Lawyers, Legislation, and Social Welfare", European Journal of Law and Economics, (2002), Vol. 9, 231-254, (with Marcel Thum)
14. "Exchange Rate Determination under Factor Price Rigidities", Journal of International Economics, (2000), Vol. 50, 421-447
15. "Competitive Entry and Endogenous Risk in the Foreign Exchange Market", Review of Financial Studies, (1998), Vol. 11(4), 757-787
16. "Privatization under Political Interference: Evidence from Eastern Germany", European Economic Review, (1998), Vol. 42, 1177-1201

### Comments in Journals

17. "Comment on Fiscal Policy and Interest Rates in Europe", Economic Policy, (2006), Vol. 21(47), 481-484
18. "Comment on Corporate Risk Management for Multinational Corporations: Financial and Operational Hedging Policies", European Finance Revue, (1999), Vol. 2, 247-249

### Collective Volume Article (Reprint):

“Privatization under Political Interference: Evidence from Eastern Germany”, in Privatization and Globalization, The Changing Role of the State in Business, Mudambi, Ram (ed.), 2003, pp. 406-430. Elgar Reference Collection, Globalization of the World Economy, Vol. 14, Cheltenham, U.K. and Northampton, Mass.

### Working Papers under Review or Revision:

1. “Global versus Local Asset Pricing: A Speculation Based Test of Market Integration”, revise and resubmit, third round, Review of Financial Studies
2. “Global Portfolio Rebalancing under the Microscope”, (with H el ene Rey), CEPR Discussion Papers, No. 5180; also NBER Working Papers, No. 14165; revise and resubmit, second round, Review of Economic Studies
3. “The Exchange Rate Effect of Multi-Currency Arbitrage”, CEPR Discussion paper, No. 7348; submitted to the Review of Economic Studies
4. “A Tale of Two Platforms: Dealer Intermediation in the European Sovereign Bond Market”, (with Peter Dunne and Michael Moore)

### Work in Progress:

1. “The International Transmission of the Financial Crisis”, (with Sandy Lai and Choong Tze Chua)
2. “Information Asymmetries in Global Institutional Investment”, (with H el ene Rey)
3. “New Evidence on Pay Incentives and Risk Taking in German Banking”, (with Marcel Thum and Dirk Sliwka)

### Major Media Contributions:

1. “Triumph des B rsenmarktes”, article in S ddeutsche Zeitung on financial system reform, Germany’s largest subscription newspaper (circulation: 445,000), p. 18, May 25, 2010
2. “Securitisation Failings: Market Failure or Missing Market?”, April 2010, article on VoxEU.org: <http://www.voxeu.org/index.php?q=node/4893>, approx. 2,600 reads
3. “Une crise des banques, pas des march s”, article in Les Echos on the banking crisis, French daily economic newspaper (circulation: 140,000), p. 13, April 15, 2009
4. “Legenden um die Finanzkrise”, article in Handelsblatt on the banking crisis, Germany’s largest daily economic newspaper (circulation: 148,000), April 8, 2009
5. “Der Rat der Circe”, full page article in Handelsblatt on the banking crisis, Germany’s largest daily economic newspaper (circulation: 148,000), November 18, 2008
6. “Ahnungslose Aufseher”, full page article in Rheinischer Merkur on the banking crisis, German weekly newspaper (circulation: 184,000), October 30, 2008
7. “Board (In-)Competence and the Subprime Crisis”, January 2009, article on VoxEU.org: <http://www.voxeu.org/index.php?q=node/2775>, approx. 22,000 reads
8. “International Portfolio Investment under the Microscope”, September 2008, article on VoxEU.org: <http://www.voxeu.org/index.php?q=node/1604>, approx. 23,300 reads

