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Upama Neupane\* (un936618@cameron.edu), Cameron University, Lawton, OK, 73505, and Joseph Morgan (joseph.morgan@cameron.edu), Sharan Khanal (sk936393@cameron.edu) and Narayan Thapa (nthapa@cameron.edu), Cameron University, 2800 W. Gore Blvd, Lawton, OK 73505. Pricing European and American Options Using Numerical Methods. Preliminary report.

This article introduces numerical methods for pricing both European and American options governed by the Black-Scholes equation. After a careful treatment on boundary conditions, we use explicit, implicit, and Crank-Nicolson schemes for numerical solutions to the resulting problem. We present computational algorithm and display numerical results. We estimate relative error in  $L_1$  norm to test the accuracy of the schemes. (Received September 23, 2018)