

CAROLA SCHENONE

McIntire School of Commerce, University of Virginia

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ACADEMIC APPOINTMENTS

University of Virginia, McIntire School of Commerce, Finance Area

Associate Professor, September 2011 – present

Assistant Professor, June 2004 – September 2011

University of Minnesota, Carlson School of Management, Finance Department

Assistant Professor, August 2002 – May 2004.

EDUCATION

Northwestern University, Evanston, Illinois.

Ph.D. in Economics, 2002

Dissertation: “The Impact of Banking Relationships on the Firms Cost of Debt and Equity.”

Committee: Kathleen Hagerty, Mitchell Petersen, and William Rogerson.

Universidad de San Andrés, Buenos Aires, Argentina

Master in Economics, 1997.

B.A. Economics, Magna Cum Laude, 1995.

RESEARCH INTERESTS

Empirical corporate finance and empirical industrial organization: Common ownership, product market competition, monopoly rents, corporate bankruptcy, banking relationships.

PUBLICATIONS

The Effect of Banking Relations on the Firm's IPO Underpricing

The Journal of Finance, December 2004, 60 (6), 2903-2958.

Brattle Prize Nominee, most outstanding Journal of Finance paper in Corporate Finance

Lending Relationships and Information Rents: Do Banks Exploit their Information Advantage?

The Review of Financial Studies, March 2010, 23 (3), 1149-1199.

Conflict of Interest and Certification: Long-Term Performance and Valuation of U.S. IPOs Underwritten by Relationship Banks (with Luca Benzoni)

The Journal of Financial Intermediation, April 2010, 19(2), 235-254.

Are the Bankrupt Skies the Friendliest? (with Federico Ciliberto)

The Journal of Corporate Finance, July 2012, 18, 1217-1231.

Bankruptcy and Product-Market Competition: Evidence from the Airline Industry
(with Federico Ciliberto)

The International Journal of Industrial Organization, Nov. 2012, 30(6), 564-577.

Investment Banking Relationships: 1933-2009

(with Alan Morrison, Aaron Thegeya, and Bill Wilhelm)

The Review of Corporate Finance Studies, 7(2), September 2018, 194-244.

Incentives and Competition in the Airline Industry (with Raj Aggarwal)

The Review of Corporate Finance Studies, 2019 8 (2), 380-428.

Common Ownership Does Not Have Anti-Competitive Effects in the Airline Industry
(with Kristopher Gerardi and Patrick Dennis)

The Journal of Finance, October 2022, 7(5), 2765-2798

European Finance Association Award for Best Overall Paper, EFA Meeting 2018

Revisiting the Effect of Common Ownership on Pricing in the Airline Industry
(with Kristopher Gerardi and Patrick Dennis)

Harvard Law School Forum on Corporate Governance, November 2022.

WORKING PAPERS

A Surrebuttal: There Are No Anti-Competitive Effects of Common Ownership in the Airline Industry (with Patrick J. Dennis and Kristopher Gerardi), December 2022.

As of 29 January 2023, in the top 10 SSRN downloads for “LSN: Securities Law: U.S.”

Common Lenders Facilitate Tacit Collusion (with Kris Gerardi, Daniel Streitz, and Farzad Saidi), January 2023

Common Ownership: The Debate

Requested by the Editorial Board of the *Annual Review of Financial Economics* (Professors Matthew Richardson and Hui Chen, Co-Editors). Review article being prepared for presentation to editors October 2023.

Hedging and Competition in the Airline Industry, in progress.

TEACHING EXPERIENCE

McIntire School of Commerce, University of Virginia

Intermediate Corporate Finance (COMM 3720): 2005 – present

Evaluations:

“Overall the Instructor was an effective teacher”

2022: 4.52/5 (McIntire School average: 4.38/5)

Advanced Corporate Finance (COMM 4720): 2014 – present

Evaluations:

“Overall the Instructor was an effective teacher”

2022: 4.60/5 (McIntire School average: 4.38/5)

Carlson School of Management, University of Minnesota

Intermediate Corporate Finance, (Finance 4241): 2003 – 2004.

AWARDS AND DISTINCTIONS

- *European Finance Association Award for Best Overall Paper*, 2018
- Outstanding Referee Award, *Journal of Financial Intermediation*, 2013
- Brattle Prize Nominee, most outstanding *Journal of Finance* paper in Corporate, 2004
- Fellowship, Center for Studies in Industrial Organization, *Northwestern University*, 2001
- Best Teaching Assistant Award, Department of Economics, *Northwestern University*, 2001
- *Graduate Research Grant*, Department of Economics, Northwestern University, May 2001
- *University Fellowship*, Department of Economics, Northwestern University, 1997-1998
- Before PhD program: *Best Graduation Paper*, Universidad de San Andrés, 1996, *Gold Medal, Highest GPA, Department of Economics*, and *Gold Medal, Highest GPA, University Graduating Class*, Universidad de San Andrés, 1995.

