

## CFA® SAMPLE QUESTION – LEVEL I

### Equity Investments

**Q:** Which of the following statements about the SML and the CML is least likely correct?

- (a)** Investors expect to be compensated for systematic risk
- (b)** Securities fall on the SML have no intrinsic value to the investor
- (c)** Securities that plot above the SML are undervalued



CFA Society Hong Kong  
Candidate Services

