Seat No.:	Enrolment No

GUJARAT TECHNOLOGICAL UNIVERSITY

MBA - SEMESTER (4) - EXAMINATION - WINTER 2016

Subjec	et Code: 2840601	Date:26/10/ 201	6
_	et Name: Investment Banking (I 02:30pm to 05:30 pm	B) Total Marks: 70	0
Instructi 1 2			
Q – 1 (A)	Banking Activity".	wing is considered "Core Investment	6
	(a) Commodity Derivatives(c) Corporate Restructuring	(b) Microfinance credit(d) Fixed Income trading	
	attracted to the investor level and called a	are, if the taxation of income and gains is not at the fund level, such mechanism is	
	(a) Transparent structure	(b) Go through structure	
	(c) Tax neutral structure	(d) Pass through structure	
	3. Which of the following instruments(a) Convertible preference share(c) NCD with warrants	s has an impact on EPS of the company? (b) Zero coupon bond (d) FRN with coupon strip	
	4. In a public issue process, the due d(a) lead manager responsible for pr(b) lead manager responsible for po(c) the underwriters	e-issue process	
	through depository receipts in over	shares surrendered in India are offered rseas markets by way of a (b) private placement of listed ADRs DRs (d) Public offer	
	- ·	perations in a loss making manufacturing of that division to another profit – making (b) internal restructuring (d) Asset sale	
Q – 1 (B)	Explain the following terms. 1. FCCB 2. Leverage buyout		4

3. Depositories

4. Price – Earning Ratio

Q – 1 (C)	What do you mean by primary market? Which are the major categories of investors in primary market?	4
Q-2(A)	Explain in brief the meaning, features and advantages of credit rating.	7
Q-2 (B)	Write a note on term loan as an important source of long term finance.	7
Q – 2 (B)	OR Explain the concept of bond, types and its valuation with example.	7
Q-3(A)	Elaborate book building method of issuing securities in the market. How it differs from fixed price issue.	7
Q - 3 (B)	Write an explanatory note on BIFR.	7
	OR	
Q-3(A)	Intermediaries play a critical role in IPO management. Explain the statement.	7
Q - 3 (B)	Discuss the concept of underwriting with its types.	7
Q – 4 (A)	What do you mean by de-listing of securities? What are the reasons and types of de-listing?	7
Q – 4 (B)	Venture capital emerged as a very useful tool for raising finance. Explain the statement with its features and benefits.	7
	OR	
Q – 4 (A)	Explain Private Placement and Preferential Allotment as methods of issuing securities.	7
Q – 4 (B)	What are the various types of debentures available in the securities market?	7
Q – 5	Santa Ltd. is a leading player in textile and garment industry. It wants to expand its market share by taking over comparatively smaller firms. Santa Ltd. targets to acquire Banta Ltd. which is in the similar line of business. But Santa Ltd. is unable to find the value at which it should acquire Banta Ltd. As an investment banker, you are required to help Santa Ltd. by explaining various business valuation models available.	14
	OR	
Q – 5	Gabbar Corp. Ltd. is a large business conglomerate operates in diverse business verticals for last 5 decades. The company thinks that the current business structure, model and practices are not suitable for the present business environment. It wants to restructure its business. You are called upon by the top management of the company to advice on the matter. Please explain the company about the different corporate restructuring techniques.	14