SEMINARS AND CONFERENCE PRESENTATIONS

(EXCLUDING CO-AUTHOR PAPER PRESENTATIONS)

- 2022 Michigan State University, East Lansing, Michigan (postponed)
- 2019 American Finance Association Meeting (AFA), Atlanta, Georgia
Duke University, Durham, North Carolina
Financial Intermediation Research Society Conference (FIRS), Savannah, GA
European Finance Association Meetings (EFA), Carcavelos, Portugal
- 2018 Financial Intermediation Research Society Conference (FIRS), Barcelona, Spain
European Finance Association Meetings (EFA), Warsaw, Poland
- 2017 Northeastern University Finance Conference, Boston, MA
- 2011 American Finance Association Meetings (AFA), Denver Colorado
Eight Annual Conference in Corporate Finance, Washington University, St. Louis
- 2010 Western Finance Association Meetings (WFA), Victoria, British Columbia
- 2008 Fifth Annual Conference in Corporate Finance, Washington University St. Louis
Conference on Bank Structure and Competition, Chicago Federal Reserve Bank
New York Federal Reserve Bank
- 2007 American Finance Association Meeting (AFA), Chicago
Western Finance Association Meetings, Montana
University of Illinois at Urbana-Champaign.

SEMINARS AND PEERED REVIEWED CONFERENCES PRESENTATIONS (continued)

- 2006 American University; University of Florida at Gainesville
Security and Exchange Commission (SEC), Washington DC
Third Annual Conference in Corporate Finance, Washington University St. Louis
Empirical Research in Corporate Finance Conference, University of Oregon
Stockholm School of Economics, Stockholm, Sweden
- 2005 Federal Reserve Board, Washington DC
Southern Economic Association Meeting, Washington DC
Norwegian School of Management, BI, Oslo, Norway
Ohio University, Athens, Ohio
- 2004 Universidad Torcuato Di Tella, Buenos Aires, Argentina
University of Virginia, McIntire School of Commerce
University of Virginia, Darden Graduate School of Business
University of Colorado at Boulder
Federal Reserve Bank of Chicago
WFA Meetings, Vancouver, Canada
- 2003 Northwestern University
Georgetown University
Carnegie Mellon University
EVI Conference, New York University
- 2002 University of North Carolina at Chapel Hill
University of California Berkeley
University of Minnesota
University of Toronto
University of Oregon
New York Federal Reserve Bank
Tilburg University
University of Amsterdam
University of Illinois at Urbana-Champaign
University of Wisconsin Madison
Babson College
Warwick University
Washington University St. Louis
Northwestern University

PROFESSIONAL ACTIVITY

Discussant

- 2022 UT Austin Finance Festival, Austin, Texas
Financial Intermediation Research Society Conference, Budapest, Hungary
- 2020 American Finance Association Meeting (AFA), Virtual
- 2019 American Finance Association Meeting (AFA), Atlanta, Georgia
Northeastern University Finance Conference, Boston, MA
Financial Intermediation Research Society Conference (FIRS), Savannah, GA
European Finance Association Meetings (EFA), Carcavelos, Portugal (chair)
Bocconi University, New Frontiers in Banking Conference, Milan, Italy
- 2017 American Finance Association Meeting (AFA), San Francisco, CA
- 2016 European Finance Association Meetings (EFA), Oslo, Norway
- 2015 Financial Intermediation Research Society Conference (FIRS), Reykjavík, Iceland
- 2010 Seventh Annual Conference in Corp. Finance, Washington University, St. Louis
American Finance Association Meetings, Denver
- 2007 Fourth Annual Conference in Corp. Finance, Washington University, St. Louis
- 2006 American Finance Association Meetings, Boston
Third Annual Conference in Corp. Finance, Washington University, St. Louis
- 2005 Southern Economic Association Meeting, Washington D.C.
- 2003 Western Finance Association Meeting, Los Cabos, Mexico

Conference Program Committee Member:

- 2021 Finance Research Network, Annual Conference, Adelaide, South Australia
- 2019 Finance Research Network, Annual Conference, Byron Bay, NSW
- 2017 Financial Intermediation Research Society, Kowloon, Hong Kong
- 2016 Financial Intermediation Research Society, Lisbon, Portugal
- 2015 Financial Intermediation Research Society, Reykjavik, Iceland
- 2014 Financial Intermediation Research Society, Quebec City, Canada
- 2013 Financial Intermediation Research Society, Dubrovnik, Croatia
- 2010 Financial Management Association Meetings, New York
- 2007 Fourth Annual Conference Corporate Finance, Washington University, St. Louis

Referee

Journal of Finance, The Review of Financial Studies
Journal of Financial Economics, Journal of Financial Intermediation
Management Science, Journal of Industrial Organization
Review of Industrial Organization, Journal of Money, Credit, and Banking
Journal of Banking and Finance, Finance Research Letters
Journal of Financial Research, The Quarterly Review of Economics and Finance