## Other Media Coverage:

1. “Der Besuch der alten Dame”, Handelsblatt and Wirtschaftswoche (wiwi.de) article reporting my research on transaction taxes, June 17, 2010
2. “Société General against Jérôme Kerviel”, live TV interview at News Channel France 24, June 8, 2010, 5 minutes interview for the English and in French edition
3. “The CEO compensation scandal around Henri Proglio”, TV interview in ‘Focus’, at News Channel France 24, January 22, 2010, 6 minutes interview in English
4. “Aufsichtsrat kompetent besetzen”, Die Bank - Zeitschrift fuer Bankpolitik und Praxis, Nr. 12, December 2009, summary of bank research with Marcel Thum
5. “Staatsbanken vernichten Milliarden”, Der Steuerzahler, article on bank research with Marcel Thum, monthly newspaper of the German tax payer association, October 5, 2009
6. “Deutschland: Vater Staat als schlechter Aufseher”, Die Presse, article reports on joint bank research with Marcel Thum, Austrian daily newspaper (circulation: 325,000), September 15, 2009
7. “Lehman bank collapse: one year on”, TV interview, at News Channel France 24, September 14, 5 minutes interview in English
8. “Investment bank bonuses: too much?”, TV discussion ‘Face off’, at News Channel France 24, August 6, 2009, twice 15 minutes in English and French
9. Interview in Business Week for the 50<sup>th</sup> anniversary of INSEAD, August 4, 2009
10. “Finanzmarktkompetenz dringend gesucht”, Der Aufsichtsrat, article in a specialized newspaper for corporate board members, May 14, 2009
11. “Wie geht es bei der HSH Nordbank weiter?”, WISO, ZDF, German public TV reports on joint bank research with Marcel Thum, April 20, 2009
12. “Crisis: beginning of the end?”, TV discussion ‘The Debate’, at News Channel France 24, April 15, 2009
13. “US banks: Time for detox”, live TV interview ‘The Top Story’, at News Channel France 24, March 24, 2009, 07:00 min.
14. “Verluste der Landesbanken – Aufsichtsräte ohne Ahnung vom Bankgeschäft”, Plusminus, Das Erste, German public TV reports on joint bank research with Marcel Thum, March 3, 2009, 05:50 min.
15. “Economic Nationalism on the Rise?”, live TV discussion ‘The Debate’, at News Channel France 24, February 3, 2009
16. “Kompetenz der Aufsichtsräte in öffentlichen Banken”, radio interview on Deutschland Radio, October 7, 2008
17. “Wie (in-)kompetent sind die Aufsichtsräte deutscher Banken?”, Ifo-Schnelldienst, October 2008, extensively covered by German media (13 regional and national newspapers, 2 national TV channels, 2 radio stations)
18. “How a downturn could turn into a disaster”, Financial Times, September 8, 2008, research cited by Wolfgang Münchau
19. “The global subprime crisis”, radio discussion at Radio Courtoisie, April 14, 2008.
20. “ECB interest policy”, TV discussion on ‘Face to Face’, at News Channel France 24, April 14, 2008
21. “Le prix du meilleur jeune chercheur en finance”, Le Monde Economie, June 13, 2007
22. “La recherche veut comprendre l’irrationalité des marchés”, Le Monde Economie, June 20, 2006

23. "Hau's Study Confirms Tobin-Tax concerns", [HedgeWold.com](#) (Journal of Hedge Funds), 2006, by Christopher Faille
24. "Germany before the general elections", radio discussion at [Radio Courtoisie](#), September 6, 2005
25. "Estimating the Volatility Effect of a Tobin Tax", [La Lettre](#), Newsletter of the Foundation Banque de France, (2003), No.1
26. "Home Advantage", [European Economic Perspective](#), Newsletter of the Center for Economic Policy Research, (2002), No. 27, 5-6.
27. "Euro heft structuur van geldmarkt veranderd", [DND Magazine](#), De Nederlandsche Bank, (2001), No. 6, 35-36, by Rutger Vahl
28. "Euro Fails to Make Ground as Currency to Rival Dollar", [Financial Times](#), October 20, 2001, by Christopher Swann
29. "Global Finance: Large Spreads May Limit Euro Use", [The Wall Street Journal Europe](#), June 21, 2000, by Chip Cummins and Alen Mattich
30. "Location Matters: An Investigation of Trading Profits", [CSFI: Mini-Alert](#), Newsletter of the Center for Financial Innovations, London, April/May 2000

