

PALANI-RAJAN KADAPAKKAM

Frost Chair Professor of Finance
College of Business
University Of Texas - San Antonio
San Antonio, TX 78249
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EDUCATION

Ph.D. in *Business Administration*, 1985
University of Michigan, Ann Arbor.

Postgraduate Diploma in *Management*, 1979
Indian Institute of Management, Ahmedabad, India.

B.Sc. in *Chemistry*, 1977
Loyola College, Madras, India.

PROFESSIONAL EXPERIENCE

University of Texas - San Antonio: Frost Chair Professor of Finance, 2020 – present
Frost Endowed Professor of Finance, 2013-2020
Professor of Finance, 2001 – present
Associate Professor of Finance, 1996-2001

The American University: Assistant Professor of Finance, 1994-1996

University of Michigan: Assistant Professor of Finance (Visiting), 1992-94

University of Houston: Assistant Professor of Finance, 1985-92
Instructor in Finance, 1984-85

HONORS AND AWARDS

Best Paper Award, Financial Review, 2016.
Teaching Honor Roll, UTSA College of Business, Fall 2014
The Endowed 1969 Commemorative Award for Overall Faculty Excellence,
UTSA College of Business, 2013
Best Graduate Professor – Finance, MBA Association – UTSA, 2012
Most Challenging Professor, MBA Association – UTSA, 2011
Favorite Finance Professor, MBA Association – UTSA, 2011

The E. Lou Curry Teaching Excellence Award, UTSA College of Business, 2010
Best Finance Professor, MBA Association – UTSA, 2010
Most Knowledgeable Professor, MBA Association – UTSA, 2010
Favorite Finance Professor, MBA Association – UTSA, 2009
Col. Jean Piccione and Lt. Col. Phillip Piccione Endowed Faculty Award for Research
Excellence, College of Business, UTSA - 2008
Outstanding Extra Effort Professor, MBA Association – UTSA, 2007
U.S. Global Investors Research Fellow, UTSA, 2007 – 2011.
Runner-up for Best Paper in Corporate Finance, FMA 2005.
 (“Are there Synergy Gains in Mergers?” with E. Devos and S. Krishnamurthy)
Favorite Professor – Core Courses, MBA Association – UTSA, 2005
UTSA President’s Distinguished Research Achievement Award, 2001
UTSA College of Business Advisory Council Research Award, 2000
William Leabo Award, 1981
 Awarded to outstanding Ph.D. students in business at University of Michigan
National Merit Scholarship Award, 1977
 Awarded for outstanding performance during the entire period of undergraduate study

RESEARCH PUBLICATIONS

“The Value of Shelf Registration for New Debt Issues,” *Journal of Business*, April 1989, pp 271-292 (with S.J. Kon).

“The Role of Private and Public Debt in Corporate Capital Structures,” *Financial Management*, Autumn 1991, pp 49-57 (with J.C. Easterwood).

“External Financing Costs, Uncertain Liquidity Needs and Capital Budgeting Decisions,” *Advances in Quantitative Analysis of Finance and Accounting*, Winter 1993, II(B), pp 201-214 (with T. Harikumar).

“Trading Profits in Dutch Auction Self-Tender Offers,” *Journal of Finance*, March 1994, 49, pp 291-306 (with S. Seth).

“Convertible Debt and Investment Incentives,” *Journal of Financial Research*, Spring 1994, pp 15-29 (with T. Harikumar and R.F. Singer).

“Agency Conflicts, Issue Costs and Debt Maturity,” *Quarterly Journal of Business and Economics*, Summer 1994, pp 69-80 (with J.C. Easterwood).

“The Valuation Effects of Out-of-The-Money Calls of Convertible Securities,” *Journal of Financial Research*, Winter 1994, pp 481-493 (with A.P.C. Tang and R.F. Singer).

“Stock Reaction to Dividend Savings of Convertible Preferred Calls: Free Cash Flow or Price

Pressure Effects”, *Journal of Banking and Finance*, November 1996, 20, pp 1759-1773 (with A.P.C. Tang).

“Capital Gains Taxes and Stockholders' Response to Tender Offers: Evidence from Dutch Auction Repurchases”, *Financial Review*, 1997, 32 (3), pp 145-166 (with S. Seth).

