



University of Pretoria Yearbook 2016

Financial engineering 364 (WTW 364)

Qualification	Undergraduate
Faculty	Faculty of Natural and Agricultural Sciences
Module content	Discrete time financial models: Arbitrage and hedging; the binomial model. Continuous time financial models: The Black-Scholes formula; pricing of options and the other derivatives; interest rate models; numerical procedures.
Module credits	18.00
Programmes	BSc Actuarial and Financial Mathematics BSc Applied Mathematics BSc Chemistry BSc Environmental and Engineering Geology BSc Environmental Sciences BSc Geography BSc Geoinformatics BSc Geology BSc Mathematical Statistics BSc Mathematics BSc Meteorology BSc Physics
Prerequisites	WST 211, WTW 126, WTW 218 and WTW 286 or WTW 264
Contact time	2 lectures per week, 1 tutorial per week
Language of tuition	English
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

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