***CASE 1: IPO pricing: (For group 1 & 2)***

AEGLEA BIOTHERAPEUTICS, INC. (AGLE) IPO

<http://www.nasdaq.com/markets/ipos/company/aeglea-biotherapeutics-inc-961076-78705>

Tasks:

1. Assume that you are the CEO and you are doing a road show. Briefly present the IPO to institutional investors.
2. Explain how/why you choose the current lead underwriters. (e.g. reputation, analyst coverage etc.)
3. Find quantitative support for the filing price. (e.g. DCF, peer firms, etc.)
4. Quantitatively estimate the market price (the first day closing price after IPO). (e.g. peer firms, market condition, etc.)

***CASE 2: Choose 2 equity mutual funds in Chinese market. (for group 3 & 4)***

Tasks:

1. Briefly explain the procedure/requirement of buying the funds. What would be the typical fee structure for each type of funds?
2. Analyze the asset allocation of each fund and do a risk profile analysis.
3. Download and plot the return for each fund in the past 3 years.
4. Evaluate the performance of each fund using Sharpe ratio, Treynor ratio, Jenson’s alpha, Information ratio, and against appropriate benchmark
5. Evaluate whether these funds have market-timing skill.

P.S. Our research lab provides access to Wind, CSMAR, Bloomberg, Capital IQ, ThomsonOne and datastream from where you can get the industry/financial/underwriter information. The lab is located at #303-305, Guanghua Building No.1.

Remarks:

1. This is an open case study, therefore there is no absolute “correct” answer. The grade for the case will depend on how carefully you conduct the investigation and how convincing your result is.
2. If you have any technical problem, please feel free to contact TA. He would be more than happy to help.
3. The presentation of case will be conducted in the last hour of our class. Each case has strictly 25 min. Only 1 group will be selected to do the presentation for the case, and the other group will have 5 min to add their unique comments/points.
4. As spoken, each group only has a single mark. So distribute your work wisely among the members. Also, you can decide who/how you do the presentation.
5. Hope you enjoy doing the case. ☺