

The Research Centre of the Faculty of Economics
cordially invites you to a research seminar
on **Wednesday, 18th April 2018**
at **13 p.m.** in room **P-119**
at the **Faculty of Economics, University of Ljubljana**

Author:

Prof. Dr. Christian Laux,
Institute for Finance, Banking and Insurance

will present the article:

“Staggered Debt Roll Over and Liquidity”

“We analyze a firm’s strategy to roll over its outstanding debt after a liquidity shock that reduces the firm’s cash flow. Staggered debt reduces the share of outstanding debt that a firm has to refinance at any given time, which should be most beneficial for highly levered firms. However, we show that for highly levered firms, a firm’s ability to roll over its maturing debt hinges on its ability to prefinance its outstanding debt expiring in future periods. Prefinancing involves holding sufficient cash to repay the outstanding debt when it expires. If agency problems prevent a firm from holding sufficient cash to implement this strategy, then staggered debt can reduce a firm’s ability to withstand a negative cash flow shock.”

You can register for the free seminar by phone (01) 58-92-490, or via e-mail:
research.seminars@ef.uni-lj.si by Tuesday, 17th April 2018.

You can find all information regarding future research seminars on following link:
http://www.ef.uni-lj.si/raziskovanje/seminarji_in_konference

We look forward to seeing you!

