


Name: Enrolment No:	
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UPES
End Semester Examination, December 2024

Course: Private equity & Venture Capital **Semester: VII**
Program: INT BBA-MBA (FIN) **Time: 03 hrs.**
Course Code: FINC8019 **Max. Marks: 100**

Instructions:

SECTION A
10Qx2M=20Marks

S. No.		Marks	CO
Q 1	Alternative Investment Funds are regulated by (A) RBI (B) SEBI (C) Ministry Of Finance (D) IRDAI	2	CO1
Q 2	It is a subset of Private equity? (A) Private Equity (B) Venture Capital (C) International Private Equity (D) Mezzanine Debt financing	2	CO1
Q 3	It represent the movement of money in & out of Business? (A) Exit Market (B) Cash flow (C) Deal flow (D) None of the above	2	CO1
Q 4	This is the rate at which investment opportunities are presented to a firm or investor: (A) Exit market (B) Deal flow (C) Cash flow (D) Leverage	2	CO1
Q 5	Which of the following formats of binding the investee company does PE prefer? (A) Provision of shareholders agreement (B) Provision in memorandum and articles of association of investee company (C) Provision of subscription agreement	2	CO1

	(D) Oral promise of promoter		
Q 6	What is the most preferred exit option among PE firms? (A) Trade Sale (B) IPO (C) Liquidation (D) Strategic Sale	2	CO1
Q 7	Bank debts are described as (A) Junior Debts (B) Senior Secured Debts (C) Junior Unsecured Debts (D) Junior Secured Debts	2	CO1
Q 8	Private Equity Investments are made in (A) Unlisted Equity Shares (B) Listed Equity Shares (C) Only debt (D) Preference Share	2	CO1
Q 9	Analysis of industry trends is a part of (A) Financial due diligence (B) Legal due diligence (C) Commercial due diligence (D) Initial due diligence	2	CO1
Q 10	Which type of approach of valuation is denoted by Discounted Cash Flow Technique (DCF) (A) Income Approach (B) Market Approach (C) Replacement Cost Approach (D) Multiples Approach	2	CO1
SECTION B 4Qx5M= 20 Marks			
Q 11	Define private equity and venture capital. How do they differ in terms of investment stage and strategy?	5	CO2
Q 12	What are the primary stages of venture capital funding, and what is the focus of each stage?	5	CO2
Q 13	What is meant by the term "exit strategy" in private equity and venture capital? Describe three common exit strategies. OR	5	CO2

Q 14	What is "mezzanine financing," and how does it fit within private equity capital structures?	5	CO2
SECTION-C 3Qx10M=30 Marks			
Q 15	Explain the Key Stages of the Private Equity Investment Process, and Discuss the Role of Due Diligence at Each Stage.	10	CO3
Q 16	Compare and Contrast Venture Capital and Private Equity in Terms of Investment Strategy, Target Companies, and Exit Options.	10	CO3
Q 17	Analyze the Impact of Leverage on Private Equity Buyouts and Discuss the Risks and Rewards Associated with Leveraged Buyouts (LBOs).	10	CO3
SECTION-D 2Qx15M= 30 Marks			
	Attempt any two.		
Q 18	Describe the stages of venture capital funding (from Seed to Series C and beyond) and explain the objectives, risks, and expectations associated with each stage.	15	CO4
Q 19	Evaluate the importance of due diligence in private equity investments. Describe the key components of due diligence and explain how each component contributes to a successful investment decision.	15	CO4
Q 20	Explain the concept of "dry powder" in private equity and its impact on market competition.	15	CO4