Further corrections to *Statistics and Finance: An Introduction*

November 25, 2012

This is a continuation of the errata sheet and contains corrections to errors found after Sep 1, 2011.

- Page 356: Section 11.3.2 assumes that $w + (1 - w)L > 0$ and, in particular, $L > 0$ in the case $w = 0$. When $w + (1 - w)L < 0$ losses on the portfolio occur when there is a positive return on the stock, and the analysis is slightly different from what is presented in Section 11.3.2.

- Page 422, Figure 13.18: The labels $\lambda = 0$ and $\lambda = \infty$ should be interchanged.