The Greeks – Option Sensitivity Analysis

Delta (Δ) ➜ Measures the sensitivity of the option price to small changes in the stock price

Gamma(γ) ➜ Measures the sensitivity of Delta to changes in the stock price

Theta(θ) ➜ Measures the sensitivity of the option price to changes in the time to expiration

Vega(ν) ➜ Measures the sensitivity of the option price to changes in the volatility of the underlying asset

Rho(ρ) ➜ Measures the sensitivity of the option price to changes in the risk-free rate of interest