Monday Aug 6
9.00-12.00 | Intro + review of dynamic programming  
12.00 | Intro to continuous-time modeling  
13.00-14.00 | Lunch  
14.00-15.00 | Constant investment opportunities  
Work on exercises in class  
DAA (1-3), 4  
DAA 5

Tuesday Aug 7
9.00-12.00 | Discussion of exercises  
12.00 | Stochastic investment opportunities: general case  
13.00-14.00 | Lunch  
14.00-15.00 | Stochastic interest rates  
Work on exercises in class  
DAA 7

Wednesday Aug 8
9.00-12.00 | Discussion of exercises  
12.00 | Stochastic market prices of risk; growth/value stocks  
13.00-14.00 | Stochastic volatility  
14.00-15.00 | Lunch  
Labor income  
Work on exercises in class  
DAA 11 + Larsen/Munk (2012, Sec. 4)  
DAA 11 + Liu/Pan (2003)

Thursday Aug 9
9.00-12.00 | Discussion of exercises  
12.00 | Labor income, continued  
13.00-14.00 | Lunch  
Housing  
Habit formation; recursive utility  
Work on exercises in class  
DAA 13 + Munk/Sørensen (2010)  
+ Bick/Kraft/Munk (2012)  
DAA 14 + Kraft/Munk (2011)

Friday Aug 10
9.00-12.00 | Discussion of exercises  
12.00 | Transaction costs  
13.00-14.00 | Lunch  
Taxes  
Ambiguity aversion  
End of the course  
DAA 18  
Kraft/Marekwica/Munk (2012)

“DAA xx” refers to Chapter xx of the July 2012 version of my lecture notes “Dynamic Asset Allocation.” The lecture notes and those of my working papers that we will use in the course can be downloaded from my website https://sites.google.com/site/munkfinance/ whereas you have to find copies of the journal articles on your own (maybe via your library).

Other references:

Exam: At the end of the week the participants will be given a take-home exam assignment, and they will have to submit their solutions within a few weeks (the exact deadline will be discussed during the lectures). The evaluation is on a pass/fail basis (graduation on the Danish 7-scale may be obtained if necessary).