
Index

Titles of publications are in *italics*.

- Abdallah, W. 204
Abou-Zied, K. 177–8
Act to prevent the infamous Practice of
Stock-jobbing 85, 87–8
Act to Restrain the number and ill Practice of
Brokers and Stockjobbers, Act 85
Adams, C.F. 95
Adams, H. 95
ADR, *see* American Depository Receipt
Aggarwal, R. 170, 177
Agora-X 3
Akhtar, S. 166
Alexander, G. 199
alliances, *see* mergers and acquisitions
Alternative Investment Market (AIM) 5,
197
alternative trading systems 156, 171
Amaranth Advisors 260
Amendments to Regulation SHO 237–8
American Depository Receipt 195, 198–9, 201,
203
American depository receipts (ADR) and
emerging countries 207–8
American International Group (AIG) 262
American Investment Trust 138
American Stock Exchange (AMEX) xii, 167,
255
Ammer, J.M. 200
Amsterdam
17th-century exchange trading 39–40, 79–83
as financial centre 16, 18
stock exchange 2
anti-option bills 101
anti-speculation legislation 101–2
Antwerp, commodity trading 77–9
arbitrage, intermarket 238–40
arbitration of exchange 74
Arbor, P. 293
Archipelago Holdings LLC (ARCA) 254
Armstrong, W. 90, 91–2, 93, 112
Armstrong, William 130
Arnold, T. 182
Arthur Guinness & Co. Ltd 118, 122
Atechison 126
ATS, *see* Automated Trading System
Aurora 246
Australian Stock Exchange (ASX) xi–xii, 163,
177–8
Automated Trading System (ATS) 68, 237
automation
futures industry 244–9
securities industry 249–52
see also electronic communication networks
Aviation Shares 127
Bailey, D. 122
Baker, H. 200
balance sheet and equity valuation 119–21
Bancel, F. 200
bank-based financial systems 35
Bank of England 18, 40
Barings crisis 8, 137, 139
Barnard, John 87
Barnard's Act 85, 87–8, 92
Baskin, J.B. 119
Bauman, W.S. 131
Berlin as financial centre 17, 18, 79
Better Alternative Trading System (BATS)
159–60
Bickerton, I. 282
bills of exchange 17, 73
Board of Trade of New York 247–8
bonding hypothesis of cross-listing 203–6
book value 119–21
Borsa Italiana 5, 168, 171, 173, 202
Borse Dubai 3
Boston Options Exchange 255
Boston Stock Exchange 3
bourse trading, origins 75–7
Bradley, E. 112
Brady Report 229
Brandes, Y. 293
BRASS Utility System 254
Brazilian stock exchange (Bolsa) 168
Bris, A. 202, 205
Britain, *see* United Kingdom
brokers 71, 86–7
BrokerTec Futures Exchange 247
Bruges, bourse trading 75–6
BRUT System 254
Bubble Act 85, 89
Buckley, H. 109–10

