

Comments on “Overpricing persistence in experimental asset markets with intrinsic uncertainty”

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Since this is not a formal referee report, but rather a couple of comments on the paper, I won't follow the usual convention of summarizing the paper and its contributions, beyond saying that I found the experimental protocol interesting, and the contribution positive in terms of establishing that protocols other than the standard SSW asset trading framework can lead to price bubbles.

The authors should add a citation to Crockett, Duffy, and Izhakian (REStud 2019), since this series of experiments establishes quite clearly that if participants are given an incentive to smooth consumption, this inhibits the formation of bubbles. This is also worth discussing in the introduction of the paper.

I also had a comment in the introduction and discussion of the experimental set-up asking if there was an order book kept during the trading process. I subsequently found in the discussion after the presentation of the results that there was an order book, but I think mentioning this earlier in the introduction would be useful, since the order book tamps down incentives to try and manipulate the market when the number of traders of small.