
Preface to Volume 2

Advances in Quantitative Analysis of Finance and Accounting (New Series) is an annual publication designed to disseminate developments in the quantitative analysis of finance and accounting. It is a forum for statistical and quantitative analyses of issues in finance and accounting, as well as applications of quantitative methods to problems in financial management, financial accounting and business management. The objective is to promote interaction between academic research in finance and accounting, applied research in the financial community, and the accounting profession.

The chapters in this volume cover a wide range of topics including derivatives pricing, hedging, index securities, asset pricing, different exchange trading, knowledge spillovers and analyst performance and voluntary disclosure.

In this volume, there are 12 chapters. Five of them are related to stock exchange trading, index securities and hedging: 1. *Intraday Trading of Island (As Reported to the Cincinnati Stock Exchange) and NASDAQ*; 2. *The Impact of the Introduction of Index Securities on the Underlying Stocks: The Case of the Diamonds and the Dow 30*; 3. *Hedging with Foreign-Listed Single Stock Futures*; 4. *Listing Switches from NASDAQ to the NYSE/AMEX: Is New York Issuance a Motive?* 5. *Using Path Analysis to Integrate Accounting and Non-Financial Information: The Case for Revenue Drives of Internet Stocks*.

Two of the 12 chapters are related to derivatives securities. 1. *Multinomial Lattices and Derivatives Pricing*; 2. *Is Covered Call Investing Wise? Evaluating the Strategy Using Risk-Adjusted Performance Measures*

The other two of the 12 chapters are related to analysts' earnings forecast: 1. *Voluntary Disclosure of Strategic Operating Information and the Accuracy of Analysts' Earnings Forecast*; 2. *CFA Designation, Geographical Location and Analyst Performance*. Finally, the other three papers are 1: *Value-Relevance of Knowledge Spillovers: Evidence from Three High-Tech Industries*; 2. *A Teaching Note on the Effective Interest Rate, Periodic Interest Rate and Compounding Frequency*; 3. *Asset Pricing with Higher Moments: Empirical Evidence from the Taiwan Stock Market*.