

## Timothy C. Johnson

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### EMPLOYMENT HISTORY

#### University of Illinois at Urbana-Champaign

Professor of Finance,  
Robert and Karen May Faculty Fellow.  
Associate Professor of Finance.

2011-present.  
2006-2011.

#### London Business School

Associate Professor of Finance. (with tenure)  
Assistant Professor of Finance.

2006.  
1999-2006.

#### Massachusetts Institute of Technology

Visiting Assistant Professor of Finance.

2004-2005.

#### Caxton Corporation

Senior Trader, Global Derivatives.

1989-1994.

Managed international derivatives  
portfolio for affiliated arbitrage funds.

#### Mabon Securities, Inc.

Director, Quantitative Research.

1985-1989.

Developed and implemented risk-  
management and valuation systems.

### EDUCATION

#### University of Chicago

Ph.D., Finance  
Thesis:

October 1995 - June 1999  
“Unobservable Persistence: A  
Theory of Stochastic Volatility”

#### Columbia University

M.B.A., International Business  
M.S., Operations Research

September 1983 - May 1985  
September 1983 - May 1985

#### Massachusetts Institute of Technology

S.B., Mathematics

September 1979 - May 1983

## PUBLICATIONS:

- “Inequality Risk Premia”  
*Journal of Monetary Economics* (2012) v59 n6
- “Market Liquidity and Flow Driven Risk” with P. Deuskar  
*Review of Financial Studies* (2011) v23 n4
- “Endogenous Leverage and Expected Stock Returns”  
with T. Chebonenko, I. Cunha, F. d’Almeida, and X. Spencer  
*Finance Research Letters* (2011) v8 n3
- “More Insiders, More Insider Trading: Evidence from Private Equity Buyouts”  
with V. Acharya  
*Journal of Financial Economics* (2010) v98, n3
- “Liquid Capital and Market Liquidity”  
*Economic Journal* (2009) v119 n540
- “Volume, Liquidity, and Liquidity Risk”  
*Journal of Financial Economics* (2008) v87 n2
- “Optimal Learning and New Technology Bubbles”  
*Journal of Monetary Economics* (2007) v54 n8
- “Insider Trading in Credit Derivatives” with V. Acharya  
*Journal of Financial Economics* (2007) v84 n1
- “Dynamic Liquidity in Endowment Economies”  
*Journal of Financial Economics* (2006) v80 n3
- “Unifying Underreaction Anomalies” with A. R. Jackson  
*Journal of Business* (2006) v79 n1
- “Forecast Dispersion and the Cross-Section of Expected Returns”  
*Journal of Finance* (2004) v59 n5 – lead article
- “Rational Momentum Effects”  
*Journal of Finance* (2002) v57 n2 – Smith Breeden Distinguished Paper award
- “Volatility, Momentum and Time-Varying Skewness in Foreign Exchange Returns”  
*Journal of Business and Economic Statistics* (2002) v20 n3
- “Return Dynamics when Persistence is Unobservable”  
*Mathematical Finance* (2001) v11 n4

## WORKING PAPERS:

- “Stochastic Volatility of Unpriced Shocks” with J. Lee (January 2013)
- “Commodity Dependence and Aggregate Risk” (March 2012)
- “Real Options and Risk Dynamics” with D. Hackbarth (May 2011)
- “Market Efficiency’s Hidden Teeth” with Z. Nye (July 2005)
- “The Value of Vesting Provisions” (January 2003)

## MEMBERSHIPS/AFFILIATIONS

American Finance Association  
Econometric Society

## REFEREE FOR

*Economic Journal, Economic Theory, European Finance Review, Journal of Banking and Finance, Journal of Business, Journal of Empirical Finance, Journal of Finance, Journal of Financial Economics, Journal of Financial Intermediation, Journal of Futures Markets, Management Science, Review of Economic Studies, Review of Financial Studies*

## INVITED PRESENTATIONS

American Finance Association, Boston College, Carnegie-Mellon University, Columbia University, Cornell University, Duke/UNC Asset Pricing Conference, European Central Bank, European Finance Association, FSA, Kellogg School, Lazard Brothers, Lehman Brothers, London Business School, London School of Economics, McGill University, M.I.T., Moodys Credit Risk Conference, Norwegian School of Management, Oxford University, Imperial College, Indiana University, Tuck School, University of California-Berkeley, University of Illinois, University of Michigan, University of Notre Dame, University of Texas-Austin, University of Toronto, University of Minnesota, University of Zurich, Vanderbilt University, Warwick University, Western Finance Association, Wharton School.

## AWARDS, FELLOWSHIPS, AND GRANTS

Ross Best Paper Award 2011.  
Banque de France Research Award 2005.  
Smith-Breeden Award – Nominated paper, 2004; Distinguished Paper, 2002.  
John Leusner Memorial Award for outstanding thesis proposal in finance, 1998.  
University of Chicago Graduate School of Business Fellowship, 1995-1999.

## CONSULTING

Moment Four Research  
British Petroleum  
Charles River Associates  
Stanford Consulting Group

