

CACS Paper 2 – Industry & Product Knowledge

Summary of Updates (Sept 2021 – Version 2.3)

The updates made to the CACS Paper 2 (May 2019 – Version 2.2) are summarized as follows:

- *Additions / updates / corrections are indicated in blue italics.
- Deletions are indicated in strikethrough.
- Section and page references relate to the updated study guide.

Chapter / Section	Page No	Update / Amendment
Chapter 5 – Equity Analysis and Strategies		
5.3.6 Stock Return	56	<div style="background-color: #d9ead3; padding: 5px; border: 1px solid black;"> <p>Example - Total Return</p> <p>You bought ABC stock at \$1.20 per share. During the year, the stock paid a dividend of \$0.18 per share. You sold the stock one year later for \$1.26. What is your total return on the stock?</p> <p>Total Stock Return = Capital Gains Yield + Dividend Yield = $[(\\$1.26 - \\$1.20)/\\$1.20] + (\\$0.18/ \\$1.20)$ = 0.05 + 0.15 = 0.20 or 20%</p> </div>

Chapter / Section	Page No	Update / Amendment
------------------------------	--------------------	---------------------------