Assume that the bond value the Ahmed Company is 1000 and has a coupon of 0.3 , matures in 6.5 years, and has current price of 1308. Also, assume the book value is 1200 dollar. What is the Ahmed Company bond's yield to maturity?

Answer:

Assume that the bond value the Ahmed Company is 1000 and has a coupon of 0.3 , matures in 6.5 years, and has current price of 1308. Also, assume the book value is 1200 dollar. What is the Ahmed Company bond's yield to maturity?

Answer: 918.89

Question **7**

Not yet answered

Marked out of 1.00

Flag question

The Ali company bond has a 8% coupon rate (with interest paid semi-annually), a maturity value of $1,000, and matures in 5 years. If the bond is priced to yield 6%, what is the bond's current price?

- a. **$1,095**
- b. **$1,085**
- c. **$1,000**
- d. **$1,185**

Clear my choice

Question 3

Not yet answered

Marked out of 1.00

Flag question

The correlation coefficient for uncorrelated assets is ----------------.

- a. close to two
- b. close to zero
- c. close to below zero
- d. close to one

Clear my choice

are provisions in a bond indenture specifying certain record-keeping and general business practices that the bond issuer must follow; normally, they do not place a burden on a financially sound business. This is referred to:

- a. bond indenture
- b. Standard debt provisions
- c. Require a minimum level of liquidity
- d. Restrictive covenants

Clear my choice

Time left 0:09:27

Question **6**

Not yet answered

Marked out of 1.00

Flag question

---------------- allows bondholders to change each bond into a stated number of shares of common stock.

- a. extendable bond
- b. convertible bonds
- c. sinking fund
- d. callable bond

Clear my choice

tate	probability	Return on A	RETURN ON B
POOR	40%	-0.07	-0.09
NORMAL	35%	0.19	0.17
GOOD	25%	0.3	0.2

Weight a	Weight b
.4	.6

what is the return of stock a

11.35

what is the return of stock b

7.35

what is the standard deviation on stock a?

15.56

what is the standard deviation on stock b?

13.40

what is the coefficients of variation on stock a?

137.09

what is the return of the portfolio?

what is the correlation

what is the standard deviation of the portfolio

Please put an answer in each input field.

Previous page Finish attempt ...

Question 1

Not yet answered

Marked out of 1.00

Flag question

Time left 0:32:26

Suppose that the Ali company is has a current price of {dollar1}, and the par value is 1378, and matures in 5 years. If interest is paid semi-annually and the bond is priced to yield 8%, Also, Suppose the semi-annual payment is 68. what is the bond's annual coupon rate?

Answer: 9.86

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First Exam Chapter 6 and 8 Multiple Choice

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tate	probability	Return on A	RETURN ON B
POOR	40%	-0.07	-0.09
NORMAL	35%	0.19	0.17
GOOD	25%	0.3	0.2

Weight a	Weight b
.4	.6

what is the return of stock a

what is the return of stock b

what is the standard deviation on stock a?

what is the standard deviation on stock b?

what is the coefficients of variation on stock a?

what is the return of the portfolio?

what is the correlation

The perfectly positively correlated series move exactly ----------------; the perfectly negatively correlated series move in -------------------.

- a. together without exception; exactly opposite directions
- b. exactly opposite directions; exactly opposite directions
- c. exactly opposite directions; together without exception
- d. together without exception; together without exception

Clear my choice

Time left 0:29:46

Question **4**

Answer saved

Marked out of 3.00

Flag question

Assume that the Ali Corporation has the par value bond is $1,000 and coupon rate is 6 percent and the opportunity cost is paid semi-annually, and the term is five years. The opportunity cost is 8%.

What is the bond price?

إجابات أسئلة الحل سوف تكون مجردة على سبيل المثل كانت الإجابة 14,660$ فان عليك كتابتها على النحو الاتي: 14660 فقط بدون إشارة الفاصلة ولا إشارة العملة واما إذا كانت الإجابة تحتوي على فاصلة عشرية على سبيل المثال 14,660.5588$ فان عليك كتابتها على النحو الاتي:

14660.55 يعني خانة واحدة بعد الفاصلة العشرية فقط.

Time left 0:12:51

Question **2**

Not yet answered

Marked out of 3.00

Flag question

You are given the following information corporate stock P and the market:

A. The annual effective risk-free rate is 4.

B. The expected return and volatility for corporate stock P and the market are shown in the table below:

	Expected Return	Volatility
corporate stock P	9	23
Market	6	20

C. The correlation between the returns of corporate stock P and the market is 12. Assume the Capital Asset Pricing Model holds.

Calculate the required return for corporate stock P ?

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14660.55

Answer: 31.6

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Question **1**

Not yet answered

Marked out of 1.00

Flag question

Time left 0:14:20

suggests that the market for loans is segmented on the basis of maturity and that the supply of and demand for loans within each segment determine its prevailing interest rate; the slope of the yield curve is determined by the general relationship between the prevailing rates in each market segment. This is called:

- a. Expectations theory
- b. Liquidity preference theory
- c. Expectations theory and Market segmentation theory
- d. Market segmentation theory

Clear my choice

Time left 0:29:41

Question **3**

Answer saved

Marked out of 2.00

Flag question

Assume that the bond value the Ahmed Company is 1000 and has a coupon of 0.3 , matures in 6.5 years, and has current price of 1308. Also, assume the book value is 1200 dollar. What is the Ahmed Company bond's yield to maturity?

Answer: 21.89

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