Module M1.1: Comparing Private vs. Public Investments and Markets

Question 1

Relative to an investment in a mature company's common stock, a private investment will *most likely* result in the investor having:

A) less liquidity.
B) standardized terms.
C) established benchmarks.

Question 2

The J-curve effect identified with successful private investments reflects:

A) more committed capital later in the investment life cycle.
B) more distributed capital earlier in the investment life cycle.
C) greater cash outflows early, and greater cash inflows later in an investment’s life cycle.