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**Marek Musiela** and **Thaleia Zariphopoulou\*** (zariphop@math.utexas.edu), Department of Mathematics, University of Texas at Austin, 1 University Station C1200, Austin, TX 78712.

*Stochastic partial differential equations and portfolio choice.*

We introduce a new approach to investment performance measurement. Specifically, we introduce the notion of forward performance process and derive the associated SPDE. We provide solutions for a class of volatility coefficients and construct the optimal controls and wealth processes. The market is incomplete and prices follow Ito processes. No Markovian assumptions are made. (Received September 19, 2007)