UNIVERSITY SERVICE

McIntire School of Commerce, University of Virginia

ARPT Sub-Committee

Chair: Information Technology & Innovation: 2022
Member: Finance: 2011 and 2019
Information Technology: 2016 – 2017
Management: 2013

Post-doc Committee, Chair, 2022-present

Faculty Mentor Program, Mentor, 2022- present

Undergraduate Admission Committee: 2022-present

Research Committee Initiative: Post-doc assessment, 2020-2021

Recruiting Committee

Finance: 2005 – 2018 and 2020-2021
Management: 2011
Accounting: 2008 – 2010

Undergraduate Program Committee, 2011- 2013

MS in Commerce Admissions Committee, 2010 – 2011

Finance Seminar Series Organization, Co-coordinator, 2004 – 2006 and 2009 –2012

Faculty advisor:

Women in Business Forum: 2014- Present
Latino Student Network: 2014-Present

Pre-Commerce Women's Business Forum, Panelist, November 2007 -2009

Teaching Development Committee, 2009 – 2010

Collab Training Committee, 2008 – 2009

Student Selection Committee, *A Day with Warren Buffet*, 2008

Center for Financial Innovation, Speaker, 2007

UNIVERSITY SERVICE (continued)

Carlson School of Management, University of Minnesota

Finance Seminar Series Organization, Coordinator, 2003 – 2004.

Recruiting Committee, Finance Department, 2003-2004

SELECTED MEDIA AND GOVERNMENT POLICY COVERAGE

Common Ownership

- *United States House Committee on Appropriations*, Subcommittee on Financial Services, [SIFMA on Common Ownership](#), April 21, 2022
- *The UK Government*, Competition and Markets Authority, [State of UK competition report 2022, Appendix B](#), April 29, 2022
- *European Commission*, Joint Research Center, [Common shareholding in Europe](#), Aug. 28, 2020
- *United States Department of Justice*, [Common Ownership and Airlines: Evaluating an Alternate Ownership Data Source](#), July 11, 2019
- *Financial Times*, [There is no need to curb common shareholding](#), March 31, 2019.
- *Brookings Institute*, [Common ownership hypothesis: Theory and explanation](#), Feb. 5, 2019
- *Cato Institute*, [Calm Down about Common Ownership](#), Fall 2018
- *The Economist*, [Criticism of Index-Tracking Funds is Ill-Directed](#), November 14, 2017
- *Bloomberg View*, [Should index funds be illegal?](#) November 21, 2017
- *The Federal Reserve Board*, The Effect of Common Ownership on Profits: Evidence From the U.S. Banking Industry, September 7, 2018

Banking

- *Norges Bank*, [Estimating firm's bank-switching costs](#), June 3, 2021
- *European Central Bank*, [Bank Credit and Market-Based Finance for Corporations: The Effects of Minibond Issuances](#), February 4, 2021
- *Sveriges Riksbank*, [Big Broad Banks: How Does Cross-Selling Affect Lending?](#) Jan. 29, 2020
- *Banca de Italia*, [The Loan Cost Advantage of Public Firm and Financial Market Conditions: Evidence from the European Syndicated Loan Market](#), Dec. 28, 2019
- *Economic Research Forum*, [To Bank or Not to Bank: The Determination of Cash Holdings and Lines of Credit](#), Aug. 9, 2017

Banking

- *European Systemic Risk Board*, The impact of low interest rates and ongoing structural changes on the banking system, November 2016
- *Banco de España*, Do banks extract informational rents through collateral?, August 9, 2016
- *NBER*, How Management Risk Affects Corporate Debt, March 17, 2016
- *Bank of Canada*, Bank Screening Heterogeneity, January 1, 2016
- *The Federal Reserve Board*, Small Businesses and Small Business Finance during the Financial Crisis and the Great Recession: New Evidence From the Survey of Consumer Finances, February 27, 2015.
- *NBER*, Does Uncertainty About Management Affect Firm's Cost of Borrowing?, Nov. 13, 2014
- *NBER*, Financial Dependence and Innovation: The Case of Public versus Private Firms, Dec. 5, 2013
- *Bank of Finland*, Managerial Style and Bank Loan Contracting, November 20, 2013
- *European Central Bank*, Are Universal Banks Better Underwriters? Evidence from the last days of Glass Steagall Act, January 11, 2011
- *Norges Bank*, Information sharing and information acquisition in credit markets, Nov. 24 2010
- *NBER*, Is there a Diversification Discount in Financial Conglomerates?, August 1, 2005
- *NBER*, The Tying of Lending and Equity Underwriting, May 17, 2004

Other

- *NPR's Marketplace*, with David Broncaccio, Interview with Mark Garrison, February 9, 2017
- *NPR's Marketplace*, with Kai Rysdal, Interview with Andy Uhler, November 15, 2016
- *Strategy + Business*, Chapter 11's Impact on Airline Performance, February 15, 2013