

Level II : 2022 - 2023 Program Changes

Notes and Key	Red	Removed
	Blue	New/Added
	Yellow	Updated

The 2023 Level II curriculum has 49 Learning Modules.  
Summary: 1 reading added, 5 readings removed, 6 readings with revisions

Topic	2022 #	2022 Reading Name	2023 #	2023 Reading Name	Comments
Quantitative Methods	1	Introduction to Linear Regression	LM01	Basics of Multiple Regression and Underlying Assumptions	Multiple regression content has been divided into four learning modules. Intro to Linear Regression has been moved to Level I
	2	Multiple Regression	LM02	Evaluating Regression Model Fit and Interpreting Model Results	
	3	Time-Series Analysis	LM03	Model Misspecification	
	4	Machine Learning	LM04	Extensions of Multiple Regression	
	5	Big Data Projects	LM05	Time-Series Analysis	
			LM06	Machine Learning	
			LM07	Big Data Projects	
Economics	6	Currency Exchange Rates: Understanding Equilibrium Value	LM01	Currency Exchange Rates: Understanding Equilibrium Value	
	7	Economic Growth	LM02	Economic Growth	
	8	Economics of Regulation	LM03	Economics of Regulation	
FSA	9	Intercorporate Investments	LM01	Intercorporate Investments	
	10	Employee Compensation: Post-Employment and Share-Based	LM02	Employee Compensation: Post-Employment and Share-Based	
	11	Multinational Operations	LM03	Multinational Operations	
	12	Analysis of Financial Institutions	LM04	Analysis of Financial Institutions	
	13	Evaluating Quality of Financial Reports	LM05	Evaluating Quality of Financial Reports	
	14	Integration of Financial Statement Analysis Techniques	LM06	Integration of Financial Statement Analysis Techniques	
			LM07	Financial Statement Modeling	Moved from Equity Valuation. Previously "Industry and Company Analysis".
Corporate Issuers	15	Capital Structure			Capital Structure moved to LI
	16	Analysis of Dividends and Share Repurchases	LM01	Analysis of Dividends and Share Repurchases	
	17	Environmental, Social, and Governance (ESG) Considerations in Investment Analysis	LM02	Environmental, Social, and Governance (ESG) Considerations in Investment Analysis	
	18	Mergers and Acquisitions	LM03	Cost of Capital: Advanced Topics	Capital Budgeting moved to LI. Corp Restructuring replaces Mergers & Acquisitions
	19	Capital Budgeting	LM04	Corporate Restructuring	
Equity	20	Equity Valuation: Applications and Processes	LM01	Equity Valuation: Applications and Processes	Return Concepts (with some content moved to LI & some content moved to Cost of Capital: Advanced Topics reading).
	21	Return Concepts			
	22	Industry and Company Analysis			
	23	Discounted Dividend Valuation	LM02	Discounted Dividend Valuation	
	24	Free Cash Flow Valuation	LM03	Free Cash Flow Valuation	
	25	Market-Based Valuation: Price and Enterprise Value Multiples	LM04	Market-Based Valuation: Price and Enterprise Value Multiples	
	26	Residual Income Valuation	LM05	Residual Income Valuation	
27	Private Company Valuation	LM06	Private Company Valuation		
Fixed Income	28	The Term Structure and Interest Rate Dynamics	LM01	The Term Structure and Interest Rate Dynamics	
	29	The Arbitrage-Free Valuation Framework	LM02	The Arbitrage-Free Valuation Framework	
	30	Valuation and Analysis of Bonds with Embedded Options	LM03	Valuation and Analysis of Bonds with Embedded Options	
	31	Credit Analysis Models	LM04	Credit Analysis Models	
	32	Credit Default Swaps	LM05	Credit Default Swaps	
Derivatives	33	Pricing and Valuation of Forward Commitments	LM01	Pricing and Valuation of Forward Commitments	
	34	Valuation of Contingent Claims	LM02	Valuation of Contingent Claims	
Alternative Investments	35	Private Real Estate Investments	LM01	Overview of Types of Real Estate Investment	Three integrated modules covering various topics in Real Estate
			LM02	Investments in Real Estate through Private Vehicles	
			LM03	Investments in Real Estate Through Publicly Traded Securities	
	36	Private Equity Valuation	LM04	Private Equity Investments	
	37	Introduction to Commodities and Commodity Derivatives	LM05	Introduction to Commodities and Commodity Derivatives	
Portfolio Management	38	Exchange Traded Funds: Mechanics and Applications	LM01	Exchange Traded Funds: Mechanics and Applications	
	39	Using Multifactor Models	LM02	Using Multifactor Models	
	40	Measuring and Managing Market Risk	LM03	Measuring and Managing Market Risk	
	41	Backtesting & Simulation	LM04	Backtesting & Simulation	
	42	Economics and Investment Markets	LM05	Economics and Investment Markets	
	43	Analysis of Active Portfolio Management	LM06	Analysis of Active Portfolio Management	
	44	Trading Costs and Electronic Markets	LM07	Trading Costs and Electronic Markets	
Ethics	45	Code of Ethics and Professional Standards	LM01	Code of Ethics and Standards of Professional Conduct	
	46	Guidance for Standards I-VII	LM02	Guidance for Standards I-VII	
	47	Application of the Code and Standards	LM03	Application of the Code and Standards: Level II	