

CFA Level 2 Updates/Errata

SchweserNotes Book 1

Page 28, LOS 1.m (added December 20th, 2022)

In the answer to the Logistic Regression example, correct the following text to read:

...the odds of an increase in dividend is $e^{-3.445} = 0.0319$

SchweserNotes Book 2

Page 298, Module Quiz 18.3 (added October 20th, 2022)

The correct calculation for the Average P/E of comparables is: $(16 + 19 + 22 + 15) / 4 = 18$

Schweser's Quicksheet

Financial Statement Analysis, Intercorporate Investments (added May 8th, 2023)

Change the second bullet under Accounting for Investments in Financial Assets to read:

- Fair value through OCI at FMV with **unrealized** gains/losses in equity on B/S; dividends, interest, ~~realized gains/losses~~ on I/S.

Portfolio Management: Trading Costs and Electronic Markets (added August 30th, 2023)

Change these formulae as follows:

Effective spread = $2 \times$ (**effective** spread transaction cost)

VWAP transaction cost for sell orders = trade size \times (**VWAP benchmark** - trade VWAP)

VWAP transaction cost for buy orders = trade size \times (**trade VWAP** - VWAP benchmark)