

## Module 76.1 Quiz - Questions

### Question 1

Compared with alternative investments, traditional investments tend to:

- A) be less liquid.
- B) have lower fees.
- C) require more specialized knowledge.

### Question 2

An investor who wants to gain exposure to alternative investments but does not have the in-house expertise to perform due diligence on individual deals is *most likely* to engage in:

- A) co-investing.
- B) fund investing.
- C) direct investing.

### Question 3

Management fees for a private capital fund are determined as a percentage of:

- A) invested capital.
- B) committed capital.
- C) assets under management.

### Question 4

For an investor in a private equity fund, the *least* advantageous of the following limited partnership terms is a(n):

- A) clawback provision.
- B) European-style waterfall provision.
- C) American-style waterfall provision.