

School of Finance and Commerce

Commerce
ETE - May 2023

Time : 3 Hours

Marks : 50

Sem IV - MBAF6029 - Investment Banking

Your answer should be specific to the question asked

Draw neat labeled diagrams wherever necessary

1. Define high yield bond. K2 CO1 (2)
2. Differentiate between Investment Bank and private equity. K2 CO2 (2)
3. Explain the concept of divestiture. K3 CO3 (2)
4. Explain various types of debt instruments K3 CO4 (2)
5. Explain the different types of underwriters K4 CO5 (2)
6. "As companies grow, they may become involved in too many business lines, so divestiture is the way to stay focused and remain profitable." Explain the statement K3 CO1 (5)
7. "Leveraged recapitalizations were especially popular in the late 1980s when the vast majority of them were used as a takeover defense in mature industries." explain leverage recapitalization and role of investment banker in leverage finance. K3 CO2 (5)
8. Highlight the pros and cons of working in a private equity firm for investment banker. K5 CO6 (6)
9. Explain investment banking advisory services. K4 CO3 (8)
10. 'These Investment banks have very few employees, a few dozen but best employees'. Name which type of investment bank this is. Explain the meaning of full service investment banker. K4 CO4 (8)
11. 'The Investment banking industry has seen many risky practices to evolve periodically. This is why the investment banking industry has often been under the scrutiny of the different types of regulators.' List out these regulations. K5 CO5 (8)