**Options, Futures, and   
Other Derivatives, Ninth Edition**

**Errata in Book:**

**Page 13:** line 1: “August 24” should be “August 6”(This was kindly pointed out by Hendrik Hoffman)

**Page 21:** Problem 1.25: in (a) change “for 1.42 costs” to “for 1.52 costs” ; in (b) change “for 1.49 costs” to “for 1.59 costs”

**Page 31:** line 10: Change “$1,226.90” to “$1,426.90”. (This was kindly pointed out by Emilio Barone.)

**Page 74:** In the table for Problem 3.32 the dates in the left column should be one year later (i.e., Mar. 2015, Sept. 2015, Mar 2016, and Sept 2016. (This was kindly pointed out by Wulin Suo)

**Page 142:** line 18. Replace “3.324%” with “3.240%”. (This was kindly pointed out by Emilio Barone.)

**Page 149**: Problem 6.12: line 3: change “of over 15 years” to “between 15 and 25 years”

**Page 167:** Line 10: Replace “1.5%” by “3% per year”. (This was kindly pointed out by Hendrik Hoffman)

**Page 167:** Table 7.6. First net cash flow should be ˗0.0500 not ˗0.0050. (This was kindly pointed out by Emilio Barone.)

**Page 196:** Line 5: Replace “Likanen” with “Liikanen”. (This was kindly pointed out by Emilio Barone.)

**Page 211:** In both Problem 9.3 and Problem 9.4, delete “instead of 6%” (This was kindly pointed out by Emilio Barone.)

**Page 212:** Delete Problem 9.15

**Page 312:** 7 lines from bottom: the Excel instruction should be “=NORMSINV(RAND())”

**Page 334:** line 9: Replace “15.28” with “15.29”

**Page 337**: Eight lines from end: http://www-2.rotman.utoronto.ca/%7Ehull/ofod/Errata9e/index_files/image005.gif is one plus the expected percentage increase in the stock price in a risk-neutral world if option is exercised. We could also say that http://www-2.rotman.utoronto.ca/%7Ehull/ofod/Errata9e/index_files/image009.gif is the expected stock price in a risk neutral world if option is exercised. (This was kindly pointed out by Hwa-Sung Kim)

**Page 445:** Problem 20.21, last line. Replace “3-month options” with “3-month futures options” (This was kindly pointed out by Emilio Barone.)

**Page 463:** Example 21.5: last line: Change 4.202 to 4.208 and 4.212 to 4.214. (This was kindly pointed out by Emilio Barone.)

**Page 490:** Problem 21.7: line 2: change “footnote 9” to “footnote 8”

**Page 498:** on line 6 replace “August 10, 2008” with “August 10, 2006” and on line 7 replace 1.8910 with 1.8918. (This was kindly pointed out by Emilio Barone.)

**Page 502:** 12 lines from end: replace “= 2.326” with “=−2.326” (This was kindly pointed out by Hendrik Hoffman)

**Page 550:** Table 24.3: Historical hazard rate for Ba should be 2.17, not 2.27. (This was kindly pointed out by Emilio Barone.)

**Page 561:** first equation: “0.22×0.5” should be “0.22×0.5/2” (This was kindly pointed out by Hendrik Hoffman)

**Page 563:** Example 24.6 should be labeled Example 24.7 (This was kindly pointed out by Wulin Suo)

**Page 565:** Example 24.7 should be labeled Example 24.8 (This was kindly pointed out by Wulin Suo)

**Page 566:** line 2: Replace 90.91% with 89.80%. line 3 replace 0.05% with 0.10% and 0.09% with 0.13%. (This was kindly pointed out by Emilio Barone.)

**Page 570:** Problem 24.29: line 1: change “Extend Example 24.5” to “Extend Example 24.6”

**Page 570:** Problem 24.30: line 1: change “in Example 24.5” to “in Example 24.6”

**Page 580:** line 11: Change 4.1130 to 4.1150. (This was kindly pointed out by Emilio Barone.)

**Page 592:** 6 lines from end: “(24.10)” should be “(24.7)”

**Page 600:** Line 2: change  to 1 in expression for the price of the perpetual call so that it becomeshttp://www-2.rotman.utoronto.ca/%7Ehull/ofod/Errata9e/index_files/image011.gif

**Page 692:** Problem 29.25, line 4: delete “zero coupon” (This was kindly pointed out by Emilio Barone.)

**Page 707:** 13 lines from end; replacehttp://www-2.rotman.utoronto.ca/%7Ehull/ofod/Errata9e/index_files/image017.gifby http://www-2.rotman.utoronto.ca/%7Ehull/ofod/Errata9e/index_files/image019.gif. Make same change 8 lines from end of page 709 and 14 lines from end of page 710.

**Page 711:** second line from end: Change *y* to *y* (This was kindly pointed out by Emilio Barone.)

**Page 714:** line 16: The expression for *b*\* should be 0.04+1.2×0.0072/0.21=0.082. (This was kindly pointed out by Emilio Barone.)

**Page 788:** line 8: “2013” should be “2016” (This was kindly pointed out by Hendrik Hoffman)

**Errata in Solutions Manual**

**Page 26:** Some of the numbers are slightly off. The par yield is 7.0741 not 7.072 and so the coupon on a par yield bond is 3.537 every six months. (This was kindly pointed out by Emilio Barone.)

**Page 39:** Problem 6.2: “April 12, 2014” should be “April 12, 2015” (This was kindly pointed out by Emilio Barone.)

**Page 109:** Problem 15.17. Last sentence should read: If *S<K*, *d*1 and *d*2 tend to minus infinity and *N*(*d*1) and *N*(*d*2) tend to zero. (This was kindly pointed out by Emilio Barone.)

**Page 151:** line 10: Replace “equation (14.3)” with “equation (15.3)” (This was kindly pointed out by Emilio Barone.)

**Page 166:** Problem 21.19: Early exercise feature is not considered on the tree. Correct answer is 0.062. (This was kindly pointed out by Emilio Barone.)

**Page 199:** Problem 26.2: Numbers are a little off: d1 should be ˗0.2536 and the option price should be $61.54. (This was kindly pointed out by Emilio Barone.)

**Page 203:** The first two sentences of the answer should be deleted. (This was kindly pointed out by Emilio Barone.)

**Page 217:** On last line replace** by **FS. (This was kindly pointed out by Emilio Barone.)

**Page 225:** Problem 29.17: In (a) line 4 delete “choose the”. In (b) line 2 replace 6.71% with 6.61%. (This was kindly pointed out by Emilio Barone.)

**Page 226:** Problem 29.19: last line: replace 5.63 with 5.43. (This was kindly pointed out by Emilio Barone.)