#1-100A

EASY INTERMEDIATE HARD

CFA® SAMPLE QUESTION – LEVEL I

Equity Investments

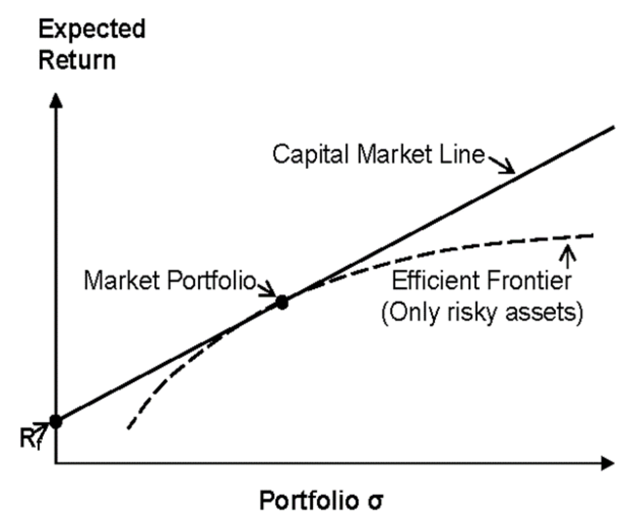
Q: What is the risk measure associated with the Capital Market Line (CML)?

CORRECT ANSWER:

Ⓒ **Standard Deviation**

Remember that the Capital Market Line (CML) plots return against "Total Risk" which is measured by the standard deviation.

Again please don't confuse this one with the Security Market Line (SML)



CFA Society Hong Kong Candidate Services

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