DARDEN CAPITAL MANAGEMENT: THE CAVALIER FUND

INTRODUCTION

The <u>Darden Capital Management: The Cavalier Fund</u> case is trying to explain the investment fund managed by students in the University of Virginia's Darden School of Business. To be more precise, this case provides an opportunity to examine key issues and decisions that student managers have to solve working in teams and managing a portfolio that has to be profitable and serve as the main source of practical knowledge regarding portfolio management, asset allocation and more.

KEY CHALLENGES

One of the main difficulties in the case is a choice of efficient resource distribution between various types of assets given risk/return criteria. Students are required to assess the internal and external environment, in an attempt to identify which investments best fit within the objectives of the fund.

FUNDS INVESTMENT PLANNING

In the case, the fund managers needs to come up with an investment strategy that would be appropriate for the Cavalier Fund. This involved analysis of prospective investments which include equity securities, fixed income securities, and other securities. They have also to factor into our strategies and decisions macroeconomic variables inclusive of inflation, interest rates and global market factors. It is vital to point out that understanding these variables forms the basis of building a viable Portfolio that will deliver expected and consistent returns.

CONCLUSION

The Darden Capital Management: This case of Cavalier Fund offers very interesting lessons with practices of handling funds investment. This is an important reminder of the product of working with the financial analysis process mixed with good strategizing and planning to ensure the best performance in investment.

RECOMMENDATION

This is just a sample partial case solution. Please place the order on the website to order your own originally done case solution.