

**VPM's**  
**DR VN BRIMS, Thane**  
**Programme: MMS (2017-19)**  
**Fourth Semester Examination April 2019**

|                                   |   |                 |                   |
|-----------------------------------|---|-----------------|-------------------|
| <b>Subject</b>                    | <b>Venture Capital and Private Equity (Finance)</b> |                 |                   |
| <b>Roll No.</b>                   |   | <b>Marks</b>    | <b>60 Marks</b>   |
| <b>Total No. of Questions</b>     | <b>7</b>  | <b>Duration</b> | <b>3 Hours</b>    |
| <b>Total No. of printed pages</b> | <b>1</b>  | <b>Date</b>     | <b>22.04.2019</b> |

**Note: Q1 is compulsory and solve any FOUR from the remaining SIX questions.**

**Q1) 20 Marks (Compulsory)**

Venture capital can play a more innovative and developmental role in a developing country like India. It could help the rehabilitation of sick units through people with ideas and turnaround management skills. VCFs can also play a significant role in developing countries in the service sector including tourism, publishing, and healthcare. However, in India, elements like an encouraging economic environment, disinvestment avenues, fiscal incentives, broad based education, venture capital managers, promotion efforts, institute industry linkage and research and development activities are needed for the success of venture capital financing.

What is your opinion on the above? Elaborate with examples.

**Attempt Any FOUR from the Remaining SIX Questions**

**Q2) Any two from (a) or (b) or (c) ————— (5x2) = 10 Marks**

- a) Explain the relation of good Corporate Governance practices with Venture Capital firms
- b) What are the sources of entrepreneurial finance?
- c) What is the difference between Angel Investing and Venture Capital?

**Q3) Any two from (a) or (b) or (c) ————— (5x2) = 10 Marks**

- a) Write a short note on types of entrepreneurs
- b) What are the contents of a Business Plan?
- c) Explain in detail the Venture Capital Investment process

**Q4) Any two from (a) or (b) or (c) ————— (5x2) = 10 Marks**

- a) What is Corporate Governance?
- b) What are the disadvantages of Equity Financing
- c) What is seed capital?

**Q5) Any two from (a) or (b) or (c) ————— (5x2) = 10 Marks**

- a) What are the sources of Debt Financing
- b) Explain Private Equity.
- c) What is Due Diligence?

**Q6) Any two from (a) or (b) or (c) ————— (5x2) = 10 Marks**

- a) Explain the roles and responsibilities of the Board of Directors towards all stakeholders in Venture Capital firms.
- b) Explain the legal provisions with respect to venture capital and private equity in India
- c) What is Entrepreneurial Finance?

**Q7) Any two from (a) or (b) or (c) ————— (5x2) = 10 Marks**

- a) What is Growth Capital?
- b) Explain Mezzanine Capital.
- c) Explain the advantages of Debt Financing