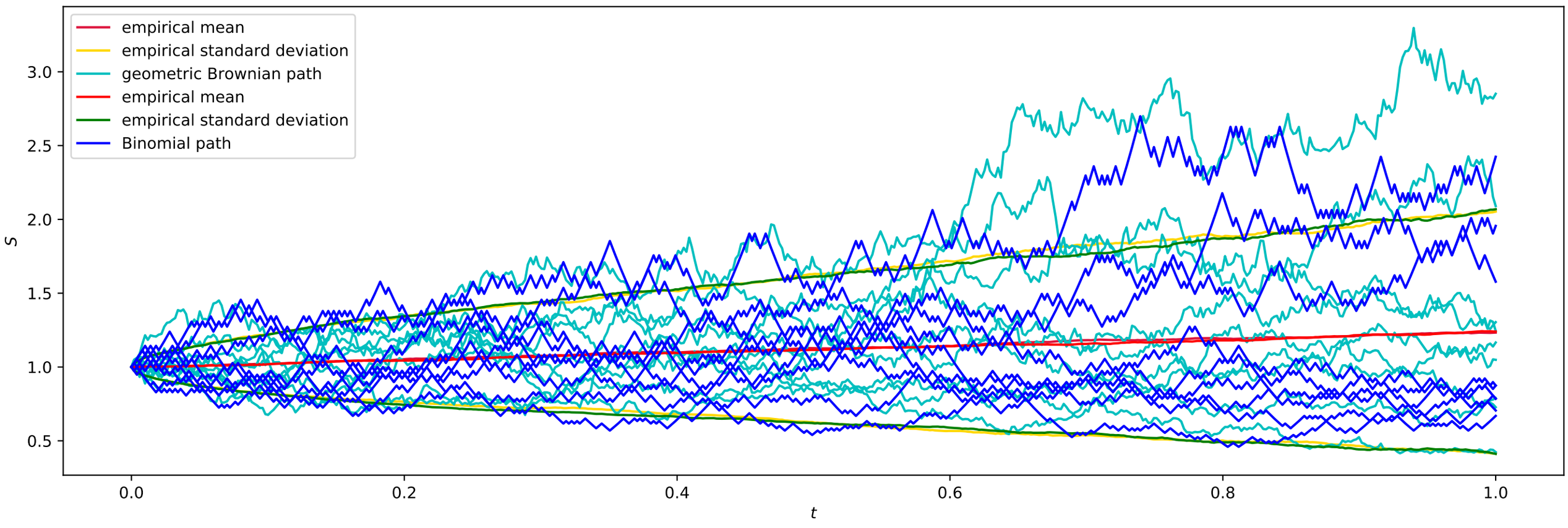
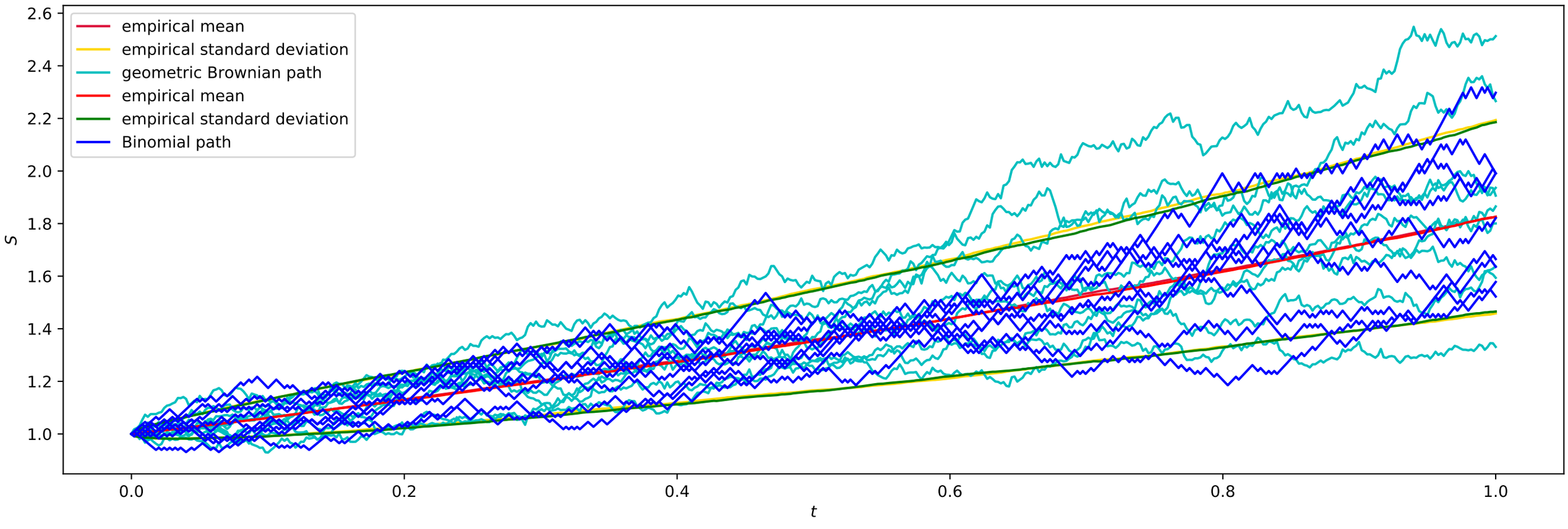

Geometric Brownian Paths vs. Binomial Tree Paths, with μ=0.2, σ=0.6
empirical mean
empirical standard deviation
geometric Brownian path
empirical mean
empirical standard deviation
Binomial path
3.0
2.5
2.0
1.5
1.0
0.5
S
0.0
0.2
0.4
0.6
0.8
1.0
t


Geometric Brownian Paths vs. Binomial Tree Paths, with μ=0.6, σ=0.2
empirical mean
empirical standard deviation
geometric Brownian path
empirical mean
empirical standard deviation
Binomial path
2.6
2.4
2.2
2.0
1.8
1.6
1.4
1.2
1.0
S
0.0
0.2
0.4
0.6
0.8
1.0
t