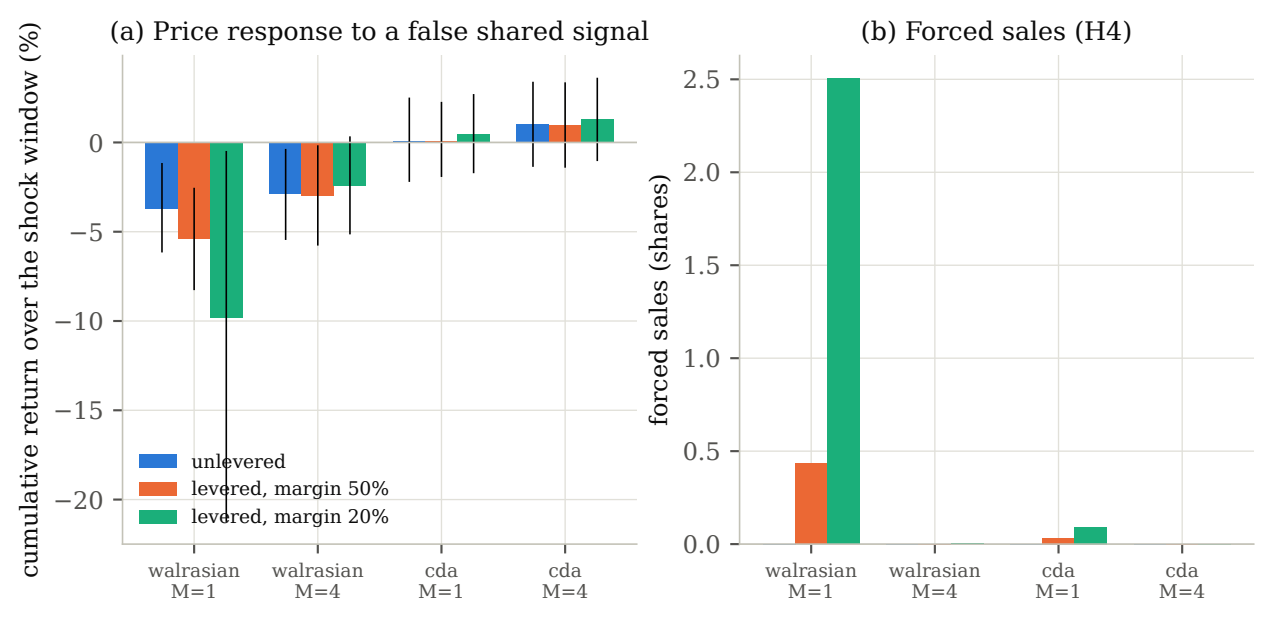

(a) Price response to a false shared signal
cumulative return over the shock window (%)
0
−5
−10
−15
−20
unlevered
levered, margin 50%
levered, margin 20%
walrasian M=1
walrasian M=4
cda M=1
cda M=4
(b) Forced sales (H4)
forced sales (shares)
2.5
2.0
1.5
1.0
0.5
0.0
walrasian M=1
walrasian M=4
cda M=1
cda M=4