“The Impact of Cash Flows and Firm Size on Investment: The International Evidence” ', *Journal of Banking and Finance*, 1998, 22, pp 293-320 (with P.C. Kumar and Leigh Riddick). Received ANBAR Citation of Excellence

“An Application of the Variance-Ratio Tests to Five Asian Stock Markets: Bangladesh, Hong Kong, Malaysia, Sri Lanka and Taiwan”, *Review of Pacific Basin Financial Markets and Policies*, September 1999, 2(3), pp 301-315 (with Imam Alam and Tanweer Hasan)

“Reduction Of Constraints on Arbitrage Trading and Market Efficiency: An Examination of Ex-Day Returns In Hong Kong After Introduction Of Electronic Settlement”, *Journal of Finance*, December 2000, pp 2841-2861.

“International Price Discovery for Emerging Market Stocks: Evidence from Indian GDRs” (with L. Misra and Y. Tse), *Review of Quantitative Finance and Accounting*, September 2003, pp 179-199.

“Return Linkages between Dual Listings under Arbitrage Restrictions: A Study of Indian Stocks and their London Global Depository Receipts” (with L. Misra), *Financial Review*, November 2003, pp 611-633.

“Variance-Ratio Tests of Informational Efficiency of Latin Markets: Additional Evidence”, (with T. Hasan and Y. Ma), *Latin American Business Review*, 2003, 4(2) pp 37-53.

“Operating performance and Stock Returns of Firms Calling Convertible Preferred Stocks” (with H.L Sun and A.P.C. Tang) *Journal of Business Finance and Accounting*, November-December 2004, 31, pp 1559-1576.

“Stock Splits, Broker Promotion and Decimalization” (with S. Krishnamurthy and Y. Tse), *Journal of Financial and Quantitative Analysis*, December 2005, pp 873-895.

“Anatomy of a Government Intervention in Index Stocks – Price Pressure or Information Effects?” (with K. Bhanot), *Journal of Business*, March 2006, pp 963-986.

“What’s in a nickname? – Price and volume impacts of a pure ticker symbol change” (with L. Misra), *Journal of Financial Research*, Spring 2007, pp 53-71.

“Differentiated Corporate Governance Environments and Determinants of Firm Investments: The Evidence from Asian Emerging Markets” (with T. Hasan and P.C. Kumar), *Multinational*

Finance Journal, 2008, 12 (1/2), pp 21–44.

“Ex-dividend Returns: The Mexican Puzzle” (with V. Martinez), *Journal of Banking and Finance*, 2008, 32 (11), pp 2453-2461.

“How do Mergers Create Value? A Comparison of Taxes, Market Power and Efficiency Improvements as Explanations for Synergies” (with E. Devos and S. Krishnamurthy), *Review of Financial Studies*, 2009, 22(3), pp 1179-1211.

“Settlement Differences and the Law of One Price: Evidence from the Indian Stock Market” (with Umesh Kumar), *Journal of Emerging Markets*, 2009, 14 (2), pp 10-22.

“Lost in Translation: Delayed Ex-Dividend Adjustment of Hong Kong ADRs” (with A. Meisami and Y. Shi), *Journal of Banking and Finance*, 2010, 34(3), pp 647-655.

“Impact of Liquidity on the Futures-Cash Basis: Evidence from the Indian Market”, (with U. Kumar), *Journal of Futures Markets*, 2013, 33(3), pp 266-298.

“Is Carry-Trade a Viable Alternative Asset Class?” (with S. Das and Y. Tse), *Journal of International Financial Markets, Institutions and Money*, 2013, 24, pp 247-257.

“Investor Ignorance in Markets for Worthless Stocks” (with H. Zhang), *Journal of Financial Markets*, 2014, 19(1), pp 197-218.

“Stock Prices Do Follow Random Walks: Evidence from Size-based ETFs” (with T. Krause and Y. Tse), *Review of Quantitative and Financial Analysis*, 2015, 45 (1), pp 89-110.

“The Debt Trap: Wealth Transfers and Capital Structure Choice” (with A. Meisami and J. Wald), *Financial Review*, 2016, 51(1), pp 5-35. (Winner of the Best Paper Award for 2016)

“Short selling, margin trading, and the incorporation of new information into prices” (with Jun Chen and Ting Yang), *International Review of Financial Analysis*, 2016, 44, pp 1-17.

Effects of Customer Financial Distress on Supplier Capital Structure (M.G. Oliveira, P. Kadapakkam, and M. Beyhaghi), *Journal of Corporate Finance*, 2017, pp 131-149.

Protecting the Weak: Mandatory Auctions in Minority Freezeouts (with A. Dai and K. Guo), *International Review of Financial Analysis*, 2019, pp 9-19.

Machine over Mind? Stock price clustering in the era of algorithmic trading (with S. Das), *North American Journal of Economics and Finance*, 51 (2020): 100831.