- Burton, H. 139, 145
 business strategy hypothesis of cross-listing 200–201
 Butter and Egg Board, Chicago 100
 Buttonwood Agreement 92
- Callahan, Edward 157
 Canadian Venture Exchange (CDNX) 5
 Cantor Financial Futures Exchange (CFFE) 248
 Cantor Fitzgerald 248
 capital asset pricing model (CAPM) 200
 capital availability and demutualization 173
 capital flows, international 217
 capital markets 215–22
 CAPM, *see* capital asset pricing model
 Cassis, Y. ix, 6, 139
 Caudwell, F.W.H. 120, 123
 CBOE, *see* Chicago Board Option Exchange
 CBOT/CBT, *see* Chicago Board of Trade
 CFMA, *see* Commodity Futures Modernization Act
 CFTC, *see* Commodity Futures Trading Commission
CFTC v. Optiver 263
 Chan, K.C. 201
Chapters of Erie 95
 Chavez, G.A. 207
 Cheang, D. 289
 Chicago Board of Trade (CBOT) 90–100, 153, 246–7, 249
 electronic trading 247
 index traders 260
 merger with CME 249
Chicago Board of Trade v. Christie Grain and Stock Co. 157–8
 Chicago Board Options Exchange (CBOE) 91, 103, 105–7, 255
 Chicago Butter and Egg Board 100
 Chicago Mercantile Exchange (CME) 91, 100, 245, 246, 271
 and CBOT 249
 and Singapore International Money Exchange 246
 Chicago Produce Exchange 100
 Chicago Stock Exchange 254
 Chung, H. 207
 Cincinnati Stock Exchange, electronic trading 254
 clearing process, mediaeval fairs 74–5
 Clendenin, J.C. 131
 Clews, H. 90, 95, 96–7, 104, 111
 closure, social 149–51
 stock exchanges 151–61
 CME, *see* Chicago Mercantile Exchange
- Coffee, J. 203, 209
 Coffee Exchange of New York City 100
 Coffee, Sugar and Cocoa Exchange 100
 Cohen, N. 282
 Colberg, M. 104–5, 106
 collateralized debt obligations (CDOs) 261
 collateralized mortgage obligation (CMO) 116
Collection for the Improvement of Husbandry and Trade, A 83–4
 Colls & Sons Ltd 119–20
 Commercial Union Brewery Investment Corporation 144
 commission charges, ending of fixed charges 54–5
 Commodity Exchange Act 104, 231
 commodity futures exchanges 100
 Commodity Futures Modernization Act (CFMA) 258
 Commodity Futures Trading Act 231
 Commodity Futures Trading Commission (CFTC) 107, 159, 227, 231–2, 245, 271
 and Dodd–Frank Act 262–4
 and ECNs 257–8
 and energy market regulation 259–60
 and OTC derivatives 248
 commodity options 102–4, 107
 common stock investors, US 117
Common Stocks as Long-Term Investments 124
 Compagnie des Indes 41
 competition 55–6
 and demutualization 169–70
 and Sarbanes–Oxley Act 206–7
 competitors, effects of mergers and acquisitions 181–92
 compound growth 123–5
 computerization, *see* automation
Confusion de Confusiones 82
 Conheeny, John 245
 consolidated accounts 121
 Conto, Lyons 75
 control, social, *see* social closure
 cooperative governance model 164, 165, 167
 Cope, S. 83, 88, 111
 Copenhagen Stock Exchange 3
 Corcoran, J. 237
 Corner, D.C. 139, 145
 corporate enterprise 30–33
 corporate stocks 33–65
 global value 30
 markets 36–40, 45–7
 Courtauld 120
 Cowing, C. 101
 crashes
 May 2010 226–8, 233–41, 265–6

- October 1987 228–33
 Wall Street Crash 48–50
 credit default swaps (CDS) 261
 cross-border regulation and electronic trading 268
 cross-listing 195–209
 benefit hypotheses 202–8
 reasons for 199–202
 cross-region mergers, effect on competitor shareholder value 182–3, 189–92
CTFC v. Enron Corp 259
 Cubs devices 247
 curb trading 93
 currency strength and success of financial centres 22–3
 Curtiss-Wright Corporation 127

 Dahiya, S. 177
 Danninger, S. 295
 dark pools 64, 267
Das Kapital 152
 Davis, L. 68
 de la Torre, A. 9–10, 220
 de la Vega, J. 39, 80–81, 82, 83, 86
 De Marchi, N. 81, 110
 De Marzo, P. 108
 de Pinto, I. 83
 de Roover, R. 74, 109
 Defoe, D. 110
 demutualization 163–78
 definitions 166–8
 determinants 168–75, 176–7, 177
 and performance 176–8
 Depository Trust & Clearing Corporation (DTCC) 262
 derivatives trading 79, 84–5, 97–105
 ECNs regulation 257–61
 regulation 105–8
 Designated Order Turnaround system (DOT) 230, 250
 Deutsche Bourse 2, 62, 166, 173
 Deutsche Telecom flotation 59
 developing countries and financial globalization 217–19
 policy implications 219–21
 see also emerging countries
 Dick, Dennis 280–81
 Dickson, P. 84, 88
 difference dealing 78
 disclosure regulations 64, 263
 discounted cash flow 7, 117, 130–32
 dispute resolution, role of exchanges 270
 dissemination of news 273
 dividend payout 123
 dividend yield 7, 121–2

 divisibility of stocks 33
 Dodd, D.L. 119, 120, 123, 124, 126–9, 133
 Dodd–Frank Act 262–4, 267–8
 and conflict of interest rules 271–2
 and cross-jurisdiction trading 274–5
 and dispute resolution 270
 Doidge, C. 203, 204, 206, 207
 Domanski, D. 288
 Domowitz, I. 170, 293
 DOT, *see* Designated Order Turnaround system
 dot.com boom 57–8
 Douglas, William O. 270
 Dowrie, G.W. 125, 128, 132
 Drew, Daniel 95–6
 DTCC, *see* Depository Trust & Clearing Corporation
 Duer, William 93
 Durand, D. 131
 Dutch East India Company (VOC) 39, 79, 80
 Dynergy, Inc. 284

