

## ***Two Indian and one American economists win the III Jaime Fernández de Araoz Award***

*The III Jaime Fernández de Araoz Corporate Finance Award, a biannual award with a cash prize of Euro 10.000 plus a Martín Chirino sculpture, has gone to the Indian Finance Professors Viral Acharya and Raghuram Rajan as well as to the American Stewart Myers for their paper “The Internal Governance of Firms”. The award was announced by Luis de Guindos, presidente of the jury and former Secretary of State, who stated that this year “the award has gone to a theoretic paper that proposes a novel analysis framework”.*

*This paper argues that the internal corporate governance mechanisms are pivotal for value creation and could explain the success of those firms with dispersed shareholders and weak boards in which external governance and control mechanisms are not very effective.*

*Viral Acharya is a New York University Stern Professor, Stewart Myers teaches Finance at Sloan School of Business of Massachusetts Institute of Technology and Raghuram Rajan is a Booth School of Business of Chicago University Professor.*