

**S. BROVERMAN EXAM FM STUDY GUIDE - 2009**  
**Updated July 23, 2009**

Page 13 - #11, line 3, "know" should be "now"

Page 54 - #13, line 1, "Jones is agrees" should be "Jones agrees"

Page 31 - line 11 under **Force of Interest** should say

Note that  $i^{(365)} = 365 \times [(1.268242)^{1/365} - 1] = \dots$

Page 63 - Example 18, line 1, "fund a the" should be "fund at the"

Page 90 - Example 29, 2nd paragraph of solution, 24,677 should be 24,671

Page 138 - #26, line 2, "and the repays the balance" should be  
"and he repays the balance"

Page 147 - #28 (solution), in the 4th and 3rd lines from the end of the solution,  
 $a_{\overline{4}|i}$  should be  $s_{\overline{4}|i}$ .

Page 166 - Calculator NOte 10 (continued), second paragraph should read  
"... can also be found using . . ."

Page 166 - last line of page, "vary" should be "very"

Page 191 - #3 (solution), line 2, "first" should be "fifth"

Page 201 - 4th line from bottom, should be  
"investment in 2002 would rates of 3.8% in 2002, 3.9% in 2003 . . ."

Page 213 - 3rd paragraph, should read "... investor wants to arrange to receive ..."

Page 237 - 2nd paragraph, line 4, should be "... at a specified price."

Page 255 - #8(a), line 1, "have be" should be "have been"

Page 258 - Example 73 (continued), line 4, 3.79 should be 3.59

Page 259 - Purchased Put Option, line 2, "sell the option:" should be  
"sell the asset"

Page 259 - last line should read "In the spirit of buying low and selling high, the holder will only exercise the put if the stock price is below the strike price."

Page 264 - title should be "Problem Set 16 Solutions"

Page 269 - Example 77, line 2, 29 should be 19

Page 275 - #2, line 1, "A floor is consists" should be "A floor consists"

Page 277 - title should be "Problem Set 17 Solutions"

Page 283, Box Spreads, line 10, should be "stock price."

Page 296 - title should be "Problem Set 18 Solutions"