

## Chapter – 24: Warrants and Convertibles

### Questions and Problems section

#### 18. Convertible Bond Value:

The amount needed for investment would be Rs. 1150/- and this would be equal to nearly 17% of the market value of the 100 shares.

Title of the Mini Case: **KAAPI SOFTWARE: LONG-TERM FINANCING ALTERNATIVES**

#### Actual Fate:

The transaction could not happen for pricing reasons. Needless to say the pricing was stiff as the investment bankers were concerned with the use of funds and the sector being real estate (the high risk involved).

Title of the Mini Case: **TRENT'S PCD ISSUE WITH WARRANTS**

Please read the relevant boxes carefully. Get the market prices of Trent at that time from any data providing website (such as, moneycontrol.com). Make use of the options calculator for the later part of questions.

Title of the Mini Case: **TATA MOTORS CONVERTIBLE RIGHTS ISSUE**

This case is similar to the one above. The difficult level is slightly higher given the complexity of the instruments. Make use of excel sheet and options calculator.