Theory of Financial Risk and Derivative Pricing

From Statistical Physics to Risk Management

SECOND EDITION

Jean-Philippe Bouchaud and Marc Potters
This book is in copyright. Subject to statutory exception and to the provisions of relevant collective licensing agreements, no reproduction of any part may take place without the written permission of Cambridge University Press.

First published 2000
This edition published 2003
Printed in the United Kingdom at the University Press, Cambridge

Typefaces Times 10/13 pt. and Helvetica

Library of Congress Cataloguing in Publication data
Bouchaud, Jean-Philippe, 1962–
Theory of financial risk and derivative pricing : from statistical physics to risk management / Jean-Philippe Bouchaud and Marc Potters.--2nd edn
p. cm.
Includes bibliographical references and index.
ISBN 0 521 81916 4 (hardback)
HG101.B68 2003
658.155 – dc21 2003044037

ISBN 0 521 81916 4 hardback