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   Help
#include  "bs2d_std2d.h"

static int Psor(int am,double s1,double s2,
    NumFunc_2  *p,double t,double r,double divid1,double
    divid2,double sigma1,double sigma2,double rho,int
    N, int M,double omega,double epsilon,double *ptpr
    ice,double *ptdelta1,double *ptdelta2)
{
  int TimeIndex,j,i,Index,n;
  double x1,x2,m1,m2,cov;
  double limit1,limit2,h1,h2;
  double a2,b2,c2,d2,e2,f2,g2,i2,j2;
  double k,y;
  double **P,**G,**Obst;
  double error,norm;
  int loops;

  /*Memory Allocation*/
  P=(double **)calloc(N+1,sizeof(double *));
  if (P==NULL)
    return MEMORY_ALLOCATION_FAILURE;
  for (i=0;i<N+1;i++)
    {
      P[i]=(double *)calloc(N+1,sizeof(double));
      if (P[i]==NULL)
  return MEMORY_ALLOCATION_FAILURE;
    }
  G=(double **)calloc(N+1,sizeof(double *));
  if (G==NULL)
    return MEMORY_ALLOCATION_FAILURE;
  for (i=0;i<N+1;i++)
    {
      G[i]=(double *)calloc(N+1,sizeof(double));
      if (G[i]==NULL)
  return MEMORY_ALLOCATION_FAILURE;
    }
  Obst=(double **)calloc(N+1,sizeof(double *));
  if (Obst==NULL)
    return MEMORY_ALLOCATION_FAILURE;
  for (i=0;i<N+1;i++)
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  {
    Obst[i]=(double *)calloc(N+1,sizeof(double)
  );
    if (Obst[i]==NULL)
return MEMORY_ALLOCATION_FAILURE;
  }

m1=(r-divid1)-SQR(sigma1)/2.0;
m2=(r-divid2)-SQR(sigma2)/2.0;
cov=rho*sigma1*sigma2;

/*Space Localisation*/
limit1=sigma1*sqrt(t)*sqrt(log(1/PRECISION))+fa
  bs(m1)*t;
limit2=sigma2*sqrt(t)*sqrt(log(1/PRECISION))+fa
  bs(m2)*t;

/*Space Step*/
h1=2.*limit1/(double) N;
h2=2.*limit2/(double)N;

/*Time Step*/
k=t/(double)M;

/*Lhs factor*/
a2=1.+k*(r+SQR(sigma1)/SQR(h1)+SQR(sigma2)/SQR(
  h2));
b2=-k*(SQR(sigma1)/(2.*SQR(h1))+m1/(2.*h1));
c2=-k*(SQR(sigma1)/(2.*SQR(h1))-m1/(2.*h1));
d2=-k*(SQR(sigma2)/(2.*SQR(h2))+m2/(2.*h2));
e2=-k*(SQR(sigma2)/(2.*SQR(h2))-m2/(2.*h2));

f2=k*cov/(4.*h1*h2);
g2=k*cov/(4.*h1*h2);
i2=-k*cov/(4.*h1*h2);
j2=-k*cov/(4.*h1*h2);

/*Terminal Values*/
x1=log(s1);
x2=log(s2);
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for(i=0;i<=N;i++) {
  for (j=0;j<=N;j++) {
    Obst[i][j]=(p->Compute)(p->Par, exp(x1-limi
  t1+h1*(double)j),
          exp(x2+limit2-h2*(double)i));
    P[i][j]=Obst[i][j];
  }
}

/*Finite Difference Cycle */
for (TimeIndex=1;TimeIndex<=M;TimeIndex++)
  {
    for(i=1;i<N;i++)
for (n=1;n<N;n++)
  G[i][n]=P[i][n];

    /*Psor Cycle*/
    loops=0;
    do
{
  error=0.;
  norm=0.;

  for(i=1;i<N;i++) {
          for(n=1;n<N;n++)
      {
              y=(G[i][n]-(c2*P[i][n-1]+b2*P[i][
  n+1]+e2*P[i+1][n]+d2*P[i-1][n]+
        f2*P[i+1][n+1]+g2*P[i-1][n-1]+i2*P[
  i+1][n-1]+
        j2*P[i-1][n+1]))/a2;
  y=P[i][n]+omega*(y-P[i][n]);

