

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 is 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**
