
Contents

Preface	v
List of Contributors	ix
Chapter 1 The Least Cost Superreplicating Portfolio for Short Puts and Calls in The Boyle–Vorst Model with Transaction Costs	1
<i>Guan-Yu Chen, Ken Palmer and Yuan-Chung Sheu</i>	
Chapter 2 Testing of Nonstationarities in the Unit Circle, Long Memory Processes, and Day of the Week Effects in Financial Data	23
<i>Guglielmo Maria Caporale, Luis A. Gil-Alana and Mike Nazarski</i>	
Chapter 3 Equity Restructuring via Tracking Stocks: Is there any Value Added?	51
<i>Beni Lauterbach and Joseph Vu</i>	
Chapter 4 Stock Option Exercises and Discretionary Disclosure	63
<i>Wei Zhang and Steven F. Cahan</i>	
Chapter 5 Do Profit Warnings Convey Information About the Industry?	85
<i>Dave Jackson, Jeff Madura and Judith Swisher</i>	
Chapter 6 Are Whisper Forecasts more Informative than Consensus Analysts’ Forecasts?	113
<i>Erik Devos and Yuman Tse</i>	

Chapter 7	Earning Forecast-Based Return Predictions: Risk Proxies in Disguise? <i>Le (Emily) Xu</i>	141
Chapter 8	On Simple Binomial Approximations for Two Variable Functions in Finance Applications <i>Hemantha S. B. Herath and Pranesh Kumar</i>	163
Chapter 9	The Prime Rate–Deposit Rate Spread and Macroeconomic Shocks <i>Bradley T. Ewing and Jamie Brown Kruse</i>	181
Chapter 10	The Long-Run Performance of Firms that Issue Tracking Stocks <i>Charmen Loh</i>	199
Chapter 11	Differences in Underpricing Returns Between REIT IPOs and Industrial Company IPOs <i>William Dimovski and Robert Brooks</i>	215
Chapter 12	Performance of Canadian Mutual Funds and Investors <i>Rajeeva Sinha and Vijay Jog</i>	227
Chapter 13	Identifying Major Shocks in Market Volatility and Their Impact on Trading Strategies <i>Pauline Shum and Kevin X. Zhu</i>	259
Chapter 14	The September Phenomenon of US Equity Market <i>Anthony Yanxiang Gu and John T. Simon</i>	283
Chapter 15	Fundamental Drivers of Electricity Prices in the Pacific Northwest <i>Chi-Keung Woo, Ira Horowitz, Nate Toyama, Arne Olson, Aaron Lai and Ray Wan</i>	299
Index		325