**DIRECTORATE OF DISTANCE EDUCATION**
**NALSAR UNIVERSITY OF LAW, HYDERABAD**

***Post-Graduate Diploma in Financial Services and Legislations***

**Academic Year: 2020-2021**

**Second Semester –Take Home Examination (June, 2021)**

# Paper III - 1.2.6. Merchant Banking & Investment Banking

**TOTAL MARKS: 50**

**INSTRUCTIONS TO CANDIDATES**

- **a)** **Read the instructions for Take Home Examination carefully and adhere to the same.**
- **b)** ***Please mention your name, ID No., subject name and total number of pages on the Answer Sheet.***
- **c)** ***Clearly indicate the question numbers while answering them.***
- **d)** ***Since this is a take home exam, we expect your answers to be analytical rather than straight answers.***
- ***e) You may use graphs and charts. But they shall be clearly cited.***
- ***f) You must cite the source of your information. (Annual report, web source etc.)***
- ***g) Answer all the questions given below the case.***
- ***h) Copying from any source including from other students is strictly prohibited. Plagiarism is considered as a serious academic misconduct and the University will take action as it deems fit.***
- ***i) Answer both the questions in detail. Each answer should be of minimum three pages. Tables, Images and other infographics can be used but will not be included in the minimum word/page count.***
- ***j) Each page should have 1 inch margin on all sides. Times new roman Font with Font size 12 and single line spacing should be used throughout.***
- ***k) Mere filling of pages will not attract marks. Marks will be awarded based on the strength of content and the underlying analysis done.***
- ***l) You may use graphs and charts. But they shall be clearly cited.***
- ***m) Answer two questions and each question carries 25 marks.***

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1. Choose any real existing company which is listed, from any industry of your choice. Name the company and the industry it belongs to. If you have been entrusted with the responsibility of raising funds to the tune of INR 1000 crores for this company, which of the following options you are going to choose? Analyze each of the following options in detail with respect to this company’s perspective by highlighting the underlying advantages and disadvantages and then recommend the best possible option of raising funds to the board of directors of the company you have chosen.
    - Depository Receipt
    - Foreign Currency Convertible Bond
    - IPO
    - Private Placement
    - Alternative Investment Fund

Choice of company may overlap but the analysis should be unique

2. What is the role of Project financing market on Debt securitization market? Explain in detail the trends, challenges and opportunities in debt securitization market on account of Project financing market by taking any 5 years data over the past decade into consideration. Your analysis should include a detail mention of atleast one product each under Asset backed & Mortgage backed securities and Collateralized Debt Obligations (CDO) & Credit Default Swaps (CDS)

   If Indian market data is not available, you can take US market data and present your analysis.