Better Late than Never: A Reexamination of the Tendering Profit Anomaly (with S. Yildirim and H. Zhang), *Review of Quantitative Finance and Accounting*, 56(4), May 2021, 1475-1501.

Stability of Supplier-Customer Relationship and Supplier Capital Structure (with M.G. Oliveira), *Journal of Banking and Finance* 130, September 2021.

Effects of Customer Horizontal Merger on Supplier Capital Structure Decisions (with M.G. Oliveira), *International Review of Finance*, 21(4), December 2021, 1464-1491.

Long-term capital gains taxes and stock prices: Evidence from India (with M. Fallah), *International Journal of Finance and Economics*, forthcoming.

Pay for Performance, Partnership Success, and the Internal Organization of Venture Capital Firms (with Karan Bhanot), *Journal of Corporate Finance*, forthcoming.

WORKING PAPERS

Current papers

Are Internal Capital Markets Overrated? Evidence from Business Group Credit Ratings (with O. Alkharashi)

Efficiency in the Merger Arbitrage Market: An Examination of Ex-Dividend Behavior (with K. Joseph)

Ex-ante Credit Rating Risks and Corporate Payout Policies (with B. Adhikari and B. Sharma)

Impact of Tax Law Changes for Capital Structure (with K. Bhanot and F. Pascal)

Impact of Vertical Mergers on Rivals' Cost of Debt (with M. Fallah and M. Oliveira)

Age Diversity of Corporate Boards and Firm Performance (with M. Oliveira and K. Joseph)

Older papers

Firm Transparency and Cost of Debt (with S. Das).

Relative Performance and Investor Attention: Evidence from Closed-end Funds (with Jay Kittiakarasakun).

Does Investor Sentiment Influence Asset Prices? Small Trade Order-Imbalance and Closed-End Country Fund Premiums (with U. Kumar)

Small Trades and ADR Premiums: The Case of Indian ADRs (with U. Kumar)

Partial Liquidation Effects and Information Content of Closed-End Fund Tender Offer

Repurchases (with S. Yildirim)

RESEARCH IN PROGRESS

Corporate Tax Cuts and Impact on Investment and Payout Policies: Evidence from India

Insider Credentials and Initial Returns of SPACs (with V. Martinez and M. Gonzalez)

Impact of Spinoffs on the Supply Chain (with M. Oliveira)

RESEARCH PRESENTATIONS

“The Value of Shelf Registration for New Debt Issues, with S.J. Kon) CRSP Seminar, U. of Chicago, Nov. 1987.

“Equity Ownership Concentration and the Level of Corporate Debt, (with J.C. Easterwood) FMA, 1988.

“Role of Private and Public Debt in Corporate Capital Structures, (with J.C. Easterwood) FMA, 1989.

“Convertible Debt and Investment Incentives, (with T. Harikumar and R. Singer) FMA, 1990.

“Stock Repurchases via Dutch Auctions, (with S. Seth) Texas Finance Symposium, 1990.

“The Valuation Effects of Early Calls of Convertible Securities, (with R. Singer and A. Tang) FMA, 1991.

“Capital Gains Taxes and Stockholders' Response to Tender Offers, (with S. Seth) WFA and FMA, 1991.

“Trading Profits in Dutch Auction Self-Tender Offers, (with S. Seth) FMA, 1992.

“Stock Reaction to Dividend Savings of Convertible Preferred Calls: Free Cash Flow or Price Pressure Effects" (with Alex Tang), FMA, 1995.

“Corporate Financing and Investment Constraints: The International Evidence", (with P.C. Kumar and L. Riddick) FMA, 1995 and MFS, 1997.

“Impact of Cash Flows on Investment: Evidence from Emerging Markets”, (with T. Hasan and P.C. Kumar) MFS, 1998.

“Ex-Dividend Day Returns in Hong Kong: Bid-Ask Bounce?”, FMA 1998.

