

LL6010 Law of Finance and Taxation

STUDENT SEEN VERSION OF QUESTION 1

Question One is compulsory. In Q1, you will be given a set of numbers and you will be expected to calculate the following

Dividend yield
Price-earnings ratio
Net asset value
Nominal yield of bonds
Real rates of interest

Please note that

- a) You will need to show your method of calculation as well as the answers
- b) Scientific calculators will not be permitted
- c) You will be required to interpret your results to prospective investors
- d) You will need to be aware of the time limit for the exam as whole which is 2 hours and 30 minutes only.
- e) You are advised to **read ALL the questions carefully**
- f) Apart from the compulsory Q1, you will be required to answer any two questions of your choice