

Clarification - RankForge 2027 Test 29

There are no changes in the paper. Clarification is provided for Q.49 and Q.52

Q.49) A doubt has been raised whether the statement "As the market interest rate increases, generally the yield on corporate bonds also increases" also stands true for already existing corporate bonds.

Exp) The statement will be true even in case of already existing corporate bonds.

An existing bond pays a fixed amount of interest. When general market interest rates increase, **newly issued bonds enter the market offering higher, more attractive returns**. Consequently, **existing bonds with older, lower interest rates lose their appeal**. To successfully sell these older bonds, investors must drop their asking price. This triggers a fundamental economic rule: **bond prices and bond yields move in opposite directions**. As the market price of the existing bond falls, its effective return—the yield—automatically rises. This mathematical adjustment continues until the yield of the older bond increases enough to match the new, higher interest rates currently prevailing in the market.

Q.52) A doubt has been raised whether the conclusion "Some Keys are not Heavy" can be definitely followed from the given statements.

Exp) In everyday conversations, saying "some keys are heavy" implies the rest are not. However, in syllogism puzzles, the word "some" has a strict meaning - "at least one, and possibly all." Therefore, the **statement "Some keys are heavy" only guarantees that one or more keys are heavy**. It leaves open the **possibility that every single key is heavy**. Because it is logically possible that all keys are heavy, **it cannot be claimed with 100% certainty that "some keys are not heavy."** In the context of the given question (where it is asked which conclusions **definitely** follow from the given statements), a conclusion is only correct if it is always true, without any exceptions.