

# Financial Risk Management in Practice: The Known, The Unknown, and The Unknowable

**Thursday, January 5, 2006**

*John Hancock Conference Center  
40 Trinity Place, Boston MA (617) 933-7700*

6:00 PM      Cocktails  
7:00 PM      TBD

**Friday, January 6, 2006**

*John Hancock Conference Center*

8:30 – 9:00 am                      **Breakfast**

## **A. Stochastic Knowledge: Quantitative Risk Measurement and its Limits**

9:00 – 9:45 am                      *Statistical and Econometric Advances*  
**Sir Clive Granger**  
Research Professor of Economics  
University of California, San Diego

9:45 – 10:30 am                      *Limits of Statistical Risk Quantification*  
**Andrew Kuritzkes**  
Managing Director  
Mercer Oliver Wyman  
**Til Schuermann**  
Senior Economist, Banking Studies Function  
Federal Reserve Bank of New York

10:30 – 10:45am                      **Break**

## **B. The Unknown and Unknowable: Strategies for Risk Management and Mitigation**

10:45 – 11:30am                      *Contracting to Cope with the Unknown*  
**Neil Doherty**  
Frederick H. Ecker Professor of Insurance and Risk Management  
The Wharton School, University of Pennsylvania  
**Alexander Muermann**  
Assistant Professor of Insurance and Risk Management  
The Wharton School, University of Pennsylvania

*Crafting Corporate Culture and Governance to Cope with the Unknown*  
**Ken Scott**  
Ralph M. Parsons Professor of Law and Business, Emeritus  
Stanford Law School

12:15 – 1:00 pm

**Lunch**

**Speaker: Robert F. Engle**

Michael Armellino Professor in the Management of Financial Services  
New York University

1:00 – 1:45 pm

*Crisis Management Capabilities*

**Richard Zeckhauser**

Frank Plumpton Ramsey Professor of Political Economy  
Kennedy School, Harvard University

1:45 – 2:30 pm

*The Unknown and Unknowable in Hedge Fund Management*

**Andrew W. Lo**

Harris & Harris Group Professor and  
Director, Laboratory for Financial Engineering  
Sloan School, Massachusetts Institute of Technology

2:30 – 2:45 pm

**Break**

2:45 – 3:30 pm

*The Unknown and Unknowable in Real Estate Investment*

**Robert Edelstein**

Real Estate Development Professor  
Haas School of Business, University of California, Berkeley

**Ashok Bardhan**

Senior Research Associate  
Fisher Center for Real Estate & Urban Economics  
University of California, Berkeley

3:30-4:15 pm

*Domestic Banking Problems*

**Charles Goodhart**

Norman Sosnow Professor of Banking and Finance  
London School of Economics

4:15 – 5:30 pm

Panel Discussion:

*What We Don't Know About What We Don't Know*

**Don Kohn**

Member of the Board of Governors, The Federal Reserve System

**Morton Lane**

President, Lane Financial LLC

**Nassim Nicolas Taleb**

Dean's Professor in the Sciences of Uncertainty  
University of Massachusetts, Amherst