

4:00 Quiz: 2/29/12

Name _____

Quiz: Use the following information to calculate the beta of WFC (Wells Fargo) and the beta of a portfolio where you invest \$600,000 in WFC and \$400,000 in Microsoft which has a beta of 0.97.

Return on:		
<u>Year</u>	<u>WFC</u>	<u>S&P500</u>
2011	-8%	+2%
2010	+14%	+20%
2009	+54%	+30%
2008	-42%	-40%

Note: You don't have to solve anything. Just set up the appropriate equations and plug in all possible numbers.

Note: Bonus WSJ Questions on back of page