

Conclusion of The Course

In conclusion, investment banking is a dynamic and multifaceted Industry pivotal to the global Financial bands landscape. It encompasses various functions and demanding Skills like financial modelling and data analysis. The sector offers diverse Career paths, from analysts to managing directors.

“Ye shall know the truth, and the set truth shall make you”

Syllabus

UNIT-I Introduction about investment banking

UNIT-II Merchant banking Service

UNIT- III Credit Ratings

UNIT -IV Risk management and regulations

UNIT - V Financial market

ANDHRA CHRISTIAN COLLEGE, GUNTUR

Department of Commerce 29/8/2019

Investment Banking

Exam Paper - 1

Section - A

M. Sivani
AP, Bawani
B.Com III B.Com

202022050

39
50

banking
ce, ad
A.C. College, GUNTUR
1) Capital Market

1) Capital Market

1A) Capital markets are those where savings and investments are channeled between suppliers and those in need. Suppliers are people or institutions with capital to lend or invest. They typically include banks and investors. (5x2=10 marks)

2) Types of Capital Market

A) Capital market is a place where buyers and sellers indulge in trade (buying/selling) of financial securities like bonds, stocks, etc. The trading is undertaken by participants such as individuals and institutions.

Types of Capital Market

Capital market consists of two types i.e. Primary and Secondary.

1) Primary Market

Primary market is the market for new shares or securities. A primary market is one in which a company issues new securities in exchange for cash from an investor (buyer).

2) Secondary Market

Secondary market deals with the exchange of prevailing securities.

investors. once new securities have been sold in the primary market an efficient manner must exist for their resale.

3) Environment of capital market

A) Capital markets are venues where savings and investments are channelled between the suppliers who have (Cap) capital and those who are in need of capital.

4) Mutual funds

A) A mutual funds is an investment fund that pools money from many investors to purchase securities. The term is typically used in the United States, Canada, and India, while similar structures across the globe include with variable capital), and the open-ended investment company (OEIC) in the UK.

5) Corporate finance

A) corporate finance is the area of finance that deals with the sources of funding and the capital structure of businesses, the actions that managers take to increase the value of the firm to the shareholders, and the tools and analysis used to allocate financial resources.

Section - B

B) Initial public offering

A) Initial public offering (IPO) is the

offering

offering (IPO) is the

(5x6=30 Marks)

Private companies sell their shares to the public intending to raise equity capital from public investors. An Initial Public Offering (IPO) is a significant milestone in a company's journey from being privately owned to becoming a publicly traded entity.

1) Explain about micro Economics

A Microeconomics is the social science that studies the implications of incentives and decisions and how they affect the utilization and distribution of resources on an individual level.

2) Facts of corporate finance

A Corporate finance is the area of finance that deals with the sources of funding, and the capital structure of businesses, the actions that managers take to increase the value of the firm to the shareholders, and the tools and analysis used to allocate financial resources.

3) Comparative financial statement

A comparative financial statements are statements of financial position of a business at different periods. These statements help in determining the profitability of the business by comparing financial data from two or more accounting periods.

10) Equity Research

A) Equity research professionals are responsible for producing analyses, recommendations, and reports on investment opportunities that investment banks, institutions, or their clients may be interested in.

11) Resume Building

A) Whether you're looking for something creative and fun or elegant and powerful, we've got resume templates that can help you win the job. Once you've found your favorite design, use our super simple resume builder to make a standout application quickly and easily.

Section - C

12) Explain about venture capital.

(20x1=10marks)

A) Venture capital is a pivotal form of financing aimed at fostering the growth of startups and small businesses with significant growth prospects.

13) Explain about risk management

A) Risk management is too often treated as a compliance issue that can be solved by drawing up lots of rules and making sure that all employees.