ASSIGNMENT 2 :- IDFM

1. C) Out of the money
2. C) 0
3. A. A call buyer
4. A. Protective put
5. B. 5.98
6. C. 480
7. D. Buy one share of the stock, buy a 90 call, buy a 110 put, sell two 100 puts
8. D. Long the call and short the stock
9. D. The call option is in-the-money, but the put option is out-of-the-money.
10. C. Butterfly spread
11. B. Strangle
12. D. Loss of Rs. 25,000
13. B. 6
14. C. Diversifying potential
15. C. It is an investment opportunity available to the public and requires hefty investment.
16. A. Construction of infrastructure assets.