



**N.B. : ALL QUESTIONS ARE COMPULSORY
FIGURES TO THE RIGHT INDICATE FULL
USE OF CALCULATOR IS ALLOWED**

q1a. Fill in the blanks with the correct alternative (any 8)

8

- 1) An ----- is a financial institution that help to other companies in raising financial capital in the capital market.
a) Investment Firms b) Investment Bank c) Commercial Bank d) None of the above
- 2) An investment banking provides -----services.
a) Advisory b) political c) valuation d) all the above
- 3) Growth assets are designed to grow-----
a) Investment b) follow on public offer c) both of the above d) none of the above.
- 4) Alternative investment are generally invested in the -----
a) Debenture b) equity asset classes c) Shares d) None of the above
- 5) Securities and Exchange Board of India was nationalised in-----
a) 1992 b) 1988 c) 1997 d) 2010
- 6) ----- is a method of marketing securities
a) Offer for sale b) Private Placement c) Bonus issue d) all of the above
- 7) ----- is the process of evaluating a business situation from all aspects before making a decision.
a) Due diligence b) IPO c) Book building d) Stock option
- 8) Systematic risk is also known as ----- risk.
a) Market b) General risk c) both of the above d) none of the above.
- 9) Follow on public offer is also called as a-----
a) Primary offering b) negative offering c) Secondary Offering d) None of the above
- 10) ----- is a necessary steps for industry analysis:
a) Review report b) Approach the correct industry c) recent development d) all of the above

q1b. State whether the following statements are true or false (any7)

7

1. In the early days of investment banking technical skill was not much important.
2. Investment bank also acts as financial consultants.
3. A security that does not represent ownership in a company is a growth asset.
4. There are two main types of follow-on public offers.
5. Investment banks do not help for raising capital in the capital market through Issuing securities.
6. Business due diligence make analysis of business plan.
7. The public issues made by a company for the first time is called follow on public offering.
8. The National Venture Capital Association (NVCA) is an organization composed of hundreds of venture capital firms that offer funding to innovative and entrepreneurial ventures.
9. ACBA facility can be applied in any public issues by using bank account.
10. Industry analysis is used for analysing the past trends and future outlook of the industry.

TURN OVER



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2

Q2. ANSWER THE FOLLOWING QUESTIONS.

- A. What is an investment? Explain the importance of investment (8)
B. Distinguish between investment and speculation (7)

OR

- A. What is an asset class explain the various types of assets classes. (8)
B. Discuss the steps of the portfolio management process (7)

Q3. ANSWER THE FOLLOWING QUESTIONS

- A. What is a financial intermediary? State the functions of a financial intermediary. (8)
B. What is venture capital explain its importance? (7)

OR

- A. Explain the advantages and disadvantages of private placement method (8)
B. Explain the process of due diligence in detail (7)

Q4. ANSWER THE FOLLOWING QUESTIONS.

- A. Explain the terms risk averse investor, risk tolerant investor, risk seeking investor and risk return tradeoff. (8)
B. Explain various types of investment risk. (7)

OR

- A. Explain the the procedure of ASBA (application supported by blocked amount) (8)
B. Elaborate the term IPO (initial public offering) in detail? (7)

Q5. ANSWER THE FOLLOWING QUESTIONS

- A. Explain industry analysis in brief. (8)
B. What is the role of IPO in Value unlocking? (7)

OR

Q5. WRITE SHORT NOTES ON (ANY 3) (15)

1. Asset allocation strategies
2. Distinguish between investment and gambling
3. Role of an investment banker
4. Follow on public offer
5. Merchant banker