Seat No.: _____ Enrolment No._____

GUJARAT TECHNOLOGICAL UNIVERSITY

MBA - SEMESTER–IV • EXAMINATION–SUMMER • 2015

Subject Code: 2840601 **Date: 15-05-2015**

Subject Name: Investment Banking (IB)

Time: 10.30 am - 13.30 pm **Total Marks: 70**

Instructions:

1. **Attempt all questions.**
2. **Make suitable assumptions wherever necessary.**
3. **Figures to the right indicate full marks.**

Q.1	**(a)**	Explain in detail the fund and non fund based business portfolio of Investment Banks.	**07**
	(b)	Write in detail, the different equity instrument available for domestic as well as international funding.	**07**
Q.2	**(a)**	In what ways the company can go for a split up through an equity route. Support it with different examples.	**07**
	(b)	Discuss the cash flow based valuation models in detail.	**07**
		OR	
	(b)	The company has paid a dividend of Rs 4 per share last year. The dividend is expected to grow at 20% for first six years and thereafter at 10% perpetually. The required rate of return by the investors in 25%. Find out the value of share today.	**07**
Q.3	**(a)**	Discuss the role of primary market intermediaries and support service providers.	**07**
	(b)	Which are the general statutory provisions for issuance of securities in the primary market?	**07**
		OR	
Q.3	**(a)**	Define private placements. Discuss the regulatory framework in India governing private placement.	**07**
	(b)	Write a detailed note on listing requirements, companies need to follow under BSE and NSE	**07**
Q.4	**(a)**	What is Underwriting? Explain the concept of underwriting as a core function of Investment Banks.	**07**
	(b)	Discuss the various methods through which a company can buyback its own securities from the market.	**07**
		OR	
Q.4	**(a)**	Discuss the role and perspective of an investment bankers in a share buyback	**07**
	(b)	Explain in detail the two different type of De-listing with its process.	**07**
Q.5	**(a)**	Explain the issue of conflict of interest in Investment Banking with an example	**07**
	(b)	Write your view about the dark side of Investment banking with reference to the US investment bank crisis 2008.	**07**
		OR	
Q.5	**(a)**	What is FCCB? Discuss various advantages and disadvantages of FCCB from Issuers and Investors perspective.	**07**
	(b)	What is the Investment banking perspective in the transactions of Mergers & Acquisitions?	**07**

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