

## CFA® SAMPLE QUESTION - LEVEL I

# Alternative Investments

**Q:** An investment firm that invests primarily in stocks with high Price-to-Earnings ratios is using a:

### CORRECT ANSWER:

### © **Style Strategy**

A style strategy concentrates on equities/ bonds that share similar underlying characteristics.

Global strategies invest in securities from around the world. A stable-value fund is involved in securities that pay principal and a fixed interest payment. Sector strategies focus on a specific industry.



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