

The Journal of **FINANCE**

Vol. 75

CONTENTS for December 2020

No. 6

ARTICLES

YI HUANG, MARCO PAGANO, and UGO PANIZZA

Local Crowding-Out in China

ANDRIY SHKILKO and KONSTANTIN SOKOLOV

Every Cloud Has a Silver Lining: Fast Trading, Microwave Connectivity, and Trading Costs

ITAY GOLDSTEIN and CHONG HUANG

Credit Rating Inflation and Firms' Investments

WILLIAM DIAMOND

Safety Transformation and the Structure of the Financial System

SALEEM BAHAJ and FREDERIC MALHERBE

The Forced Safety Effect: How Higher Capital Requirements Can Increase Bank Lending

FALK BRÄUNING and VICTORIA IVASHINA

Monetary Policy and Global Banking

WENXIN DU, CAROLIN E. PFLUEGER, and JESSE SCHREGER

Sovereign Debt Portfolios, Bond Risks, and the Credibility of Monetary Policy

JEAN-NOËL BARROT and RAMANA NANDA

The Employment Effects of Faster Payment: Evidence from the Federal Quickpay Reform

MARCO DI MAGGIO, AMIR KERMANI, and KAVEH MAJLESI

Stock Market Returns and Consumption

REPLICATIONS AND CORRIGENDA

MALCOLM WARDLAW

Measuring Mutual Fund Flow Pressure as Shock to Stock Returns

(Contents continued on back cover)

The Journal of FINANCE

Vol. 75

December 2020

No. 6

Editor

STEFAN NAGEL
University of Chicago

Co-Editors

PHILIP BOND
University of Washington

AMIT SERU
Stanford University

WEI XIONG
Princeton University

Associate Editors

ALON BRAV
Duke University

JAMES CHOI
Yale University

ANNA CIESLAK
Duke University

GREGORY DUFFEE
Johns Hopkins University

THIERRY FOUCAULT
HEC, Paris

ZHIGUO HE
University of Chicago

DIRK JENTER
London School of Economics

CHRISTOPHER JONES
University of Southern California

JONATHAN KARPOFF
University of Washington

CAMELIA KUHNEN
University of North Carolina

JUHANI LINNAINMAA
Dartmouth College

HANNO LUSTIG
Stanford University

ANDREY MALENKO
University of Michigan

NADYA MALENKO
University of Michigan

ASAF MANELA
Washington University in St. Louis

DAVID MATSA
Northwestern University

MARTIN OEHMKE
London School of Economics

DIMITRIS PAPANIKOLAOU
Northwestern University

DANIEL PARAVISINI
London School of Economics

GIORGIA PIACENTINO
Columbia University

AMIYATOSH PURNANANDAM
University of Michigan

UDAY RAJAN
University of Michigan

ADRIANO RAMPINI
Duke University

JOSHUA RAUH
Stanford University

NIKOLAI ROUSSANOV
University of Pennsylvania

ALEXI SAVOV
New York University

PHILIPP SCHNABL
New York University

KELLY SHUE
Yale University

DAVID SRAER
University of California, Berkeley

JOHANNES STROEBEL
New York University

AMIR SUFI
University of Chicago

ADI SUNDERAM
Harvard University

PAUL TETLOCK
Columbia University

DAVID THESMAR
Massachusetts Institute of Technology

JULES VAN BINSBERGEN
University of Pennsylvania

NENG WANG
Columbia University

INGRID WERNER
The Ohio State University

LIYAN YANG
University of Toronto

HAOXIANG ZHU
Massachusetts Institute of Technology

Business Manager

JAMES SCHALLHEIM
University of Utah

Assistant Editor

WENDY WASHBURN

The Journal of FINANCE

Volume 75

CONTENTS for December 2020

No. 6

ARTICLES

- Local Crowding-Out in China
YI HUANG, MARCO PAGANO, and UGO PANIZZA 2855
- Every Cloud Has a Silver Lining: Fast Trading, Microwave Connectivity,
and Trading Costs
ANDRIY SHKILKO and KONSTANTIN SOKOLOV 2899
- Credit Rating Inflation and Firms' Investments
ITAY GOLDSTEIN and CHONG HUANG 2929
- Safety Transformation and the Structure of the Financial System
WILLIAM DIAMOND 2973
- The Forced Safety Effect: How Higher Capital Requirements Can
Increase Bank Lending
SALEEM BAHAJ and FREDERIC MALHERBE 3013
- Monetary Policy and Global Banking
FALK BRÄUNING and VICTORIA IVASHINA 3055
- Sovereign Debt Portfolios, Bond Risks, and the Credibility of Monetary
Policy
WENXIN DU, CAROLIN E. PFLUEGER, and JESSE SCHREGER 3097
- The Employment Effects of Faster Payment: Evidence from the Federal
Quickpay Reform
JEAN-NOËL BARROT and RAMANA NANDA 3139
- Stock Market Returns and Consumption
MARCO DI MAGGIO, AMIR KERMANI, and KAVEH MAJLESI 3175

REPLICATIONS AND CORRIGENDA

- Measuring Mutual Fund Flow Pressure as Shock to Stock Returns
MALCOLM WARDLAW 3221

- MISCELLANEA 3245

- ANNOUNCEMENTS 3247

Vol. 75

CONTENTS *for* December 2020

No. 6

(Contents continued from front cover)

MISCELLANEA

ANNOUNCEMENTS

AFA Preliminary Program

AFA Participant Schedule