

CONTENTS

. . .

Preface, by *John H. Cochrane and Tobias J. Moskowitz* ix

I. INTRODUCTIONS

My Life in Finance 3

Eugene F. Fama

Things I've Learned from Gene Fama 24

Kenneth R. French

Gene Fama's Impact: A Quantitative Analysis 30

G. William Schwert and René M. Stulz

II. EFFICIENT MARKETS

Efficient Markets and Empirical Finance 53

John H. Cochrane and Tobias J. Moskowitz

The Great Divide 63

Clifford Asness and John Liew

Efficient Capital Markets: A Review of Theory and Empirical Work 76

Eugene F. Fama

Efficient Capital Markets: II 122

Eugene F. Fama

Market Efficiency, Long-Term Returns, and Behavioral Finance 174

Eugene F. Fama

III. EFFICIENCY APPLIED: EVENT STUDIES AND SKILL

Fama, Fisher, Jensen, and Roll (1969): Retrospective Comments 203

Ray Ball

Eugene Fama and Industrial Organization 213

Dennis W. Carlton

The Adjustment of Stock Prices to New Information 219

Eugene F. Fama, Lawrence Fisher, Michael C. Jensen, and Richard Roll

CONTENTS

- Luck versus Skill 243
John H. Cochrane and Tobias J. Moskowitz
- Luck versus Skill and Factor Selection 250
Campbell R. Harvey and Yan Liu
- Luck versus Skill in the Cross-Section of Mutual Fund Returns 261
Eugene F. Fama and Kenneth R. French

IV. RISK AND RETURN

- Risk and Return 303
John H. Cochrane and Tobias J. Moskowitz
- Risk, Return, and Equilibrium: Empirical Tests 315
Eugene F. Fama and James D. MacBeth
- The Cross-Section of Expected Stock Returns 349
Eugene F. Fama and Kenneth R. French
- Common Risk Factors in the Returns on Stocks and Bonds 392
Eugene F. Fama and Kenneth R. French
- Multifactor Explanations of Asset Pricing Anomalies 450
Eugene F. Fama and Kenneth R. French

V. RETURN FORECASTS AND TIME-VARYING RISK PREMIUMS

- Return Forecasts and Time-Varying Risk Premiums 487
John H. Cochrane
- Short-Term Interest Rates as Predictors of Inflation 502
Eugene F. Fama
- Forward Rates as Predictors of Future Spot Rates 524
Eugene F. Fama
- Forward and Spot Exchange Rates 544
Eugene F. Fama
- Dividend Yields and Expected Stock Returns 568
Eugene F. Fama and Kenneth R. French
- The Information in Long-Maturity Forward Rates 596
Eugene F. Fama and Robert R. Bliss

CONTENTS

VI. CORPORATE FINANCE AND BANKING

- Corporate Finance 617
Amit Seru and Amir Sufi
- Agency Problems and the Theory of the Firm 624
Eugene F. Fama
- Separation of Ownership and Control 645
Eugene F. Fama and Michael C. Jensen
- Dividend Policy: An Empirical Analysis 671
Eugene F. Fama and Harvey Babiak
- Disappearing Dividends:
Changing Firm Characteristics or Lower Propensity to Pay? 707
Eugene F. Fama and Kenneth R. French
- Financing Decisions: Who Issues Stock? 750
Eugene F. Fama and Kenneth R. French
- Banking in the Theory of Finance 789
Eugene F. Fama
- Our Colleague, by *John H. Cochrane and Tobias J. Moskowitz* 809
- Contributors 815