 E-Mini S&P 500 242
 E-Mini S&P 500 and flash crash 10, 227–8, 234, 265–6
 Eagleton, Thomas 248
 Eames, F. 92
 earnings yield 116–17, 126–7
 ECNs, *see* electronic communication networks
Economy and Society 152
 Eendragt Maakt Magt 8, 137, 141–2
 efficiency and demutualization 169
 Ehrenberg, R. 72, 74–5, 76, 80
 Electronic Clerk devices 247
 electronic communication networks (ECNs) 1, 63, 68, 225, 244–75
 and derivatives markets 257–61
 and fees 272–4
 and international cooperation 268, 274–5
 regulation 256–61, 267–8
 role of exchanges 268–72
 and securities markets 254–7, 264–7
 Electronic Trading Network 68, 107–8
 emerging countries, ADR programmes 207–8;
 see also developing countries
 Emery, H. 78, 92, 98, 103, 110
 energy market regulation 259–60
 Enron loophole 258
 EnronOnline 258, 259
 equities 33; *see also* stocks
 equity markets
 cross-listing 195–209
 flash crash 226–41, 265–6
 equity valuation 116–33

- Erie Railway 95–6, 104
 error resolution 269–70
 Errunza, V. 199
Estimating the Present Value of Common Stocks by the Variable Rate Method 131
 ETF, *see* exchange traded funds
 ETN, *see* Electronic Trading Network
 Eurex 247
 Euronext 1–2, 61, 62, 171
 Euronext–NYSE merger 256
 Europe
 financial centres development 16–25
 stock market globalization 2
 European Commission, Market in Financial Instruments Directive (MiFID) 64, 275
 European Multilateral Clearing Facility 3
 Exchange Alley, London 84
 exchange, definitions 71–2
 exchange controls abolition, Britain 55
 exchange traded funds (ETFs) 5, 10, 227, 239, 242
 exchange trading 77–9
 17th-century Amsterdam 79–83
 18th-century London 83–90
 19th-century US 90–97
 definitions 70
 development 78
 speculative 97–103
 exchanges, *see* stock exchanges
 exempt commercial markets (ECMs) 258
 extended trading hours 246
- F.W. Woolworth's 120
 Falloon, W. 242
 Feder, B.J. 276
 Federal Energy Regulatory Commission (FERC) 107, 108, 259–60
 fees and ECNs 272–4
 FERC, *see* Federal Energy Regulatory Commission
 Ferguson, N. 111
 Ferris, S.P. 199, 204
Fifty Years in Wall Street 90, 95
 financial capital, Marxian view 152
 financial centres 15–25
 development 16–20
 reasons for rise and decline 20–25
 financial crisis, global 63
 financial liberalization, developing countries 218
 financial services internationalization 217–18
 financial system reforms, developing countries 218–19
 FINRA 2, 241, 242
 audit trail data from flash crash 235–7
- First Scottish American Investment Trust 138
 Fisher, I. 124, 126, 129, 130–31
 Fisk, James 95–6
 fixed commission charges, ending 54–5
 flash crash (6 May 2010) 9, 159, 225–41, 265–6
 flash orders 264–5
 Fleckner, A.M. 275–6
 Fleming, Robert 138, 143
 Fletcher–Rayburn bill 105
 Foerster, S.R. 200, 201
 for-profit governance model 164
 Foreign & Colonial Government Trust 137, 138, 141–2
 foreign institutional investors 60–61
 Forster, M.M. 201
 forward trading 70–71, 78–9, 80–81
 founders' shares 144–5
- France
 General Bank 40, 41
 Lyons fairs 74–5
 Mississippi Company bubble 40–42
 parallel transaction systems 156
 Paris as financial centre 16–17, 18, 19
 Paris Bourse 2, 154, 173
 railway shares 44
 stock exchange control 154
 Frankfurt as financial centre 19, 20
 Franklin, C. 104–5, 106
 free brokers, 18th-century London 86–7
 French, K.R. 223
 Fridson, M. 82
 Fuller, D.R. 125, 128, 132
 FutureCom Ltd 247
 futures markets
 19th-century 98–103
 automation 244–9
 regulation 107–8, 231–2
 short selling 239–41
- Gagnon, L. 208
 Geisst, C.R. 117
 Gelderblom, O. 71, 110
 General Bank, France 40, 41
 Genoa fairs 74
 Geo. Trollope & Sons 119–20
 George, T.J. 201
 Geranio, M. ix, 9
- Germany
 Deutsche Telecom flotation 59
 financial centres 17, 18, 19, 20
 Gilbert, J.C. 143
 Glass–Steagall Act 54
 global cooperation and ECNs 274–5
 global financial crisis 63
 globalization

