Organized Labor and Loan Pricing: A Regression Discontinuity Design Analysis

Yue Qiu, Tao Shen

PII: S0929-1199(17)30087-1
DOI: doi: 10.1016/j.jcorpfin.2017.02.007
Reference: CORFIN 1161

To appear in: Journal of Corporate Finance

Received date: 15 July 2016
Revised date: 2 February 2017
Accepted date: 4 February 2017

Please cite this article as: Qiu, Yue, Shen, Tao, Organized Labor and Loan Pricing: A Regression Discontinuity Design Analysis, Journal of Corporate Finance (2017), doi: 10.1016/j.jcorpfin.2017.02.007

This is a PDF file of an unedited manuscript that has been accepted for publication. As a service to our customers we are providing this early version of the manuscript. The manuscript will undergo copyediting, typesetting, and review of the resulting proof before it is published in its final form. Please note that during the production process errors may be discovered which could affect the content, and all legal disclaimers that apply to the journal pertain.
Organized Labor and Loan Pricing: A Regression Discontinuity Design Analysis

Yue Qiu,* Tao Shen†

Abstract

This paper provides new evidence on the effect of unionization on the cost of bank loans. By using a regression discontinuity design, we establish a causal relation between new unionization and bank loan pricing. Relative to firms in which unions barely lose elections, firms in which unions barely win elections experience an increase in the spread of the newly originated loans. Further tests suggest that the effect of labor unions on the loan spread arises through the channel of reducing the recovery rate of banks in bankruptcy rather than increasing firms’ default risk.

JEL Codes: G32, J51
Keywords: labor unions, bank loans, regression discontinuity design

*Yue Qiu, Carlson School of Management, University of Minnesota, Minneapolis, MN 55455, United States. Email: qiuxx158@umn.edu.
†Corresponding author. Tao Shen, School of Economics and Management, Tsinghua University, Beijing 100084, China. Tel: +86 10 6279 4702; Fax: +86 10 6278 4554; Email: shentao@sem.tsinghua.edu.cn.
دریافت فوری
متن کامل مقاله

امکان دانلود نسخه تمام متن مقالات انگلیسی
امکان دانلود نسخه ترجمه شده مقالات
پذیرش سفارش ترجمه تخصصی
امکان جستجو در آرشیو جامعی از صدها موضوع و هزاران مقاله
امکان دانلود رایگان ۲ صفحه اول هر مقاله
امکان پرداخت اینترنتی با کلیه کارت های عضو شتاب
دانلود فوری مقاله پس از پرداخت آنلاین
پشتیبانی کامل خرید با بهره مندی از سیستم هوشمند رهگیری سفارشات