

ERRATA for LII 2025 CAIA Curriculum

As of May 13, 2025:

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To illustrate the pooled IRR approach, return to the two funds in exhibit 1 from reading 5.4.3. The pooled cash flows from the two funds are, from 2020 to 2026: -1700, -2300, -600, -2200, -100, 3500 and 8500. The IRR of the pooled cash flow stream is 13.85%, which is slightly closer to the 12.53% IRR of Pe Fund 2 than it is to the 16.53% IRR of Pe Fund 1. Presumably this is because the total of contributions to Pe Fund 2 is 4,000, while the total of contributions to Pe Fund 1 is 3,600. The commitment-weighted IRR is 14.43% and the equally-weighted IRR is 15.53%.

15.53% should be 14.53%