

Roll No.

Time allowed : 3 hours

Maximum marks : 100

Total number of questions : 6

Total number of printed pages : 5

NOTE : Answer **ALL** Questions.**PART–A**

1. (a) Define and discuss the conditions for Preferential Issue. When an issuer becomes ineligible to make a such issue ?
(5 marks)
- (b) State the guidelines issued by RBI (Reserve Bank of India) for large borrowers under the cash credit facility.
(5 marks)
- (c) Balance Sheet of X company as at 31st March, 2018 and its statement of changes in financial position for the year ending on 31st March, 2019 are presented below :

Balance Sheet as at 31st March, 2018

Liability	₹	Assets	₹
Common Stock	6,000	Land	9,800
Reserves	6,560	Equipment	12,200
Preferential Stock	2,500	Accumulated Depreciation	(2,000)
Long term Bonds	7,000	Inventory	2,370
Amount Payable	2,140	Amount Receivable	1,300
		Cash	530
	24,200		24,200

: 2 :

Statement of changes in Financial Position for the year ended on 31st March, 2019 :

Sources	₹	Uses	₹
Net Income	1,200	Paid Cash Dividend	360
Depreciation	600	Repaid Preferential Stock	2,500
Loss on sale of land	(80)	Retired Bond Payable	1,400
Issued Stock	4,000	Purchased Equipment	3,000
Sold land	1,880	Increase in Working Capital	340
	<u>7,600</u>		<u>7,600</u>

Calculate the working capital as on 31st March, 2019.

(5 marks)

Attempt all parts of either Q. No. 2 or Q. No. 2A

2. (a) Explain guidelines issued by SEBI on participation by the strategic investors in InvITs and REITs vide its circular dated 18th January, 2018.
- (b) Explain the provisions relating to maintenance of records by an investment manager pertaining to the activity of the InvIT.
- (c) Define briefly the following in context of Indian equity private funding :
- (1) Alternative Investment Fund
 - (2) Infrastructure Fund
 - (3) Social Venture Fund
 - (4) Sponsor
 - (5) Venture Capital Fund.

(5 marks each)

: 3 :

OR (Alternate question to Q. No. 2)

- 2A. (i) Explain the conditions to become an Angel investor under SEBI (Venture Capital Fund) Regulations, 1996.
- (ii) On 30th May, 2017 SEBI came out with a circular stating the disclosure requirements for issuance and listing of Green Debt Securities in India. Explain the Disclosure Document and other requirements in this context.
- (iii) Differentiate between Hire Purchase and Hypothecation.

(5 marks each)

3. (a) State the conditions pertaining to conversion of External Commercial Borrowings (ECBs) into Equity.
- (b) From the following particulars, calculate the effective interest cost per annum to ABC Ltd., which is planning a CP (Commercial Paper) issue :
- | | |
|---------------------|------------|
| Issue price of a CP | ₹ 97,350 |
| Face Value | ₹ 1,00,000 |
| Maturity period | 3 Months |
- (c) Advantages and disadvantages of taking loans against shares by promoters in a listed company.

(5 marks each)

4. (a) What do you mean by Foreign Currency Exchangeable Bonds (FCEB) ? Explain the pricing norms for issuing of FCEB under the Foreign Currency Exchangeable Bonds Scheme, 2008.
- (b) Explain Continuous Listing in context of corporate debts.
- (c) Explain briefly the documents handled under Letter of Credit.
- (d) Write a note on Rupee Deemed Export Credit.
- (e) “In a growing company, ESOPs are being used to retain talent.” Discuss.
- (3 marks each)*

PART-B

5. (a) Explain the grievance redressal mechanism under Regulation 13 of SEBI (LODR) Regulations, 2015 for listed entities.
- (b) Explain ‘Designated Securities’ as per the SEBI Listing Regulation 2015.
- (c) Discuss the role of US Securities and Exchange Commission in regulating Securities Market.
- (d) ABC Ltd. is considering a right issue by issuing one share against two shares to raise funds to finance a new project requiring ₹ 4.5 Crore. The floatation cost will be 10% of funds raised. The company currently has 18 Lakh shares outstanding and the current price of its share is ₹ 100. The subscription price has been fixed at ₹ 50 per share.
- Calculate the value of a right.

(5 marks each)

: 5 :

Attempt all parts of either Q. No. 6 or Q. No. 6A

6. (a) State the principles governing Corporate Governance in protecting the interest of Minority Shareholders.
- (b) Discuss the benefits of listing on International Stock Exchange.
- (c) List out the event based compliance calendar under Regulation 29 as per SEBI Listing Regulations, 2015.
- (d) State the principles Governing Disclosures under the Listing Obligations and Disclosure Requirements, 2015.

(5 marks each)

OR (Alternate question to Q. No. 6)

- 6A. Explain the following :
- (i) Advertisement in Newspapers by a listed company in terms of Regulation 47 under SEBI (LODR) Regulations, 2015.
- (ii) Continual disclosures under Regulation 7(2) of (Prohibition of Insider Trading) Regulations 2015.
- (iii) Statutory disclosures on a company website in terms of Listing Regulations.
- (iv) Regulation 43A regarding Dividend Distribution Policy.

(5 marks each)

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