

## CFA® SAMPLE QUESTION - LEVEL I

### Corporate Finance

**Q:** Which of the following statements about NPV and IRR is least accurate?

#### CORRECT ANSWER:

- b) For mutually exclusive projects, if the NPV method and the IRR method give conflicting rankings, the analyst should use the IRRs to select the project.**

NPV should always be used if NPV and IRR give conflicting decisions.



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