

PUT option

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5:16 AM

- PUT Options
 - $\text{Premium} = \text{Intrinsic value} + \text{time value}$
 - $\text{Intrinsic Value} = \text{Strick price} - \text{Spot price}$
 - When ever intrinsic value is -VE consider this as zero
 - Time Value:
 - Keeps on decreasing as the expiry date approaches & zero at expiry