

**Comments to EXAMPLE 3.1, Losses on a portfolio of stocks:**

The formal derivations follow the approach given in the text, but the last line (in the numerical calculation) of the example suffers from numerous errors and becomes meaningless.

In the simple situation with 1 share of value 750 changing value at a the rate  $-0.1$  and 3 shares of value 130 changing at rate  $-0.05$ , we get a loss per share of 75 for the first type and of 6.5 for the second, so that the loss is

$$75 + 3 \times 6.5 = 94.5.$$