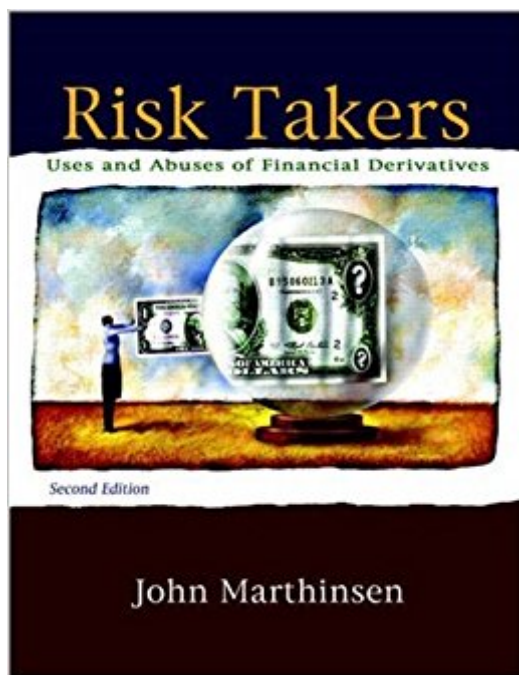


The book was found

# Risk Takers: Uses And Abuses Of Financial Derivatives (2nd Edition)



## Synopsis

Â In an approachable, non-technical manner, Risk Takers brings eight modern financial derivatives situations to life, fully exploring the context of each event and evaluating the outcomes. Primer on Derivatives; Employee Stock Options: What Every MBA Student Should Know; Roche Holding: The Company, Its Financial Strategy, and Bull Spread Warrants; Metallgesellschaft AG: Illusion of Profits and Losses; Reality of Cash Flows; Swaps That Shook an Industry: Procter & Gamble versus Bankers Trust; Orange County: The Largest Municipal Failure in U.S. History; Barings Bank PLC: Leeson's Lessons; Long Term Capital Mismanagement: "JM & The Arb Boys"; Amaranth Advisors LLC: Using Natural Gas Futures to Bet on the Weather. For all readers interested in financial derivatives, options, futures, and risk management.

## Book Information

Paperback: 352 pages

Publisher: Pearson; 2 edition (February 17, 2008)

Language: English

ISBN-10: 0321542568

ISBN-13: 978-0321542564

Product Dimensions: 6.2 x 0.9 x 9 inches

Shipping Weight: 14.4 ounces (View shipping rates and policies)

Average Customer Review: 4.4 out of 5 stars 8 customer reviews

Best Sellers Rank: #343,809 in Books (See Top 100 in Books) #61 in Books > Business & Money > Insurance > Business #109 in Books > Business & Money > Insurance > Risk Management #312 in Books > Textbooks > Business & Finance > Investments & Securities

## Customer Reviews

Â In an approachable, non-technical manner, Risk Takers brings eight modern financial derivatives situations to life, fully exploring the context of each event and evaluating the outcomes. Primer on Derivatives; Employee Stock Options: What Every MBA Student Should Know; Roche Holding: The Company, Its Financial Strategy, and Bull Spread Warrants; Metallgesellschaft AG: Illusion of Profits and Losses; Reality of Cash Flows; Swaps That Shook an Industry: Procter & Gamble versus Bankers Trust; Orange County: The Largest Municipal Failure in U.S. History; Barings Bank PLC: Leeson's Lessons; Long Term Capital Mismanagement: "JM & The Arb Boys; Amaranth Advisors LLC: Using Natural Gas Futures to Bet on the Weather. For all readers interested in financial derivatives, options, futures, and risk management.

John E. Marthinsen is a professor of Economics and International Business at Babson College where he teaches in the areas of global macroeconomic analysis, risk management, and international finance. From 1992 to 1998, he served as chairman of the Economics Division. In 1997, Babson College awarded him the Distinguished Chair in Swiss Economics of the newly founded Glavin Center for Global Entrepreneurial Leadership. In addition to teaching, Marthinsen is the author of numerous articles and the book *Managing in a Global Economy: Demystifying International Macroeconomics*, as well as the co-author of three other books, *Switzerland: A Guide to the Capital and Money Markets*, *Entrepreneurship, Productivity, and the Freedom of Information Act*, and *Wealth by Association: Global Prosperity through Market Unification*.