"Corporate Cash Flows, Investments and Firm Size: The Evidence from Emerging Markets", (with T. Hasan and P.C. Kumar), EFA 1999

"Where is the Smart Money in Emerging Markets? A Study of Indian Stocks and their London Global Depository Receipts" (with L. Misra), FMA 1999

"Operating performance and Stock Returns of Firms Calling Convertible Preferred Stocks" (with H.L Sun and A.P.C. Tang), EFA and FMA meetings, 2002

"Differentiated Corporate Governance Environments and Determinants of Firm Investments: The Evidence from Asian Emerging Markets" (with T. Hasan and P.C. Kumar), FMA 2002

"International Price Discovery for Emerging Market Stocks: Evidence from Indian GDRs" (with L. Misra and Y. Tse), FMA 2003

"Anatomy of Government Intervention in Hong Kong Stock Market: Price Pressure or Signaling?" (with K. Bhanot), FMA 2003

"What's in a nickname? – Price and volume impacts of a pure ticker symbol change" (with L. Misra), FMA 2004

"Stock Repurchases by Closed-End Funds" (with S. Yildirim), FMA 2004

"Open-Ending of Closed-End Funds: An Analysis of Discount Reduction" (with L. Misra and S. Yildirim), FMA 2005

"Ex-dividend Returns in Mexico: An Anomaly?" (with V. Martinez), FMA 2005

"Are there Synergy Gains in Mergers?" (with E. Devos and S. Krishnamurthy), FMA 2005
Runner-up award for best paper in Corporate Finance

"How do Mergers Create Value? A Comparison of Taxes, Market Power and Efficiency Improvements as Explanations for Synergies" (with E. Devos and S. Krishnamurthy), American Finance Association, January 2007

"Debt-Equity Choices of Firms with Junk-Rated Debt" (with Alex Meisami), FMA 2007

"The Effect of Short Selling Constraints on Earning Announcements: The Case of Hong Kong" (with Srini Krishnamurthy and Yilun Shi), FMA 2007

"Earnings Management and Convertible Preferred Stock Calls" (with H.L Sun and A.P.C. Tang), FMA 2007

“Settlement Differences and the Law of One Price” (with Umesh Kumar), Midwest Finance Association and FMA meetings, 2008

“Lost in Translation: Delayed Ex-Dividend Adjustment of Hong Kong ADRs” (with A. Meisami and Y. Shi), FMA meeting, 2009

“Small Trades and ADR Premiums: The Case of Indian ADRs” (with U. Kumar), FMA meeting, 2010.

“Impact of Liquidity on the Futures-Cash Basis: Evidence from the Indian Market”, (with U. Kumar), FMA meeting, 2010.

“Does Investor Sentiment Influence Asset Prices? Small Trade Order-Imbalance and Closed-End Country Fund Premiums,” (with U. Kumar), FMA meeting, 2011.

"Exchange traded funds, size-based portfolios, and market efficiency," (with T. Krause and Y. Tse), FMA meeting, 2013.

Kadapakkam, P. and, "Relative Performance, Investor Attention, and the Sensitivity of Closed-end Country Fund Share Prices to Fundamental Values," (with J. Kittiakarasakun), FMA meeting, 2014.

"Machine over Mind? Clustering of ETF Prices," (with S. Das) Southwestern Finance Association, 2014.

"Effects of Customer Financial Distress on Supplier Capital Structure," (with Oliveira, M. G. and M. Beyhaghi), IFABS meeting and FMA meeting 2016.

"Pay for Performance within Venture Capital Firms," (with K. Bhanot), FMA meeting 2016.

Does Customer Horizontal Merger Affect Supplier’s Capital Structure Decisions? (with M.G. Oliveira), FMA meeting 2018.

Better Late than Never: A Reexamination of the Tendering Profit Anomaly (with S. Yildirim and H. Zhang), FMA meeting 2018.

Stability of Supplier-Customer Relationship and Supplier Capital Structure (with M.G. Oliveira), FMA meeting 2019.

Long-term Capital Gains Taxes and Stock Prices: Evidence from India (with M. Fallah), Southwestern Finance Association, March 2020 and Southern Finance Association, November 2020.

Efficiency in the Merger Arbitrage Market: An Examination of Ex-Dividend Behavior (with K.

Joseph), Southwestern Finance Association, March 2020.

Pay for Performance, Partnership Success, and the Internal Organization of VC Firms, FMA meeting 2020.

Efficiency in the Merger Arbitrage Market: An Examination of Ex-Dividend Behavior (with K. Joseph), FMA meeting 2021

Ex-ante Credit Rating Risks and Corporate Payout Policies (with B. Adhikari and B. Sharma), FMA meeting 2021

Are Internal Capital Markets Overrated? Evidence from Business Group Credit Ratings (with O. Alkharashi), FMA meeting 2022, to be presented

TEACHING

Areas of interest: Corporate Finance, Investments, International Finance.

