



# AMITY BUSINESS SCHOOL

# MUDRA

## FINANCE NEWSLETTER



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*“Stop Inner Contradictions and Conflict”*

Be clear about your thoughts and goals. Times are changing and requirements are plenty. Irrespective of insinuating role of rising competitive work life and transformed social life, the secret to a fulfilled achievement can be derived when state is ‘mindful’, and which leads to conscious deliberations. With rising expectations and surmounting challenges attaining clarity, purpose and outcome of every decision must be realized. Since ‘management’ is a purposive outcome and outward looking proactive and strategic process, it is important to that as sustainable organizations with a futuristic looking perspective, being mindful helps in maintaining psychological wellbeing for being healthy and contented.



## FROM THE EDITORIAL DESK

Dear Readers,

*“Finance is an integral part of our lives.”*

With an educative purpose, we are coming forth with our monthly financial newsletter “MUDRA” to help our readers regarding insights to specific news and facts about the financial world. ‘MUDRA’ serves as a gist of the news happening in the financial ecosphere. It indeed gives me pleasure to share that the newsletter is designed and compiled by the students. My special accolades go to all those who have worked behind this.

I hope you enjoy going through the newsletter and we look forward to receiving your opinions and suggestions.

HAPPY LEARNING!



Dr. Ashima Aggarwal  
Finance Department,  
Amity Business School

## EDITORIAL

### WHY DOES A COMPANY OFFER AN IPO?

*By Navshigan G, MBA Finance (2021-23)*



### THE TRENDS AND CONCERNS PERTAINING TO IPO IN INDIA



*By Sonali Khanna, MBA Finance (2021-23)*



### Investors getting trapped between the ditch and the well..?



### Grey market premium: a word everyone should know

Application Parat Kostak rate premium  
Gains Grey market  
Allotment IPO Subscription Losses Retail

### OYO plans IPO after September

**OYO IPO**



### 48% huge subscribes on the initial day of offering by eMudhra

**emudhra**  
Trust Delivered

### Jana Small Finance Bank gets nod to float IPO



## FINANCIAL FACTS

- The number of patent applications to the IPO has decreased between 2018 and 2019, by 8%, while trademark applications have increased by 12.9%. Following a growth of 304% between 2015 and 2018, designs applications are now levelling off, decreasing 2.4% between 2018 and 2019.
- A record number of trademarks were registered in 2019, increasing 16.7% from 2018.
- The initial public offering of Saudi Aramco, a Saudi Arabian multinational petroleum and natural gas company, on the Tadawul in December 2019, was the largest public offering globally as of January 2022. The IPO of Saudi Aramco raised approximately 25.6 billion U.S. dollars.
- In the first half of 2021, the stock exchange with the most IPO activity globally was the NASDAQ Stock Market. In the first six months of 2021, 15 percent of global IPOs were completed on the NASDAQ, up from 13.3 percent in the previous year. The Shanghai Stock Exchange was home to the highest percentage of IPOs in the previous year.

## FINANCIAL TERMS

- **Abridged Prospectus:** A condensed version of the IPO prospectus that contains all the salient features of the main prospectus. Under the Companies Act of 1956, every IPO application form should be accompanied by the abridged prospectus.
- **Price Band:** The price range within which investors can bid for IPO shares. It is set jointly by the company and the underwriter and is different for each investor category, viz. qualified institutional buyers (QIBs), retail investors, and high net-worth individuals (HNIs).
- **Book Building Process:** The process of deciding the issue price for an IPO based on the prices bid by investors. The issue price will be closer to the upper end of the price band if investors have shown strong interest in the IPO and bid high. Otherwise, it will be closer to the lower end of the band.
- **Offer Date:** This is the first date when you can apply for shares in an IPO. It is also known as the opening date of an IPO.
- **Floor Price:** The minimum price per share that you can bid when a price band, this is the lower limit of the price band.



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B	_	D		L	_	T		Please send your answer to <a href="mailto:finclubabs@gmail.com">finclubabs@gmail.com</a>							

## MARKET RATES

Particulars	SENSEX	NIFTY	GOLD	USD/INR	NASDAQ
Price (as on 24 <sup>th</sup> May '22)	54,052.61	16,125.25	52,825	77.55	11,535.27
Change (as on 24 <sup>th</sup> April '22)	57,911.68	17,171.95	53,955	76.48	12839.29

## POLICY RATES

CRR	4.00%
Reverse Repo Rate	3.35%
SLR	18.00%
MSF	4.25%
Repo Rate	4.00%
Bank Rate	4.25%

As On 24 <sup>th</sup> May, '22	TOP GAINERS		TOP LOSERS	
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Company	Dr. Reddys Labs	Kotak Mahindra	Divis Labs	Tech Mahindra
Current Price	4,375.00	1,890.00	3,912.50	1,151.85
Change (%)	1.69	1.53	6.06	3.90

## Previous Winner



**Mugilvarman B**  
MBA General, 2021-23