CFA INSTITUTE

ETHICS IN PRACTICE:
Going to Dinner and Karaoke after Investor Presentation Is OK, Right?

CASE STUDY
David, an analyst for an asset management firm, attends a presentation for securities analysts at the headquarters of a manufacturing company. The analysts are very impressed with the presentation and ask the CEO many questions. After the meeting, the Head of Investor Relations invites all analysts to a clubhouse for dinner and karaoke. Most of other analysts accept the invitation. Of the choices below, what do you believe David should do?

A. Accept the invitation.
B. Accept the dinner but not karaoke.
C. Accept the invitation but disclose the invitation to his supervisor.
D. Reject the invitation.