



THE UNIVERSITY OF
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Department of Statistics

MASTER'S THESIS PRESENTATION

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Effects of Corporate Fraud on Financial Intermediation: From a
Quantile Regression Perspective

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ABSTRACT

This thesis investigates microeconomic evidence of causal effect of corporate fraud revelation on financial intermediation, especially for U.S. commercial banks. The conclusion is that corporate fraud revelation might induce households to reallocate their wealth from equity markets to bank deposits. I first replicate the prior research and then improve the model. Specifically, by using fixed effect quantile regression, I demonstrate that there is heterogeneity in the documented causal effect.