#### Fellowships/Grants/Prizes:

- 2010 Standard Life ECGI Prize for the best working paper in 2009 by the European Corporate Governance Institute for "Subprime Crisis and Board (In)Competence: Private versus Public Banks in Germany"
- Research Grant by the 'Agence Nationale de la Recherche' (France) and the Economic and Social Research Council (UK), 490.000 Euros (joint with M. Moore), 2009
- Special Prize for Best Journal Article on the Financial Crisis, Europlace, 2009, for "Subprime Crisis and Board (In)Competence: Private versus Public Banks in Germany"
- Fellow of the 'Foundation Banque de France', since 2008
- Prize for the "Best Paper in Finance and Economics 2007 Awards", Europlace, 2007 for "Exchange Rates, Equity Prices and Capital Flows"
- Nomination for "Best Young Finance Professor 2007 Awards", Europlace, 2007
- Nomination for "Best Young Finance Professor 2006 Awards", Europlace, 2006
- Foundation Banque de France, Research Grant Competition, 2003
- Inquire Conference 2001, Second Prize, Brighton, May 2001
- Inquire Europe, Research Grant Competition, 2000
- Joseph de la Vega Prize, Best Paper Award of the Federation of European Stock Exchanges, 2000
- Foundation Banque de France, Research Grant Competition, 1999
- Inquire Europe, Research Grant Competition, 1999
- University Fellowship, Princeton University, 1991-1995
- Fellowship of the Center for International Studies, Spring 1994
- Bradley Fellowship, 1993-1995
- Research Fellowship, International Finance Section, Summer 1993
- Hermann Schlosser Fellowship, 1992
- Studienstiftung des deutschen Volkes, 1988-1992

## Teaching:

“Macquarie Master of Finance”, INSEAD Executive Education, since 2007  
“Finance for Executive”, INSEAD Executive Education, 2004-2007  
“MyGlobe Program”, INSEAD Executive Education, 2004-2006  
“Young Manager Program”, INSEAD Executive Education, 2006  
“Financial Markets and Valuation”, INSEAD MBA, since 2000  
“Information Economics”, INSEAD PhD Program, since 2001  
“Corporate Finance”, Haas Business School, UC Berkeley, Spring 2000  
“FX Risk Management”, Executive Education, ESSEC IMD, 1998-1999  
“Exchange Rates”, Doctoral Research Seminar, ESSEC, 1997  
“International Finance”, ESSEC, 1996-1999  
“Financial Markets and Financial Institutions”, ESSEC, 1997-1999  
“International Economics”, Graduate Tutorial, Princeton University, 1996  
“Macroeconomics”, Graduate Tutorial, Princeton University, 1995

Nomination for Best MBA Core Teaching at INSEAD, 2004

## Conference Presentations:

Governance, Executive Compensation and Excessive Risk in the Financial Service Industry, Columbia University, New York, May 27-28, 2010  
2nd Annual Conference on Hedge Funds, Paris, January 28-29, 2010  
Weihnachtstreffen der deutschen Wirtschaftswissenschaftler im Ausland, Heidelberg, December 20-22, 2009  
5th Central Bank Conference on Market Microstructure in Financial Markets, Zürich, Switzerland, October 8-9, 2009  
ECCI Conference: Corporate Governance in Crisis? Luxemburg, June 18, 2009  
HEC-INSEAD-PSE Workshop on Finance and Economics, April 9, 2009  
14th Annual Global Investment Conference, Fairmont Chateau in Whistler, Canada, April 2009  
American Economic Association Meeting, January 2009  
CEPR Conference on International Macroeconomics and Finance, Paris, December 2008  
Adam Smith Asset Pricing Conference, LSE, London, June 2008  
International Finance Conference, Vigo, Spain, December 2007  
NBER Macroeconomic Conference, Boston, October 2007  
Foundation Banque de France Conference, Paris, June 2006  
ESF Workshop on High Frequency Econometrics and the Analysis of the Foreign Exchange Market, Warwick, June 2006  
Adam Smith Asset Pricing Conference, LSE, London, March 2006  
ECB Conference on Exchange Rate Determination, Frankfurt, December 2005  
Weihnachtstreffen Deutscher Wirtschaftswissenschaftler, Berlin, December 2005  
Norges Bank Conference, Oslo, September 2005  
American Economic Association Meeting, January 2004  
Econometric Society Meeting, January 2004  
Inquire Europe Conference, Barcelona, September 2003  
Finance sur Seine, Forex Workshop, Paris, May 2003