This was quite an interesting book to read. We had to do a book report on it for my class, and I was guessing it would be pretty boring. But I was so wrong this was a very insightful and interesting read. Each chapter seemed to showcase an even worse failure of the derivative market. By the end, you don't even know how any failure that large could occur. But they are all true stories and go over many of the derivative market well for those with a basic to intermediate knowledge of derivatives. For those that are more advanced, they might not learn as much on how any contract types work or options, but they will still learn about some huge missuses of derivatives. So still some knowledge for everyone.

I used this book for a Risk Management course in my MBA program. We had to read all of the cases in it which cover different hedge fund failures or derivative scams in which major companies lost billions of dollars. It is a very informative book which can get technical at some parts. It discusses the trading strategies of companies like Banker's Trust, LTCM, Amaranth, and many more. It is definitely worth the money and provides you with some impressive facts on the OTC market.

For anyone who studies or has studied derivatives, this text covers the most important historical cases. These cases not only provide essential background information, but indirectly teach the principles of derivatives in an easy to understand manner.

great

## Good Condition

The book looks cheap and comes with weird printing quality. There are strange shadows somewhere here and there around the graphs and charts. Alto the location of the body of article is different for different pages, some close to the right margin while some to the left. In a word, does not look like something decently produced in the US. Little bit dissappointed.

Because there is no table of content here, I would like to take the privilege to type one for you. Ch 1 Employee stock options: what every MBA should know Ch 2 Roche Holding: the company, its financial strategy, and bull spread warrants Ch 3 The three amigos (three option traders) Ch 4 Metallgesellschaft AG: illusion of P/L, reality of cash flows Ch 5 Swaps that shook an industry; P&G vs Bankers Trust Ch 6 Orange County: the largest municipal failure in US history Ch 7 Barings Bank PLC: Lesson's lessons Ch 8 Long-Term Mismanagement: "John Merriwether and the Arb Boys" IMHO, the author had delivered well what he promised on the book title. The cases are representative, concise but sufficiently detailed. The review questions in the end of each chapter and the absence of sophisticated option pricing formula make it particularly suitable as an HBR type textbooks on derivatives for business school undergrads. However, I am obliged to comment that the author had overlooked the negative influence of investment bankers on the proliferation of derviatives. For readers who want to get a more complete picture, I would strongly recommend "Devil Take the Hindmost: A History of Financial Speculation by Edward Chancellor", "Fiasco by Frank Partnoy", "Eyewitness to Wall Street by David Colbert" and "Wall Street Meat by Andy Kessler".

This book features examples of both good and bad uses of derivatives. All the scandals we read about in the newspaper are a result of certain factors which we can learn from. It is clear that each scandal has a lesson for us to learn from, but derivatives as financial instruments in itself are not bad or destructive. This book shows these lessons with simple explanations. A must-have book.

[Download to continue reading...](#)

Risk Takers: Uses and Abuses of Financial Derivatives (2nd Edition) Dangerous Games: The Uses and Abuses of History (Modern Library Chronicles) Financial Derivatives and the Globalization of Risk (Public Planet Books) Financial Engineering: Derivatives and Risk Management Model Risk in Financial Markets: From Financial Engineering to Risk Management The XVA of Financial Derivatives: CVA, DVA and FVA Explained (Financial Engineering Explained) Introduction to

Derivatives and Risk Management by Chance, Don M., Brooks, Roberts [Cengage Learning,2012]  
[Hardcover] 9TH EDITION Forensic Assessment of Violence Risk: A Guide for Risk Assessment  
and Risk Management Introduction to Derivatives and Risk Management (with Stock-Trak Coupon)  
Analytical Finance: Volume II: The Mathematics of Interest Rate Derivatives, Markets, Risk and  
Valuation An Introduction to Derivatives and Risk Management Gaddafi's Harem: The Story of a  
Young Woman and the Abuses of Power in Libya Image Makers, Image Takers (Second Edition)  
Clinical Uses of Fluorides: A State of the Art Conference on the Uses of Fluorides in Clinical  
Dentistry For Teenagers Living With a Parent Who Abuses Alcohol/Drugs An Introduction to the  
Mathematics of Financial Derivatives, Third Edition Financial Risk Forecasting: The Theory and  
Practice of Forecasting Market Risk with Implementation in R and Matlab Makers and Takers: The  
Rise of Finance and the Fall of American Business Credit Risk Management: Basic Concepts:  
Financial Risk Components, Rating Analysis, Models, Economic and Regulatory Capital The ACT  
for Bad Test Takers

[Contact Us](#)

[DMCA](#)

[Privacy](#)

[FAQ & Help](#)