**Chapter 6: Socially Responsible Investment**

**Multiple Choice Questions**

1. \_\_\_\_\_\_\_ denotes the fund manager excluding firms that partake in activities that are not socially acceptable.
   1. Positive Screening
   2. Negative Screening
   3. Open-end Funds
   4. Bonds Funds
2. \_\_\_\_\_\_\_ is known as ethical investment, green investment, or sustainable investing, which seeks achieving financial profitability where social, environmental, and ethical patterns are considered.
   1. MCDM
   2. ESG
   3. SRI
   4. Stock Market Investment
3. \_\_\_\_\_ focuses on positive actions of firms to improve on their social practices relative to their peers.
   1. Best in class approach
   2. Government controlled funds
   3. Positive screening
   4. Performance based approach
4. \_\_\_\_\_ is a popular method used by most charities seeking to further their investment aims and encourage responsible business practices.
   1. Positive Screening
   2. Negative Screening
   3. Open-end Funds
   4. Bonds Funds
5. Provision of social goods, or soft loans for education, personal development, and SMEs are examples of \_\_\_\_\_
   1. Municipal Investment
   2. Stockholder Activism
   3. Municipal Support
   4. Mutual Funds
6. **\_\_\_\_\_** are normally created through a typical IPO (Initial Public Offer) and has its shares offered once on the stock exchange.
   1. Positive Screening
   2. Negative Screening
   3. Bonds funds
   4. Close-end funds
7. Within the responsibly engagement approach, organisations use dialogue, voting and responsible \_\_\_\_\_to encourage positive change and to help reduce the risk level associated with non-SRI.
   1. Community Investment
   2. Shareholder Activism
   3. Municipal Investing
   4. Mutual Funds
8. The **\_\_\_\_\_\_** evaluates the how the firm relates to the community, where community therein refers to employees, competitors, suppliers, and partners.
   1. Societal Criteria
   2. Governance Criteria
   3. Green Criteria
   4. Environmental Criteria
9. **\_\_\_\_\_\_** can be defined as a group of research methods that focuses on making choices in the presence of many conditions, goals or objectives.
   1. Multiple Criteria Decision Making (MCDM)
   2. Socially Responsible Investment (SRI)
   3. Green Investing
   4. ESG Approach
10. **\_\_\_\_\_\_** focuses on investing in fixed income, their strategy may focus on corporations, government or municipals.
    1. Bond Funds
    2. Stock Funds
    3. Close-ended Funds
    4. Hybrid Funds