Stockholm Institute for Finance, Forex Workshop, Stockholm, April 2003  
Applied Econometrics Association, Exchange Rate Conference, Marseille, March  
2003  
NBER Summer Institute, July 2002  
Economic Policy Conference, Brussels, April 2002  
CEPR/LBS Conference, London, International Capital Flows, December 2001  
De Netherlande Bank, Amsterdam, 4<sup>th</sup> Annual Conference, November 2001  
Foundation Banque de France Conference, Paris, October 2001  
Inquire Europe Conference, Brighton, March 2001  
NYSE Conference, Hawaii, February 2001  
Western Finance Association Meetings, Idaho, June 2000  
CEPR/CEPR Conference, Barcelona, May 2000  
CEPR/FMG Conference in Microstructure, London, February 2000  
Econometric Society European Meetings, 1998  
EMU and the Outside World, ETH Zürich, December 1998  
European Economic Association Meetings, 1998, 2000  
European Finance Association, Wien, 1997  
F. Hayek Conference, IES, Aix-en-Provence, 1999  
Verein für Socialpolitik, Jahrestagung, 1996, 1997, 1998

Referee for Journals/Foundations:

American Economic Review  
Economic Journal  
Economic Policy  
European Economic Review  
European Journal of Finance  
Finance  
International Journal of Economics and Business  
Journal of Empirical Finance  
Journal of the European Economic Association  
Journal of Finance  
Journal of Financial Markets  
Journal of International Economics  
Journal of International Money and Finance  
Journal of Monetary Economics  
Journal of Money, Credit and Banking  
Review of Economic Studies  
Review of Financial Studies  
Scandinavian Journal of Economics  
Zeitschrift für Nationalökonomie

American National Science Foundation  
German Science Foundation  
Swiss National Bank

### Institutional Contributions at INSEAD:

Member of the Research and Development Committee, 2000, 2001, 2002

Member of the PhD Committee, 2004, 2005, 2006, 2007

Member of the (ad hoc) Committee on Teaching Content, 2009

### Program and Prize Committees:

Member of the Lamfalussy Fellowship Selection Committee of the European Central Bank, 2009

Member of the Scientific Committee of the Federation of European Stock Exchanges, 2008, 2009

Member of the program committee member for the ECB-CFS Symposium “Capital Markets and Financial Integration in Europe”, 2004

Member of the program committee member of the European Finance Association Meetings, since 2003

### Languages:

German (fluent), English (fluent), French (fluent)

### Seminar Presentations:

Bank of England; Banque de France; Bank of International Settlement (Basel); Central Bank of Norway (Oslo); Bosphorus University (Istanbul), Brandeis University (Boston); DELTA (Paris); ESSEC (Cergy-Pontoise); ESCP-EAP (Paris); European Central Bank (Frankfurt); Federal Reserve Bank (New York); Free University of Brussels (ECARE); Graduate Institute of International Studies (Geneva); Harvard University (Economics Dept.); HEC (Paris); Hongkong University of Science and Technology (HUST), INSEAD (Fontainebleau); Institute Poincare (Paris); Koc University (Istanbul); London Business School; London School of Economics; National University of Singapore; Norwegian School of Management (Oslo); OECD (Paris); Princeton University; Queens University (Belfast, Business School); Oxford University (Said Business School); Oxford University (Economics Dept.); Singapore Management University (Business School); Singapore Management University (Economics Dept.); Stanford University (Business School); Stockholm School of Economics; Technical University Dresden; University of Aix-Marseille (IAE); University of Amsterdam; University of California, Berkeley (Hass Business School); University of California, Berkeley, (Economics Dept.); University of California, Los Angeles (Anderson Business School); University of California, San Diego; University of Cergy (Cergy-Pontoise); University of Columbia, University of Frankfurt (CFS); University of Frankfurt (Finance Dept.); University of Freiburg; University of Heidelberg; University of Helsinki; University of Lugano; University of Mannheim; University of Munich (CES); University of Pennsylvania (Wharton Business School); University of Oslo; University of Paris X; University of Paris XII; University of St. Gallen; University of Stockholm (IIES); University of Zürich; Trinity College Dublin