Assignment-10

1. Illustrate the term diversification with examples without using any formula.

2. Illustrate, what is meant by standard deviation – using a simple example?

Assume we are looking at two players of cricket.

Assume the following scores made by Player 1 and Player 2. What is the average in both the cases. What is the deviation from the average in either case?

Player 1: 50, 50, 50, 50

Player 2: 0, 100, 0, 100

Average of Player 1: 50

Average of Player 2: 50

Variation in Player 1:0