

$$CF_t = -[(C_U + DC_D) p (1 - p)^{t-1}]$$

$$CF_{T_0} = -[C_P (1 - p)^{T_0-1}]$$

$$CF_{N-1} = 0$$

$$CF_N = 0$$

time

Year 1

Year 2

Year t

Year T_0-1

Year T_0

Year N-1

Year N