


Name:	 UNIVERSITY OF TOMORROW
Enrolment No:	

UPES	
End Semester Examination, May 2023	
Course: INVESTMENT BANKING	Semester: IV
Program: BBA(FIN)	Time : 03 hrs.
Course Code: FINC2074	Max. Marks: 100
Instructions: OPEN BOOK EXAM	

SECTION A
10Qx2M=20Marks

S. No.		Marks	CO
Q 1	Fill in blanks: <ol style="list-style-type: none"> 1. Investment banks assist companies with financial services such as mergers and acquisitions, underwriting securities offerings, and providing advice on _____ management. 2. In an IPO, the underwriter purchases shares from the company and sells them to _____. 3. Asset securitization involves creating securities that are backed by a pool of _____. 4. Mergers and acquisitions involve the combination of two or more companies into a _____ entity. 5. The process of merging two or more companies is often complex and requires careful _____ planning. True/False with reasons: <ol style="list-style-type: none"> 1. Investment banks primarily serve individual customers. 2. IPOs are the first time a company offers its shares to the public for investment. 3. Asset securitization eliminates all risks associated with the underlying assets. 4. Mergers and acquisitions always result in a single, larger entity. 5. Investment banks are not subject to government regulations. 	10Qx2M=20	CO1

SECTION B
4Qx5M= 20 Marks

Q 2	You work for a startup that is considering an IPO. What factors should you consider when choosing an underwriter for the offering?	5	CO2
Q 3	How do investment banks provide financial advice to companies?	5	CO2
Q 4	In your opinion, what are the most important factors that investment banks should consider when underwriting a securities offering for a company?	5	CO3

Q 5	You are a financial analyst evaluating the financial statements of a company. What factors should you consider when determining the company's financial health?	5	CO2
SECTION-C 3Qx10M=30 Marks			
Q 6	What are some of the key factors that can contribute to bank collapses, and how can consumers protect their finances in the event of a bank failure?	10	CO3
Q 7	In your opinion, what lessons have we learned from past financial crises in global history, and how can these lessons be applied to prevent future crises?	10	CO3
Q 8	SVB crisis highlighted the importance of diversifying funding sources and properly managing risk in the financial sector. Based on the statement, critically analyze the potential consequences of the crisis.	10	CO3
SECTION-D 2QX15M=30 Marks			
Q 9	What were the key economic, political, and social factors that contributed to the onset and spread of the 1929 Great Depression, and how did it impact the global economy? Please provide a comprehensive analysis of the crisis, including its causes, consequences, and the measures taken to address it.	3QX5M=15	CO4
Q 10	<p>Suppose a finance company wants to securitize a portfolio of its personal loans in order to raise funds from the capital markets. As an expert in the asset securitization process, you have been asked to guide the company through the process.</p> <ol style="list-style-type: none"> What specific steps would you recommend the company take to prepare the loans for securitization, such as conducting due diligence on the loans, structuring the securitization vehicle, and selecting appropriate credit enhancements? What are some key risks associated with the securitization process, such as the risk of default or the risk of a decline in the value of the securities, and how would you advise the company to mitigate these risks? What strategies would you recommend to market and distribute the securities to potential investors, and how would you advise the company to manage its ongoing obligations as the issuer of the securities? 	3QX5M=15	CO4