



Workshop on Risk, Ambiguity, and Decisions in honor of Daniel Ellsberg May 10-12, 2010

at the Institute for Advanced Studies (Hs. II, Stumpergasse 56, 1060 Vienna, Austria).

Organized by: Institute for Advanced Studies, Vienna, and the Society for the Advancement of Economic Theory
Organizers: Mark Machina, Klaus Ritzberger, Nicholas Yannelis

PRELIMINARY PROGRAM

Monday, May 10, 2010

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| 08.30-09.00 | Registration | |
| 09:00-10:30 | Daniel Ellsberg | Opening Address |
| 10:30-11:00 | <i>COFFEE BREAK</i> | |
| 11:00-11:45 | Arno Riedl, Maastricht Univ. (co-author: Elena Cettolin, Maastricht Univ.) | "Delegation in decision making under uncertainty. Are preferences incomplete?" |
| 11:45-12:30 | Luciano De Castro, Univ. Illinois at Urbana-Champaign (co-author: Nicholas Yannelis, Univ. Illinois at Urbana-Champaign & Univ. Manchester) | "Ambiguity aversion solves the conflict between efficiency and incentive compatibility" |
| 12:30-14:30 | <i>LUNCH</i> | |
| 14:30-15:15 | Michèle Cohen, Univ. Paris I Panthéon-Sorbonne (co-authors: Jean-Marc Tallon, Univ. Paris I Panthéon-Sorbonne; Jean-Christophe Vergnaud, Centre d'économie de la Sorbonne) | "An experimental investigation of imprecision attitude and its relation with risk attitude and impatience" |
| 15:15-16:00 | Jan Werner, Univ. Minnesota (co-author: Tomasz Strzalecki, Harvard University) | "Efficient Allocations under Ambiguity" |
| 16:00-16:30 | <i>COFFEE BREAK</i> | |

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| 16:30-17:15 | Michael Mandler, Royal Holloway College, Univ. London | "Rational agents are the quickest" |
| 17:15-18:00 | Jürgen Eichberger, Univ. Heidelberg (co-author: David Kelsey, Univ. Exeter) | "Are the Treasures of Game Theory Ambiguous?" |
| 19.30 | <i>DINNER at "Glacis Beisl"</i> (Museumsquartier, access Breitegasse 4, Museumsplatz 1, 1070 Wien, http://www.glacisbeisl.at) | |

Tuesday, May 11, 2010

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| 09.00 - 09.45 | Nabil Al-Najjar, Kellogg School, Northwestern University (co-author: Jonathan Weinstein, Kellogg School, Northwestern University) | "The Ambiguity Aversion Literature: A Critical Assessment" |
| 09.45 - 10.30 | Frank Riedel, Univ. Bielefeld (co-author: Rose-Anne Dana, Univ. Paris-Dauphine) | "Intertemporal Equilibria with Knightian Uncertainty" |
| 10:30 - 11:00 | <i>COFFEE BREAK</i> | |
| 11.00 - 11.45 | Michal Król, Univ. Manchester | "Ambiguity aversion and efficient risk-sharing in a non-cooperative repeated game with asymmetric information" |
| 11.45 - 12.30 | Phillipp Karl Illeditsch, Univ. Pennsylvania, Philadelphia | "Ambiguous Information, Risk Aversion, and Asset Pricing" |
| 12.30 - 14.30 | <i>LUNCH</i> | |
| 14.30 - 15.15 | Adam Dominiak, Univ. Heidelberg (co-author: Wendelin Schnedler, Univ. Heidelberg) | "Attitudes towards Uncertainty and Randomization: An Experimental Study" |
| 15.15 - 16.00 | Jacob Sagi, Vanderbilt Univ. (co-author: Chew Soo Hong, Hong Kong Univ. of Science & Technology) | "An Inequality Measure for Uncertain Allocations" |
| 16.00 - 16.30 | <i>COFFEE BREAK</i> | |
| 16.30 - 17.15 | Jayant Vivek Ganguli, Univ. Cambridge (co-author: Scott Condie, Brigham Young Univ.) | "Ambiguity and rational expectations equilibria" |
| 17.15 - 18.00 | Larry Epstein, Boston University | "Three paradoxes for the 'smooth ambiguity' model of preference" |

