



Core Unit 4 - Financing and Investing for Retirement Provision

EXAMINATION PAPER

Tuesday 2 April 2019, 2.00pm – 4.00pm

Fill in these particulars:

Centre Name

Candidate Number

Your full name:

There are two parts to the question paper.

Part One Contains 50 multiple choice questions. Each question shows **FOUR** possible answers (lettered 'a', 'b', 'c' and 'd') only **ONE** is correct. Attempt **ALL** questions on the white answer sheet **in pencil**.

Part Two Contains several short answer questions. Attempt **ALL** questions in the green answer booklet **in pen**.

It is suggested equal time is spent on both parts of the question paper.

THIS EXAMINATION PAPER REMAINS THE PROPERTY OF THE PENSIONS MANAGEMENT INSTITUTE AND MUST BE HANDED TO THE INVIGILATOR AT THE END OF THE EXAMINATION.

Part Two: Short Answer Questions

This part of the examination contains a number of short answer questions, worth 50 marks in total. Please answer all of the questions.

Please make sure that you answer these questions in the green answer booklet in pen.

1. Describe what longevity risk is and how longevity swaps might provide some protection against it. (10 marks)

2. Explain what is meant by a lifestyle investment strategy. (10 marks)

3. Explain what self investment is in relation to a pension scheme. (10 marks)

4. Describe the four common methods of equity valuation techniques used for equity analysis. (10 marks)

5. Describe what is meant by delegated management and fiduciary management (10 marks)