- capital markets 216–17
 - and developing countries 217–19
 - stock markets, history of 68–108
- Globex 246
- Goergen, M. 204
- goodwill 119–20
- Gordon, J.S. 93
- Gordon growth model 131
- Gould, Jay 95–6
- governance
 - effect on shareholder value in cross-region mergers 191–2
 - governance models for stock exchanges 163–6
- government-controlled exchanges 165, 168
- government intervention, stock exchanges 46–7
- Governments & Guaranteed Securities Permanent Trust 138–9
- Graham, B. 119, 120, 123, 124, 126–9, 132, 133, 134
- Grain Futures Act 102, 103, 104
- grain trade, Chicago 99–100
- Grasso, Richard 255–6
- Greenspan, Alan 249
- Gresham, Sir Thomas 77
- growth and value of shares 128–30
- Guild, S.E. 130
- Guinness 118, 122

- Haigh, M.S. 292
- Halling, M. 203
- Halvorsen, Scott 286
- Hamilton, Alexander 93
- Hansmann, H.B. 165
- Harrison, P. 81, 110
- Hart, O. 108, 165, 172, 173
- Harty, D. ix, 10, 68
- Hasan, I. ix, 8, 182
- Hatch–Washburn bill 101–2
- Heath, A. 288
- hedging and flash crash 233
- Helsinki Stock Exchange 2
- Hendelman, S. 288
- herring trade 78
- heterogeneity and demutualization 172–3
- HFT, *see* high-frequency traders
- Hicks, J.D. 101
- hidden reserves 120
- Hieronymous, T. 99, 100, 102
- high-frequency traders 228–9, 239
- high-frequency trading and the flash crash 233–7
- Hong Kong Exchange (HKX) xi, 4–5
- horizontal integration and competitor shareholder value 182, 188–9

- Houghton, J. 83–4, 85–6, 87
- Hutson, E. ix, 7
- hybrid governance models 165
- hypothecation 92

- ICE, *see* Intercontinental Exchange
- Iceland Stock Exchange 3
- illiquidity and demutualization 174–5
- IMM, *see* International Money Market
- immigration and development of financial centres 22
- in blanco* short selling ban, 17th-century Amsterdam 81–2, 83
- In re Lui* 263
- index traders 260
- India, joint stock companies 45
- information dissemination 273
 - price data 156–9
- information technology companies 57–8
- Instinet Corporation 250
- institutional investors 52
- Intercontinental Exchange (ICE) xi–xii, 248
- intermarket arbitrage 238–40
- international capital markets 216–17
- International Derivatives Clearing Group 3
- International Futures Exchange Ltd (INTEX) 246
- International Money Market (IMM) 91, 105, 107
- International Organization of Securities Commissions (IOSCO) 274
- International Securities Exchange (ISE) 247, 255
- International Swaps and Derivatives Association (ISDA) 262
- INTEX, *see* International Futures Exchange Ltd
- intrinsic value of shares 127–8
- investment-grade shares 118
- Investment Service Directive (ISD) 175
- investment trusts 137–45
- investor recognition hypothesis of cross-listing 200
- investors 117–18
- IOSCO, *see* International Organization of Securities Commissions
- ISDA, *see* International Swaps and Derivatives Association
- ISE, *see* International Securities Exchange
- Islam, A. 178
- Island ECN 254
- Island Futures Exchange, LLP 254
- Italy
 - Genoa fairs 74
 - stock market origins 38–9

