

Suggested Reading by Euan Sinclair

The lessons have been presented in what I think is the best way to get from a point of knowing nothing to being able to trade volatility. The book most closely aligned with the presentation slides is

“Option Trading: Pricing and Volatility Strategies and Techniques” by Euan Sinclair

My other books are written for more advanced traders. Market-makers should read “Volatility Trading” and positional traders should read “Positional Option Trading”

These books and articles are also good.

The best basic introduction to volatility trading is:

“An Introduction to Options Trading” by Frans De Weert

This book is both very simple and also deals with the kind of hedged, volatility-based trading that a professional need to understand.

An alternative to my book, “Option Trading” is:

“Options Trading: The Hidden Reality: Risk Doctor Guide to Position Adjustment and Hedging” by Charles Cottle

A book that presents the robust risk management and trading rules used by market-makers (but is much more generally applicable) is:

“Option Market Making” by A.J. Baird.

A very detailed analysis of the greeks is given in the “Know Your Weapon” series of articles by Espen Haug (www.espenhaug.com).

The best categorization of edges and risk premia in different asset classes is “Expected Returns” by Antti Ilmanen.