Corrections to the First Edition of 2002

p.60, Theorem 2.9: Assertion (a) requires $h' > 0$.

p.156, last line of Section 5.3: replace by: of the finite-difference approach.

Appendix A4, second-last line before Cholesky decomposition: correct is *tridiagonal* and not *triangular*.

p.174/p.181 in Fig. 6.1/6.4: $K = 13$

p.199, for the greek Δ of a European option the factor $e^{-\delta(T-t)}$ is lost; correct is

$$\Delta = e^{-\delta(T-t)} F(d_1) \qquad \text{for a European call,}$$
$$\Delta = e^{-\delta(T-t)} (F(d_1) - 1) \quad \text{for a European put.}$$

last change: 13 August 2007