Exam #1 Formula Sheet

Forward Exchange rates:
$$ \mathcal{F}_A^B = \frac{1 + r_A}{1 + r_B} E_A^B. $$

Put payoff:
$$ P_t = (K - S_t)^+. $$

Call payoff:
$$ C_t = (S_t - K)^+. $$