Courses taught: Principles of Corporate Finance (BBA, MBA, and Executive MBA)
Electives in Corporate Finance (BBA, MBA)
Corporate Valuation (MBA)
Elective in Investments (MBA)
Financial Statement Analysis (MBA)
Financial Derivatives (MBA)
International Finance (BBA)
Cases and Problems in Finance (BBA)
Financial Management Workshops (Executive MBA)
Corporate Finance (PhD)

PhD Committees at UTSA

Chair/Co-chair, Dissertation Committee: Sinan Yildirim, Umesh Kumar, Ya Dai, Hongxian Zhang, Lin Zhao, Sougata Das, Mauro Oliveira, Omar Alkharashi, Kerron Joseph, Mo Fallah

Member, Dissertation Committee: Ca Nguyen, Sean Malone, Anna Kapalczynski, Maryam Nazari, Carl Larsson, Tim Carpenter, Tim Krause, Brian McTier, Rachana Kalelkar, Alex Meisami, Joey Gutierrez, Jun Chen, Zi Ning, Yilun Shi, James Hackard, Paramita Bandhopadhyay, Ju Xiang, and Manuel Sanchez

PhD Committees at University of Houston

Member, Dissertation Committee: T. Harikumar, Alex Tang, Vivian Hsieh, Stanley Chan, Ilsup Huh

SERVICE ACTIVITIES

Chair, Finance Faculty Search Committee, 2019-2020
Member, Department Faculty Annual Review Committee, 2020
Member, College MBA Programs Committee, 2018-2022
Chair, Department Faculty Annual Review Committee, 2019
Member, College Faculty Review and Advisory Committee, 2016-2018
Faculty Advisor/Co-Advisor, Forum of Finance student club, 2016 – 2018
Faculty Advisor, YUVA, UTSA student organization, 2018
Chair, Department Faculty Review and Advisory Committee, 2016
Member, Department Merit Review Committee, 2016
Chair, Department Merit Review Committee, 2015
Member, MSF Comprehensive Exam Committee, 2000- present
Member, MS in Finance Admissions Committee, 2010-2016
Faculty Advisor, FMA student club, 2014-2016
Member, University Faculty Review and Advisory Committee, 2011-2013
Member, University Faculty Research Award Committee, 2012 and 2015
Member, University Informal Grievance Committee, Fall 2015
Member, MBA Program Committee, 2010-2012.
Chair, College Faculty Executive Committee, 2011-2012
Member, Faculty Senate, UTSA, 2009-2012
Member, Faculty Senate Executive Committee, 2009-2010
Advisory Board member, Financial Management Survey and Synthesis Series, 2000-2009
Co-VP, Local Arrangements, Midwest Finance Association meeting, 2008
Member, Department Undergraduate Curriculum Review Committee, 2007-2008
Chair, Finance Department Faculty Search Committee, 2006-2007
Chair, Faculty Development Leave Committee, College of Business, 2005-2006
Coordinator, Finance Ph.D. program, 2003 - 2005
Member, College Research and Ph.D. program Committee, 2003- 2005, 2007-2009
Member, University Faculty Review and Advisory Committee, 2003-2004
Member, College Executive Education Committee, 2001-2002
Chair, Finance Search Committee, 2001-2002
Member, College Research Advisory Board, 2000-2002
Member, University Graduate Council, 1999-2005 and 2006-2009
Member, Departmental Faculty Review and Advisory Committee, 1996-98, 1999-present
Chair, Divisional Faculty Review and Advisory Committee, 1998-1999
Member, MBA Program Review Committee, University of Texas- San Antonio, 1996-1999
Member, Finance Faculty Search Committees, 1997, 1999, 2000, 2012
Member, College Strategic Planning Advisory Committee, U of Texas- San Antonio, 1996-1998
Member, College Faculty Advisory Committee, University of Texas- San Antonio, 1996-1998
Member, Library Committee, University of Texas- San Antonio, 1996-1998
President, FMA Honor Society, American University, 1994- 1996
Department Database Coordinator, American University, 1994- 1996

Member, Educational Policy Committee, American University, 1995-1996
Departmental advisor to MBA students, University of Houston, 1986-91
Member, College Library Committee, University of Houston, 1987-91
Session Chairman, FMA conferences
Discussant, FMA, SFA and NAEFA conferences
External reviewer, Promotion and Tenure Files, University of West Virginia, Bentley College,
University of North Texas, University of Texas at El Paso.
Associate Editor, *Financial Review*, 2018-2021.
Reviewer - *Management Science*, *Journal of Corporate Finance*, *Journal of Financial Research*,
Financial Management, *Financial Review*, *Journal of Banking and Finance*, *International
Review of Financial Analysis*, *International Review of Economics and Finance*, *North American
Journal of Economics and Finance*