

[Help](#)

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#include <stdlib.h>
#include "hullwhite1d_std.h"
#include "hullwhite1d_includes.h"

#if defined(PremiaCurrentVersion) && PremiaCurrentVersion < (2007+2) //The "#els
int CALC(CF_ZCCallBondEuroHW1D)(void *Opt, void *Mod, PricingMethod *Met)
{
    return AVAILABLE_IN_FULL_PREMIA;
}
static int CHK_OPT(CF_ZCCallBondEuroHW1D)(void *Opt, void *Mod)
{
    return NONACTIVE;
}
#else

double cf_hw1d_zbcall(ZCMarketData *ZCMarket, double a, double sigma, double S,
{
    double POT, POS, price;
    double d1, d2, sigma_p;

    //Price of an option on a ZC

    /*Computation pure discount bond*/
    POT = BondPrice(T, ZCMarket);
    POS = BondPrice(S, ZCMarket);

    sigma_p = sigma * sqrt((1. - exp(-2.*a * T)) / (2.*a)) * (1. / a) * (1. - exp(
    d1 = 1. / (sigma_p) * log(POS / (POT * K)) + 0.5 * sigma_p;
    d2 = d1 - sigma_p;

    /*Price*/
    price = POS * cdf_nor(d1) - K * POT * cdf_nor(d2);

    return price;
}

/*Call Option*/
static int cf_zbc1d(double flat_flag, double a, double sigma, double r_t, char *
```

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{
    double K;

    ZCMarketData ZCMarket;

    /* Flag to decide to read or not ZC bond datas in "initialyields.dat" */
    /* If P(0,T) not read then P(0,T)=exp(-r0*T) */
    if (flat_flag == 0)
    {
        ZCMarket.FlatOrMarket = 0;
        ZCMarket.Rate = r_t;
    }

    else
    {
        ZCMarket.FlatOrMarket = 1;
        ZCMarket.filename = curve;
        ReadMarketData(&ZCMarket);

        if (S > GET(ZCMarket.tm, ZCMarket.Nvalue - 1))
        {
            printf("\ nError : time bigger than the last time value entered in ini
            exit(EXIT_FAILURE);
        }
    }

    K = p->Par[0].Val.V_DOUBLE;
    /*Price*/
    *price = cf_hw1d_zbcall(&ZCMarket, a, sigma, S, T, K);

    DeleteZCMarketData(&ZCMarket);

    return OK;
}

int CALC(CF_ZCCallBondEuroHW1D)(void *Opt, void *Mod, PricingMethod *Met)
{
    TYPEOPT *ptOpt = (TYPEOPT *)Opt;
    TYPEMOD *ptMod = (TYPEMOD *)Mod;

    return cf_zbc1d(ptMod->flat_flag.Val.V_INT,

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        ptMod->a.Val.V_DOUBLE,
        ptMod->Sigma.Val.V_PDOUBLE,
        MOD(GetYield)(ptMod),
        MOD(GetCurve)(ptMod),
        ptOpt->BMaturity.Val.V_DATE - ptMod->T.Val.V_DATE,
        ptOpt->OMaturity.Val.V_DATE - ptMod->T.Val.V_DATE,
        ptOpt->PayOff.Val.V_NUMFUNC_1,
        &(Met->Res[0].Val.V_DOUBLE));
    }

static int CHK_OPT(CF_ZCCallBondEuroHW1D)(void *Opt, void *Mod)
{
    return strcmp(((Option *)Opt)->Name, "ZeroCouponCallBondEuro");
}
#endif //PremiaCurrentVersion

static int MET(Init)(PricingMethod *Met, Option *Opt)
{
    if (Met->init == 0)
    {
        Met->init = 1;
    }

    return OK;
}

PricingMethod MET(CF_ZCCallBondEuroHW1D) =
{
    "CF_HullWhite1d_ZBCallEuro",
    {" ", PREMIA_NULLTYPE, {0}, FORBID}},
    CALC(CF_ZCCallBondEuroHW1D),
    {"Price", DOUBLE, {100}, FORBID}, {" ", PREMIA_NULLTYPE, {0}, FORBID}},
    CHK_OPT(CF_ZCCallBondEuroHW1D),
    CHK_ok,
    MET(Init)
} ;

```