

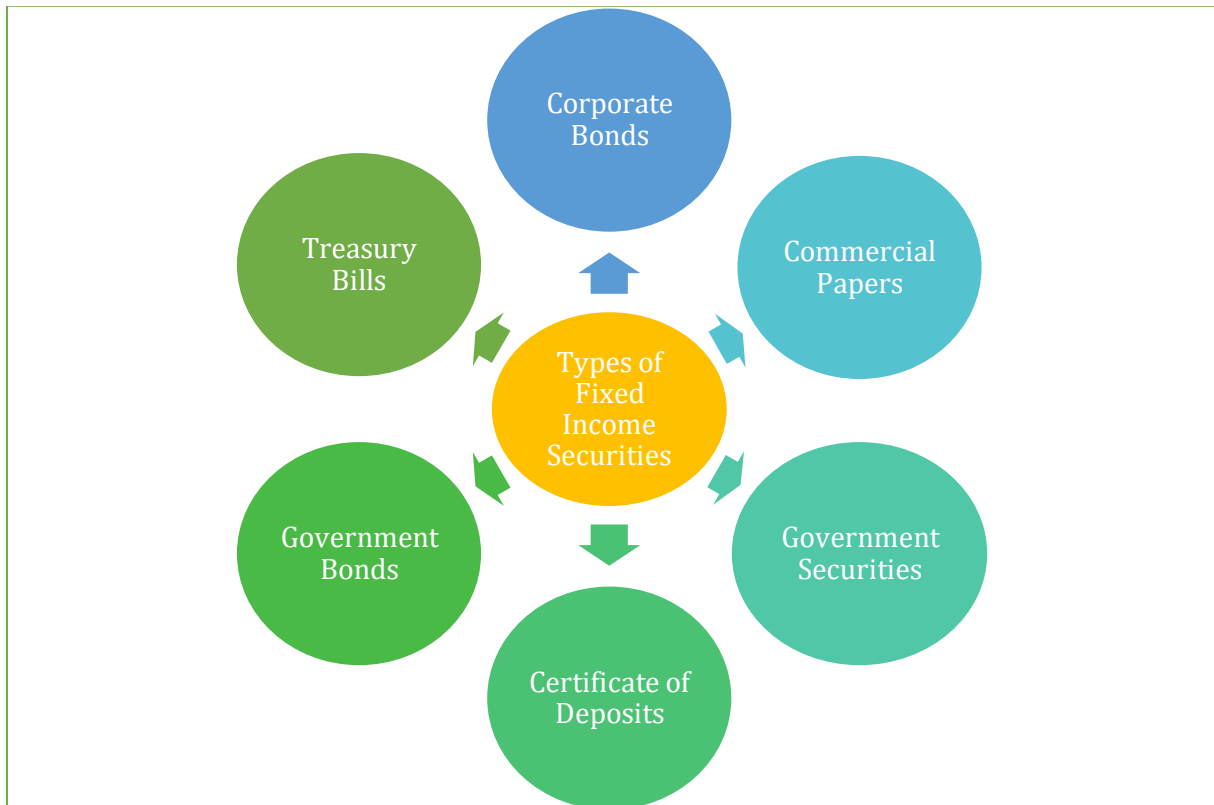
FIXED INCOME SECURITIES - BASICS

What are Fixed Income Securities?

Debt instruments that pay Fixed amount of Interest to investors at periodic intervals and eventual repayment of Principal at maturity.



CA Khushbu Shah



Equity

- **High Risk** as compared to **Fixed Income**
- **No Fixed** Source of **Income**
- **Higher Price Volatility** as compared to Fixed Income Securities
- Commonly referred to as **stock markets & Private Equity Industry**



Fixed Income

- **Less Risky** due to regular payments & recurring cash inflows
- **Fixed and Regular** Source of **Income** by way of Interest
- **Lower Price Volatility** as compared to other Asset Class
- Commonly referred to as the **debt market**