

ERRATA FOR “DYNAMIC TERM STRUCTURE MODELING”

1. Replace equation (7.2) on page 306 with the following equation:

$$dY(t) = \tilde{\alpha}(\tilde{m} - Y(t))dt + \sigma\sqrt{Y(t)}d\tilde{Z}(t) \quad (7.2)$$

2. Replace the expression “ $H(t, T) = 0$ ” underneath equation (7.31) on page 315, with the expression “ $H(T, T) = 0$.”
3. Replace the first two words on the third line of page 334, with “equation (7.88).”
4. The first footnote on page 49, should read, “This chapter was co-authored with Iuliana Ismailescu.”