

FRIC publications in top tier journals

In 2021, FRIC researchers had 7 papers published in the top three finance journals: 4 in *The Review of Financial Studies* and 3 in *Journal of Financial Economics*. In addition, we had 5 papers accepted for publication in *Journal of Finance*. In addition, we had research published in solid field journals, such as *Management Science* (2 papers) and *Journal of Financial Intermediation* (1 paper).

International research presentations

FRIC members were invited to present their work at 103 occasions at different institutions, and 12 of these were at central banks. We had 11 FRIC papers presented at the most prestigious finance conferences: 4 at the American Finance/Economic Association Meetings (AFA/AEA), 3 at the Western Finance Association (WFA), and 4 at the European Finance Association (EFA) in 2021. In addition, several FRIC members were invited as discussants or chairs at these conferences.

Public outreach in a new format

FRIC members continued their public outreach in the podcast series 'Rig på Viden' ('Rich on Knowledge'). This was a new channel for public outreach for FRIC in 2020 and 7 FRIC members continued to portray their research in 2021 in 7 separate podcasts.

FRIC'21 Conference on Financial Frictions

The FRIC'21 Conference was held as a hybrid event at the Scandic Falkoner Hotel in Copenhagen. The conference had 64 on-site participants and 82 online participants. The keynote speaker was Andrei Shleifer (Harvard) and the other speakers were Bo Becker (Stockholm), Ian Dew-Becker (Northwestern University, Kellogg), Wenxin Du (Chicago, Booth) and Terence Hendershott (UC Berkeley).

AQR Top Finance Graduate Award 2021

FRIC organized the ninth annual *AQR Top Finance Graduate Award* at the Royal Danish Academy of Sciences and Letters in Copenhagen. The event was held on-site and had 45 registered participants. The event was co-sponsored by the global investment management firm AQR and featured research presentations

by four of the most promising PhD graduates from the academic job market in 2021. The winners are selected by an independent selection committee whose members are from London, Chicago Booth, Berkeley, Wharton and Yale.

Conference organization abroad

FRIC helped co-organized several international conferences, including *Credit Risk over the Business Cycle* with Deutsche Bundesbank.

Best paper awards and distinctions

Professor Lasse Heje Pedersen was awarded the Graham and Dodd Award of Excellence for his paper "Over-the-Counter Markets" co-authored with Darrell Duffie and Nicolae Gârleanu. Furthermore, Lasse Heje Pedersen won the second prize of the Fama/DFA Prize for Capital Markets and Asset Pricing in the 2020 JFE Best Paper Contests for his paper "Betting against correlation: Testing theories of the low-risk effect" co-authored with Clifford S. Asness, Andrea Frazzini and Niels Joachim Gormsen. Lasse Heje Pedersen also received the Bernstein Fabozzi/Jacobs Levy Outstanding Article Award for his paper "Deep Value" coauthored with Cliff Asness, John Liew and Ashwin Thapar. Lasse Heje Pedersen was again listed on the Highly Cited Researchers list 2021 - for the seventh consecutive year.

Professor Peter Feldhütter received the Jacob Gold & Associates Best Paper Award ASU Sonoran Winter Finance Conference 2021 for his paper "Marking to Market Corporate Debt" co-authored with Lorenzo Bretschler, Andrew Kane, and Lukas Schmid.

FRIC associate member, Annette Vissing-Jørgensen, University of California, Berkeley was elected to the American Academy of Arts and Sciences and Center Director and Professor David Lando was knighted with the Order of Dannebrog in September 2021.

Recruiting and PhD placement

In 2021, FRIC was joined by 1 assistant professor, 2 PhD students, as well as 3 student assistants. Our PhD candidate Jakob Ahm Sørensen was on the job market in 2021 and has accepted a position as Assistant Professor at Bocconi University.

About Center for Financial Frictions (FRIC)

FRIC focuses on how prices and markets are affected by financial frictions such as transactions costs, leverage constraints, counterparty credit risk, illiquidity and asymmetric information. Currently, the CBS members of FRIC count 6 professors, 1 associate professor, 5 assistant professors and 10 PhD students. In addition, there are 4 external professors from four different universities associated with FRIC. The Center has 1 center coordinator, and 3 student assistants.