Lecture 35

International Bond Market: An Introduction

Short Questions.

- 1. What are the main difference between Eurobond and Foreign Bonds?
- 2. Explain how the coupon rate is calculated for floating rate bond.
- 3. Better the bond rating, lesser is the coupon rate associated with the bond. How this aspect is taken care when companies issue floating rate bonds pegged to say Libor?
- 4. Explain why many Indian Companies have faced serious trouble over FCCB issuance.
- 5. Compare and Contrast the features of India Development Bond (IDB), Resurgent India Bond (RIB), and India Millennium Deposit (IMD) issued by State Bank of India.
- 6. As per your understanding what aspects should be considered for rating a company's bond issuance? How it will differ from rating a national government or sovereign rating.