- Japan
 foreign institutional investors 60
 joint-stock companies 45
 Jiway 2
 Johannesburg Stock Exchange 47
 joint-stock companies 33, 38, 40–43, 44–5,
 89–90
 Dutch East India Company 39, 80
 mining 45
 Mississippi Company 41–2
 railways 44
 Jonker, J. 71, 110
- Kairys, J. 103
 Kaminsky, G.L. 295
 Kansas City Board of Trade (KCBOT)
 electronic trading 270–71
 index traders 260
 Kaplan, H. 111
 Karolyi, G.A. 199, 200, 201, 208
 Kaufman, Edward 266–7
 Kay, John 28
 KCBOT, *see* Kansas City Board of Trade
 Kellenbenz, H. 80–81, 110
 Keynes, J.M. 124–5, 127, 134
 Kindleberger, C.P. 141, 143
 King, M. 205
 Kirilenko, A. 226
 Koppel, N. 276
 Kramer, H. 237
 Krishnamurti, C. 176, 183
- Laing, Samuel 138
 Lang, M. 200
 Latin America 215–22
 Law, John 40–42, 89
 le Maistre, G.H. 119, 120, 122
 Lefèvre, E. 90
 legislation
 anti-speculation 101–3
 Barnard's Act 85, 87–8
 Bubble Act 85, 89
 Commodity Futures Modernization Act
 258
 developing countries 219
 and electronic trading 274–5
 Fletcher–Rayburn bill 105
 Grain Futures Act 102, 103, 104
 Hatch–Washburn bill 101–2
 Securities Act 70, 106
 securities markets 105, 262–4
 Sherman Anti-Trust Act 96
 stockjobbing 85, 87
 see also Dodd–Frank Act; regulation;
 Securities Exchange Act
- Lehman's Brothers 262
 Lel, U. 204
 leverage, investment trusts 143–4
 Levitt, Arthur 255
 liberalization, financial, developing countries
 218
 LIFFE, *see* London International Financial
 Futures Exchange
 Lins, K. 201
 liquidity
 flash crash events 227–8
 impact of cross-listing 201, 208
 listed exchanges 167–8, 175–6
 Little, Jacob 94, 103–4
 Litvak, K. 207
 London
 18th-century, exchange trading 83–90
 Bank of England 40
 as financial centre 16, 17, 18, 19, 21, 24
 stock market origins 40
 stock market reform 55
 London International Financial Futures
 Exchange (LIFFE) xii, 2, 246, 247
 London Stock Exchange (LSE) xi, 4, 8, 17,
 88–90, 165, 168, 202
 bid by NASDAQ 3
 foreign listed companies 197
 mergers 5
 Losq, E. 199
 lottery redemption, investment trusts 142–3
 Lucchetti, A. 282, 285
 Lurie, J. 98–9
 Lyons fairs 74–5
- Macey, J.R. 165, 231
 Mackenzie, James Thompson 138
 Maddison, Angus 30
 Madoff, Bernard 254
 Madrigal, A. 294
 Malkamäki, M. 182
 Maltby, J. 121
 Malynes, G. 71
 managed funds industry 137–45
 management incentives and demutualization
 173–4
 Maple group xi
 market segmentation hypothesis of
 cross-listing 199–200
 markets, *see* capital markets; stock markets
 Markets in Financial Instruments Directive
 (MiFID) 4, 11, 64, 275
 MarketXT 254
 Markham, J. ix, 10, 68, 98, 101, 103, 104, 285
 Marosi, A. 206
 Marx, K. 152

