

M339D: Topics for In-Term One

☐ Composition of functions.

☐ Finite probability spaces.

☐ Conditional probability.

☐ Expectations of random variables on finite probability spaces.

☐ Continuously compounded, risk-free interest rate.

☐ Foreign currencies.

☐ Purchasing shares of stock.

☐ Short sales.

☐ Forward contracts.

☐ Hedging a long position using a forward contract.

☐ Hedging a short position using a forward contract.

☐ The definition of a European call option.
