Essays in Financial Economics: Risk and Return of Private Equity

Inaugural-Dissertation zur Erlangung des Doktorgrades des Fachbereichs Wirtschaftswissenschaften der Johann Wolfgang Goethe Universität Frankfurt am Main

vorgelegt von Dipl.-Kfm. Philipp Krohmer

Lindwurmstrasse 139a
80337 München
+49 (0)179 1358219
philipp.krohmer@cepres.de

Matrikelnummer: 2473635

April, 2008
Contents

CHAPTER A: THE INVESTMENT BEHAVIOR OF PRIVATE EQUITY FUND MANAGERS

I The Bright and Dark Side of Staging: Investment Performance and the Varying Motivations of Private Equity Firms

II The Liquidation Dilemma of Money Losing Investments – The Impact of Investment Experience and Window Dressing of Private Equity and Venture Capital Funds

CHAPTER B: THE ASSESSMENT OF RISK AND RETURN OF PRIVATE EQUITY

I Venture Capital Performance Projection: A Simulation Approach

II Modeling Default Risk of Private Equity Funds – A Market-based Framework

Curriculum Vitae