- Massoud, N. 206
 May Day in New York 54
 medieval fairs 73–5
 Melamed, L. 245, 247, 276, 292
 member selection, role of exchanges 269
 Mendiola, A. 176
 mergers and acquisitions 1–6, 52, 61, 217, 255–6
 and demutualization 174
 effect on shareholder value 181–92
 Merton, R.C. 200
 Mexican stock exchange 168
 Michie, R. ix, 6, 88–9, 90, 111
 Midwest Stock Exchange 254
 MiFID, *see* Markets in Financial Instruments Directive
 migration and development of financial centres 22
 Miller, D.P. 204
 Miltich, K.M. 284
 mining industry
 joint-stock companies 45
 as speculative investment 118
 Miranti, P.J. 119
 Mississippi Company 41–2
 Mitchell, J. 294
 Mittoo, U.R. 200, 201
 Moore, J. 108, 165, 172, 173
 Moore, Lyndon 30, 48
 Morgan, V. 84, 88
 Morris Canal & Banking Company 94
 Mortimer, T. 83, 85
 multi-lateral trading platforms (MTFs) 1, 63, 225
 multimarket trading and liquidity 208
 mutual model, stock exchanges 164, 165, 167
- NASDAQ 2, 3, 53, 171, 205, 237, 251
 and automation 251
 and dot.com boom 58
 and ECNs 255
 foreign listed companies 197
 merger with OMX 2, 3, 181
 scandals 251–2
 NASDAQ OMX (NDAQ) xi–xii, 2, 3, 10, 202
 National Association of Security Dealers, *see* NASDAQ
 national economic power and rise of financial centres 20–21
 National Stock Exchange, Inc. 254
 NDAQ, *see* NASDAQ OMX
 Neal, L. 68
NetCoalition v. SEC 273
 new issues 118
 New Orleans Cotton Exchange 100
- New York
 19th-century stock market 91–2
 as financial centre 17, 18, 19
 parallel transaction systems 156
 stock market dominance 61–2
 New York Cotton Exchange 100
 New York Mercantile Exchange (NYMEX) 100
 New York Stock and Exchange Board 92–4
 New York Stock Exchange (NYSE) 9, 17, 46, 51, 59–60, 92–3, 155–8, 163, 171, 229–31
 and automation 249–50
 competition from OTC markets 53
 DOT system 250
 and dot.com boom 58
 and ECNs 255–6
 ending fixed commission charges 54–5
 foreign listed companies 197
 paperwork crisis 249
 scandals 252
 news dissemination 273
Newton v. Birmingham Small Arms Company 120
 Nielsson, U. 182
 non-profit governance model 164
 Nord Pool ASA 3
 Nordic Stock Exchange 3
 NYSE, *see* New York Stock Exchange
 NYSE Euronext xi–xii, 1–2, 10, 167, 181, 202, 256
 NYSE LIFFE 1
 Nystedt, J. 290
- O’Hara, M. 165, 176
 O’Sullivan, M. 91
 OMX AB 2–3
On Average Investment Trusts 139–40
 Open Board of Brokers 92–3
 option pools 104
 Options Clearing Corporation 107
 options trading
 17th-century Amsterdam 82–3
 18th-century London 85–6
 resistance to 89, 102–3
 US 103–5, 106–7
 order routing systems 253
 Oslo Stock Exchange 3, 5
 Otchere, I. 177–8
 over-the-counter (OTC) derivatives 72–3, 248–9
- Pagano, M. 201
 paperwork crisis, NYSE 249
 parallel transaction systems 156
 Paris as financial centre 16–17, 18, 19, 79, 90

- Paris Bourse 2, 17, 88, 154, 156, 166, 173
 partnerships and demutualization 174
 path-dependency and development of financial centres 22
 P/E, *see* price-earnings ratios
 pension funds 55
 performance, effect of demutualization 176–8
 performance incentives and demutualization 173–4
 Petterfy, T. 295
 Philadelphia Stock Exchange 3
 Pillsbury, Charles 101–2
 Pirrong, S.C. 68, 108, 173, 291
 Plasencia, W. 293
 Plessis, A. 17
 Poitras, G. ix, 105, 112, 242
 Poterba, J.M. 223
 Preda, A. ix, 8
 Preinreich, G. 121, 130, 131
 premium contracts 78–9
 price data control 156–9
 price-earnings ratios 7, 127–30, 229
 price information 34, 37–8, 52
 access to 156–9
 price response to mergers and acquisitions 182, 186–8
 Primex Trading N.A. 253
 privatization
 developing countries 218
 stock exchanges 166–7
 UK 56–7
 Produce Exchange Butter and Egg Board 100
 profiteering, investment trusts 144–5
 public governance models, stock exchanges 165
 Put and Call Brokers and Dealers Association (PCBDA) 105
- quality of accounts, UK and US 125
 quote stuffing (flash orders) 264–5
- Rahi, R. 290
 Railway Debenture Trust Company 144
 Railway Share Trust Company 144, 145
 railways 44
 Erie Railway 95–6
 Raines, J.P. 28
 Ramos, S.B. 173, 177
 Ray, Mr 140
 Raynes, H.E. 133, 134
 REDI System 254
 Reed, H.C. 25–6
 Reese, W.A.J. 203, 206
- regulation
 anti-speculation 101–2
 electronic communication networks 256–72, 274–5
 global cooperation 274–5
 harmonization and demutualization of exchanges 175
 options market 105–8
 of stockjobbing 85
 see also legislation
 Regulation ATS 9, 237–9, 257
 Regulation NMS (National Market System) 4, 11, 64, 237
 Regulation SHO 9, 237, 241
 regulators
 competition 231
 and ECNs 267–8
 global cooperation 274–5
 see also Securities and Exchange Commission
 regulatory frameworks and success of financial centres 23–4
 Reinhart, C.M. 295
Reminiscences of a Stock Operator 90
 reputational bonding 203
rescontres ('rescounters') 82–3, 84–5
 Rodier, M. 294
 Rogoff, K.S. 295
 Roosenboom, P. 201, 205
 Rose, Philip 138
 Royal Bank, France 41
 Royal Exchange, London 77, 84
 Rule 11Ac1-1, Securities Exchange Act 256–7
 Ruskeyer, L. 120–21
 Russia, joint-stock companies 45
 Russo, Thomas 250
 Rutterford, J. ix, 7, 139
- Saito, Atsushi 225
 Sarbanes–Oxley Act (SOX) 206–7
 Sarkissian, S. 200, 206
 scams, investment trusts 144–5
 scandals
 NASDAQ 251–2
 NYSE 252
 Schapiro, M.L. 266
 Schill, M.J. 200, 206
 Schmerken, I. 293
 Schmiedel, H. 8–9, 170, 176
 Schmukler, S. 9–10, 220
 Scholey, David 15
 Scholtens, B. 280, 293
 Schumer, Chuck 266
 Scratchley, A. 138, 139–40, 143
 SEC, *see* Securities and Exchange Commission