  /*Projection for American case*/
              if (am)
    y=MAX(Obst[i][n],y);

              error+=fabs(y-P[i][n]);
              norm+=fabs(y);
              P[i][n]=y;
      }
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    }
    if (norm<1.0) norm=1.0;
    error=error/norm;
    loops++;
  }
      while ((error>epsilon) && (loops<MAXLOOPS))
    ;
      /*End Psor Cycle*/
      /* printf("%d{n",loops);*/
    }

  Index=(int)((double)N/2.0);

  /*Price*/
  *ptprice=P[Index][Index];

  /*Deltas*/
  *ptdelta1=(P[Index][Index+1]-P[Index][Index-1])
    /(2.*s1*h1);
  *ptdelta2=(P[Index-1][Index]-P[Index+1][Index])
    /(2.*s2*h2);

  /*Memory desallocation*/
  for (i=0;i<N+1;i++)
    free(P[i]);
  free(P);

  for (i=0;i<N+1;i++)
    free(G[i]);
  free(G);

  for (i=0;i<N+1;i++)
    free(Obst[i]);
  free(Obst);

  return OK;
}

int CALC(FD_Psor)(void *Opt,void *Mod,Pricing
    Method *Met)
{
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```
  TYPEOPT* ptOpt=(TYPEOPT*)Opt;
  TYPEMOD* ptMod=(TYPEMOD*)Mod;
  double r,divid1,divid2;

  r=log(1.+ptMod->R.Val.V_DOUBLE/100.);
  divid1=log(1.+ptMod->Divid1.Val.V_DOUBLE/100.);
  divid2=log(1.+ptMod->Divid2.Val.V_DOUBLE/100.);

  return Psor(ptOpt->EuOrAm.Val.V_BOOL,ptMod->S01
    .Val.V_PDOUBLE,
        ptMod->S02.Val.V_PDOUBLE,ptOpt->PayOff.
    Val.V_NUMFUNC_2,
        ptOpt->Maturity.Val.V_DATE-ptMod->T.Val.
    V_DATE,
        r,divid1,divid2,ptMod->Sigma1.Val.V_PDOU
    BLE,ptMod->Sigma2.Val.V_PDOUBLE,ptMod->Rho.Val.V_
    RGDOUBLE,
        Met->Par[0].Val.V_INT,Met->Par[1].Val.V_
    INT,Met->Par[2].Val.V_RGDOUBLE,Met->Par[3].Val.V_RG
    DOUBLE,
        &(Met->Res[0].Val.V_DOUBLE),&(Met->Res[1
    ].Val.V_DOUBLE),&(Met->Res[2].Val.V_DOUBLE));
}

int CHK_OPT(FD_Psor)(void *Opt, void *Mod)
{
  Option* ptOpt=(Option*)Opt;
  TYPEOPT* opt=(TYPEOPT*)(ptOpt->TypeOpt);

  return  OK;
}

static int MET(Init)(PricingMethod *Met)
{
  static int first=1;

  if (first)
    {
      Met->Par[0].Val.V_INT2=100;
      Met->Par[1].Val.V_INT2=100;
      Met->Par[2].Val.V_RGDOUBLE12=1.5;
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      Met->Par[3].Val.V_RGDOUBLE=0.000001;
      first=0;
    }
  return OK;
}

PricingMethod MET(FD_Psor)=
{
  "FD_Psor",
  {{"SpaceStepNumber",INT2,100,ALLOW},{"TimeStep
    Number",INT2,100,ALLOW}
   ,{"Omega",RGDOUBLE12,100,ALLOW},{"Epsilon",RG
    DOUBLE,100,ALLOW},{" ",END,0,FORBID}},
  CALC(FD_Psor),
  {{"Price",DOUBLE,100,FORBID},{"Delta1",DOUBLE,1
    00,FORBID} ,
   {"Delta2",DOUBLE,100,FORBID} ,
   {" ",END,0,FORBID}},
  CHK_OPT(FD_Psor),
  CHK_ok,
  MET(Init)
};
```

References