

## EASY INTERMEDIATE HARD

## **CFA® SAMPLE QUESTION – LEVEL I** Fixed Income

**Q:** If interest rate volatility increases, which of the following bonds will experience a price decrease?

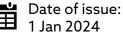
- an option-free, 5% coupon bond
- A callable bond
- A putable bond



CFA Society Hong Kong Candidate Services



Mr. Zap Cheng, CFA
Candidate Services
Committee



Disclaimer: This material is produced by a voluntary study group leader. CFA Society Hong Kong makes no representations about the accuracy, reliability, completeness, or timeliness of this material. Use this material at your own risk.