- Securities Act 70, 106
 Securities and Exchange Act, definition of exchange 71–2
 Securities and Exchange Commission (SEC)
 10, 49, 54, 63, 72, 105–7, 159
 and dark pools 267
 and ECNs 256–7
 and flash orders 264–5
 initiatives following flash crash 237–41
 regulation of ECNs 256–7
 regulatory competition with CFTC 231
 reports of flash crash 226–8, 233–7, 265–6
 and securities-based swaps 262–3
 Securities Exchange Act 49, 70, 105
 Rule 11Ac1-1 256–7
 securities industry
 automation 249–52
 and ECNs 254–7, 261–7
 Segal, D. 205
 SelectNet 251
 self-regulation 82, 94, 97, 270
 options market 106
 Serifsoy, B. 176
 settlement procedures, 17th-century
 Amsterdam 82–3
 Shanghai Stock Exchange 62
 Share Investment Trust 143–4
 shareholders 117–18
 shares
 definition 69
 valuation 116–33
see also stocks
 Sherman Anti-Trust Act 96
 Shiller, Robert 28
 Shleifer, A. 165
 short selling 225, 240–41
 ban, 17th-century Amsterdam 81–2
 regulations 231
 short squeezes 94
 Siegel, J. 205
 Silva, A.C. 207
 SIMEX, *see* Singapore International Monetary Exchange
 Simon, M.J. 293
 Sinclair Consolidated Oil option pool 105
 Singapore as financial centre 21, 24
 Singapore Exchange Limited (SGX) xi–xii
 Singapore International Monetary Exchange (SIMEX) and CME 246
 Singapore Stock Exchange, foreign listed companies 197
 Smith, E.L. 124, 129, 133
 Smith, K. 201
 social closure 149–61
 SOES Bandits 251
 Sofianos, G. 201
 Soldofsky, R.M. 134
 South African stock exchange 168
 South Sea Bubble 42, 89
 SOX, *see* Sarbanes–Oxley
 Spanish stock exchange 168
 speculative exchange trading 72–3, 77–80, 82, 84–90, 97–102
 regulation 85, 87–8, 100, 101–2
 speculative investments 118
Stacey's Guide to Stock Exchange Investment (Stacey) 119
 Standard & Poor's 500 index (SPY) and flash crash 227, 234
 state intervention and success of financial centres 23–4
Statist 117
 status groups and institutional closure 151
 Steil, B. 166, 170, 173
 Stock Exchange (London), *see* London Stock Exchange
 stock exchanges 36–8
 definitions 70–72
 demutualization 163–78
 and electronic trading 268–72
 governance models 163–6
 and government intervention 69–73
 growth of 45–7
 listing 175–6
 mergers, *see* mergers and acquisitions
 social closure 149–61
 as social institutions 149
 sociological approaches 151–3
see also individual exchanges
 stock markets
 bubbles 40–42, 89
 and corporate economy 28–65
 crashes, *see* crashes
 definitions 69–73
 functions 28–30, 36–8
 history of globalization 68–108
 origins 38–40
 reform 54–6
 stock option trading 89, 103–5, 107
 and electronic trading 255
 stock price response to mergers and acquisitions 182, 186–8
 stock tickers 157–8
 Stockholm Stock Exchange 2, 163
 stockjobbing 85
 stocks 33–6
 definitions 69
 strategic alliances and demutualization 174
 stub quotes 266
 Stulz, R.M. 199, 201, 203

