

Connecting singular controls with switching controls, with applications

by

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Abstract

It was well known that a certain class of singular control problems is connected to optimal stopping problems. In this talk, we present a new theoretical connection between singular control of finite variation and optimal switching problems. This correspondence provides a novel method for solving explicitly multi-dimensional singular control problems, and links singular controls and Dynkin games through sequential optimal stopping.

This is a joint work with P. Tomecek, JP Morgan.