Wednesday, May 12, 2010

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| 09.00 - 09.45 | Mark J. Machina, Univ. California, San Diego | "Event-Separability in the Ellsberg Urn" |
| 09.45 - 10.30 | Yoram Halevy, Univ. British Columbia (co-authors: Emre Ozdenoren, Univ. Michigan; Massimiliano Amarante, Univ. Montreal) | "Uncertainty and Compound Lotteries: Calibration" |
| 10:30 - 11:00 | <i>COFFEE BREAK</i> | |
| 11.00 - 11.45 | Soo Hong Chew, Hong Kong Univ. of Science & Technology (co-authors: Richard P. Ebstein, Hebrew Univ. Jerusalem; Zhong Songfa, Hong Kong Univ. of Science & Technology) | "Ambiguity Aversion and Familiarity Bias: Evidence from Behavioral and Gene Association Studies" |
| 11.45 - 12.30 | Debora Di Caprio, Free Univ. Bozen-Bolzano (co-author: Francisco J. Santos-Arteaga, Free Univ. Bozen-Bolzano) | "Cardinal versus Ordinal Criteria in Choice under Risk with Disconnected Utility Ranges" |
| 12.30 - 14.30 | <i>LUNCH</i> | |
| 14.30 - 15.15 | David Kelsey, Univ. Exeter (co-author: Jürgen Eichberger, Univ. Heidelberg) | "Optimism and Pessimism in Games" |
| 15.15 - 16.00 | Elena Asparouhova, Univ. Utah (co-authors: Peter Bossaerts, Caltech and EPFL Lausanne; Jon Eguia, New York Univ.; William Zame, Univ. California Los Angeles) | "Cognitive Biases, Ambiguity Aversion and Asset Pricing in Financial Markets" |
| 16.00 - 16.30 | <i>COFFEE BREAK</i> | |
| 16.30 - 17.15 | José Heleno Faro, Cedeplar & Universidade Federal de Minas Gerais | "Variational Bewley Preferences" |
| 17.15 - 18.00 | Paolo Ghirardato, DSMA & Collegio Carlo Alberto, Univ. Torino (co-author: Marciano Siniscalchi, Northwestern Univ.) | "A more robust definition of multiple priors" |

Please also note that, due to the overwhelming number of submissions, the workshop has been

extended to 3 days!

We sincerely apologize to the authors whom we could still not include.

There is **no registration fee**. The Institute for Advanced Studies (IHS) and the Vienna Graduate School of Economics (VGSE) will pay for accommodation for **three nights**, if you book through Ms. Marion Kelemen (see below). Given our limited resources, unfortunately travel expenses cannot be reimbursed.

Selected papers from the conference may be **published** in a special issue of *Economic Theory*.

There will be presentations of about 45 minutes each during the three days, allowing for enough time to discuss each paper. Lunches will take place in the nearby restaurant “Tapasta”. In the evening of May 10 there will be a visit to a “Heurigen” (a typical Viennese wine and food place) with ample opportunity to socialize.

The **conference venue** is Lecture Hall II (HS II, ground floor) at the Institute for Advanced Studies, Stumpergasse 56, A-1060 Vienna. If you arrive by plane, there is a very convenient bus service from the airport to “Westbahnhof” (the Western railway station) that drops you within walking distance from the conference venue.

To book **accommodation** in a nearby hotel and **confirm** your participation, please contact Ms. Marion Kelemen at

mkelemen@ihs.ac.at

and let her know your preferences (single or double room, etc.) and any dietary restrictions that you may have. Early booking is essential, because Vienna is a very busy tourist destination. Confirmation of your attendance is also required in order to allow us to plan appropriately. Please note that only papers, whose presenters have confirmed their participation, can be included in the final program. The preliminary program above is based on the selected papers (participation has not yet been confirmed by all presenters).

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