- Stutchbury, O.P. 139
 Submarine Cables Trust 139
 subprime crisis 261–4
 Super-DOT system 230, 250
 Super Senior tranches of CDOs 261–2
 Sutton, W. 130
 Swiss Exchange, foreign listed companies 196–7
 Swiss stock exchange 247
 Switzerland as financial centre 19, 21, 24
- Tawney, R. 77
 taxation, effect on dividend and earnings yield 125–6
 Taylor, Charles 102
 technological development
 and demutualization 170–71
 and social closure 159–60
 see also automation, electronic
 communication networks
- Tellefsen, Gerland 245–6
 Tesar, L. 223
 Teweles, J. 112
Theory of Investment Value, The 130
 Thomas, W. 84, 88
 ticker machines 157–8
 ‘to arrive’ contracts 71, 78
 Todhunter, R. 130
 Tokyo as financial centre 19–20
 Tokyo Stock Exchange (TSE) xi, 4–5, 51, 56, 60, 206
 Toronto Stock Exchange (TSX; TMX) xi, 4–6, 11
 Trade Information Warehouse 262
 trade-matching algorithms 252–3
 TradeBook system 254
 trading fees and ECNs 272–4
 trading hours extension 246
 trading pools 104
 transferability of stocks 33–4
 Treptow, F. 108, 176
 Trollope (Geo.) & Sons 119–20
 Trustees, Executors & Securities Insurance Corporation 144, 145
 trusts 96
- Unger, R. 78
 Union Pacific 126
 United Aircraft & Transport Corporation 127
 United Kingdom
 abolition of exchange controls 55
 dividend payout 123
 equity valuation 116–17, 119–20, 123–32
 investment trusts 137–45
 privatization 56–7
 railway shares 44
 stock exchange control 154, 155
- United States
 derivative security trading 97–103
 dividend payout 123
 effect of World War I 47–8
 equity valuation 116, 120–21, 123–32
 joint-stock companies 43
 option trading 103–5
 stock exchange control 155, 156
 stock exchanges 43, 53, 90–97
 stock market, impact of Sarbanes–Oxley Act 206–7
 see also New York Stock Exchange
- Valerio, N. 103
 valuing equities 116–33
 book value 119–21
 discounted cash flow 130–32
 dividend yield 121–2
 earnings yield 126–7
 price–earnings ratio 127–30
- van der Wee, H. 71, 109
 Van Dijk, M.A. 201, 205
 van Dillen, J. 110
 Van Greave, M. 131
 van Houtte, J. 76
 van Wensveen, D. 280, 293
 Vanderbilt, Cornelius 95
 verbal contracts 71
 Verenigde Oostindische Compagnie (Dutch East India Company) 39, 79, 80
 vertical integration, effect on competitor shareholder value 182, 188–9
 Vishny, R.W. 165
 VOC, *see* Verenigde Oostindische Compagnie
- Wagner, S. 176
 Walker, C.H. 144
 Walker, E. 289
 Wall Street Crash 48–50
 Wallison, Peter 285
 war
 effect on financial centres 21–2
 World War I 47–8
 World War II 50–53
- Ward, R.A. 119
Ward's Treatise on Investments 119
 Weber, M. 8, 109, 151, 152–3
 Weisbach, M.S. 203, 206
 Werner, I. 223
 Westbury, Lord 138
 wheat trading 99, 260, 271
 White, J. 144

Williams, J.B. 130, 131
Wilson, C. 79, 82–3, 110
Withers, H. 69–70, 121, 128
Witmer, J.L. 205
Wolf, A. 112
Woolworth's (F.W.) 120
World Federation of Exchanges 167

World War I 47–8
World War II 50–53

Zaloom, C. 153, 276
Zanotti, G. ix, 8
Zigrand, J. 290
Zurich as financial centre 18–19

