


# Part 1 (ch23) Questions T/F & Multiple Choice

Author: Henrique C. Martins (henrique.martins@fgv.br)

2025-07-22

 For students

**Last updated: 22/07/2025**

This quiz covers concepts from Chapter 23.

*Use **Ctrl + P** or **export as PDF** to save your answers.*

## True or False

1. ☐ An underwriter is an investment bank that manages the IPO process and helps the company sell its stock.
2. ☐ An initial public offering (IPO) is not necessarily the first time a company sells its stock to the public.
3. ☐ Underwriters face no risk during an IPO, so that a greenshoe provision is usually not necessary.
4. ☐ New issues are highly cyclical.
5. ☐ The transaction costs of an IPO are usually low.