ERRATA

Essentials of Treasury Management, 8th edition

Edits to be corrected in 3rd printing

Page 369-370 – Days Cash Held equation

Changes to the equation at the bottom of page 369

$$\frac{\$1{,}500}{\left[\dfrac{\$4200-\$200}{365}\right]}$$

$$= 136 \text{ days}$$

Changes to the first sentence on page 370

The firm has **136** days cash held, implying that the firm can meet its operating expenses for **136** days from the balance sheet date.

Edits corrected in the 2nd printing June 2026

Page 588- 589 – Foreign Exchange (FX) Risk

Changes to the last paragraph on page 588 and the table at the top of page 589 are noted in red.

For example, assume a US company buys some goods for EUR 11,000 from a French company on 30-day terms, and it has to translate some of its US dollars into euros to pay on the agreed date. The US company is exposed to a change in the **EUR/USD** exchange rate over the 30 days. If the spot exchange rate is 1.1000 US dollar per 1 EUR on the day the purchase is made, and the exchange rate stays the same over the 30-day period, then it will cost the US company **12,100** US dollars to pay the French company on the agreed date. However, if the exchange rate changes, the cost in USD will change. The table below shows the impact of **an appreciation** (to 1.0500 USD per 1 EUR) and **a depreciation** (to 1.1500 USD per 1 EUR) of the US dollar on the US company's cash flow

	EXCHANGE RATE (EUR/USD)	USD EQUIVALENT	USD GAIN OR LOSS
CURRENT	1.1000	12,100	N/A
USD DEPRECIATION	1.0500	11,550	USD 550 Gain
USD APPRECIATION	1.1500	12,650	USD 550 Loss

Page 205 Exhibit 7.2

Changes are highlighted.

EXHIBIT 7.2 Account Analysis Statement

ABC BANK—CORPORATE BANKING ANALYSIS

Global Manufacturing Company
1234 Main Street, Anytown, Arkansas
Date: 7/1/20XX
ECR: 0.90%

Relationship Manager: J. Sellsmore
Company Contact: M. Cash
Days in Month: 30
Month Ending: 6/30/20XX

AFP SERVICE CODES Accredited Provider™

BALANCE SUMMARY	
AVERAGE LEDGER BALANCE	$658,987.50
LESS: AVERAGE FLOAT	-55,934.89
AVERAGE COLLECTED BALANCE	$603,052.61
LESS: RESERVE REQUIREMENT (0%)	-0.00
AVERAGE AVAILABLE BALANCE	$603,052.61
LESS: BALANCE REQUIRED	-$7,551,512.04
NET AVAILABLE BALANCE	-$6,948,459.43

EARNINGS CREDIT SUMMARY	
AVAILABLE BALANCE FOR EARNINGS CREDIT	$603,052.61
EARNINGS CREDIT ALLOWANCE	$446.09
LESS: CHARGE FOR SERVICES	-5,586.05
NET SERVICE CREDIT	-$5,139.96
SERVICE CHARGE AMOUNT	$5,139.96

ACTIVITY		VOLUME	UNIT PRICE	FEES REQUIRED	BALANCE REQUIRED
GENERAL ACCOUNT SERVICE					
010000	ACCOUNT MAINTENANCE FLAT FEE	4	20.00	80.00	$108,148.15
DEPOSITORY SERVICES					
010101	CREDITS	94	0.25	23.50	$31,768.52
100222	DEPOSITED ITEMS	1,745	0.08	139.60	$188,718.52
100400	RETURN ITEMS	15	2.00	30.00	$40,555.56
010100	DEBITS	1,598	0.10	159.80	$216,025.93
150410	STOP PAYMENTS	5	18.00	90.00	$121,666.67
LOCKBOX SERVICES					
050000	WHOLESALE LOCKBOX MAINTENANCE FEE	3	105.00	315.00	$425,833.33
050100	ITEM PROCESSING FEE	486	0.40	194.40	$262,800.00
ZBA CONTROLLED DISBURSEMENT SERVICES					
010020	ZBA MAINTENANCE	1	40.00	40.00	$54,074.07
150000	CONTROLLED DISBURSEMENT NOTIFICATION	1	45.00	45.00	$60,833.33
FUNDS TRANSFER SERVICES					
250000	ACH MAINTENANCE	1	55.00	55.00	$74,351.85
250102	ACH ITEMS	145	0.12	17.40	$23,522.22
350300	INCOMING WIRE TRANSFERS	24	7.00	168.00	$227,111.11
350100	OUTGOING WIRE TRANSFERS	8	12.00	96.00	$129,777.78
INTERNATIONAL SERVICES					
350110	INTERNATIONAL WIRES: OUTBOUND	26	25.00	650.00	$878,703.70
600102	INTERNATIONAL COLLECTION ITEMS	125	20.00	2,500.00	$3,379,629.63
600221	FOREIGN EXCHANGE TRANSACTIONS	87	10.00	870.00	$1,176,111.11
ACCOUNT RECONCILIATION SERVICES					
200020	RECONCILIATION MAINTENANCE - PARTIAL	1	50.00	50.00	$67,592.59
200120	CHECKS RECONCILIATION	1,247	0.05	62.35	$84,287.96
TOTALS				**$5,586.05**	**$7,551,512.04**

NOTE: AFP Service Codes accredited in partnership with Redbridge Debt & Treasury Advisory.

Page 626 Exhibit 17.9

An extra zero was removed from the JPN currency contract size.

EXHIBIT 17.9 Selected Currency Contracts on the CME

CURRENCY PAIR	CONTRACT SIZE	MARGIN REQUIRED
EUR/USD	EUR 125,000	USD 3,350
USD/JPY	JPY 12,500,000	USD 4,100
GBP/USD	GBP 62,500	USD 3,600
USD/CHF	CHF 125,000	USD 3,600
USD/CAD	CAD 100,000	USD 1,450

NOTE: The margin required for currency futures contracts on the CME varies based on the size of the contract, as well as on risk and market factors.