



# INVESTMENT ASSIGNMENT SUBMISSION

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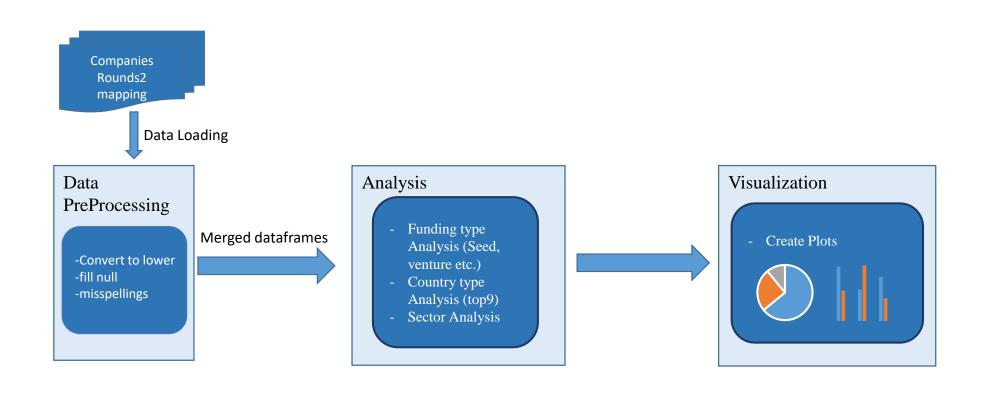
## Abstract

- Spark Funds wants to make investments in a few companies of top English speaking countries with budget of 5 to
   15 million USD per round of investment
- Our overall strategy is to invest where most investors are investing
- We will understand the global trends in investments
- Will identify the best sectors, countries, and a suitable investment type for making investments





## Problem solving methodology







# Analysis

#### **Funding Type Analysis**

Spark Funds wants to choose one of the four investment types (venture, seed, angel, private equity) for each potential investment they will make.

We calculated the most representative value of the investment amount for each of the four funding types refer table 1.1

| Average funding amount of venture type        | 11748747.93 USD |
|---|-----------------|
| Average funding amount of angel type          | 958891.77 USD   |
| Average funding amount of seed type           | 720046.78 USD   |
| Average funding amount of private equity type | 73308593.03 USD |

Table 1.1

Based on these investments considering Spark Funds budget of 5 to 15 Million USD the most suitable investment will be **Venture type**. As the investment will be neither too less nor too high.





## Analysis

#### **Country Analysis**

- Our strategy is to invest in countries where most investments are occurring
- We considered top 9 countries based on the total investment amount each country has received. Refer table 1.2
- For the ease of communication top 3 English speaking countries out of top 9 are considered
- After considering the official language for each country as English we analyze USA UK(GBR) and India(IND)

to be top three English-speaking countries in the top 9. refer Table 1.3

Table 1.3

| 14016 1.5                       |     |
|---------------------------------|-----|
| Top English speaking country    | USA |
| Second English speaking country | GBR |
| Third English speaking country  | IND |

**Table 1.2** 

| country_code | raised_amount_usd |  |
|--------------|-------------------|--|
|              |                   |  |
| USA          | 422510842796.00   |  |
| CHN          | 39835418773.00    |  |
| GBR          | 20245627416.00    |  |
| IND          | 14391858718.00    |  |
| CAN          | 9583332317.00     |  |
| FRA          | 7259536732.00     |  |
| ISR          | 6907514579.00     |  |
| DEU          | 6346959822.00     |  |
| JPN          | 3363676611.00     |  |
|              |                   |  |





# Analysis

#### **Sector Analysis**

- There are 8 main sectors which are Automotive & Sports, Blanks, Cleantech / Semiconductors, Entertainment, Health, Manufacturing, News, Search and Messaging, Others, Social, Finance, Analytics, Advertising
- We found out the most heavily invested main sectors in each of the three countries (for funding type Venture and investments range of 5-15 M USD).

Table 1.4

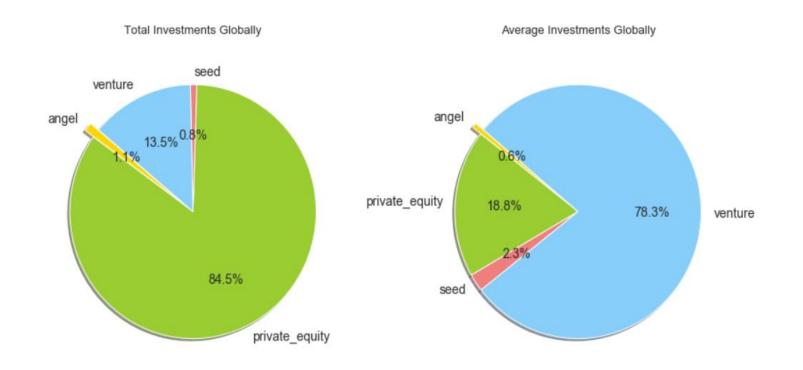
|   | USA              | GBR              | IND              |
|---|------------------|------------------|------------------|
| Total number of Investments (count)         | 12150            | 628              | 330              |
| Total amount of investment (USD)            | 108531347515     | 5436843539       | 2976543602       |
| Top Sector name (no. of investment-wise)    | Others           | Others           | Others           |
| Second Sector name (no. of investment-wise) | Social, Finance, | Social, Finance, | Social, Finance, |
|   | Analytics,       | Analytics,       | Analytics,       |
|   | Advertising      | Advertising      | Advertising      |
| Third Sector name (no. of investment-wise)  | Cleantech /      | Cleantech /      | News, Search and |
|   | Semiconductors   | Semiconductors   | Messaging        |





## Results

This plot is showing the fraction of total investments (globally) in angel, venture, seed, and private equity, and the average amount of investment in each funding type.



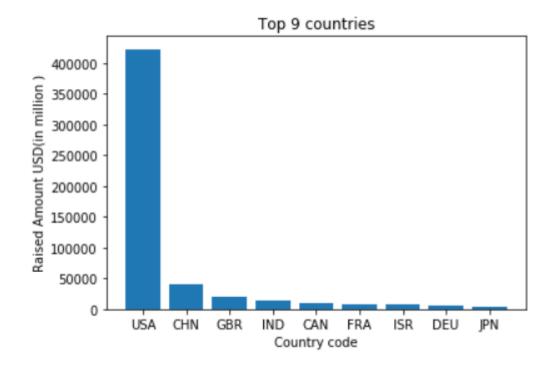
As per the chart we can observe Avg.
Investments globally is 78% in Venture type which makes it suitable for our organization.





## Results

This plot shows the top 9 countries against the total amount of investments of funding type Venture. We are considering top 3 English speaking countries for the investment hence we are excluding China(CHN) as it is a Non-English speaking country.



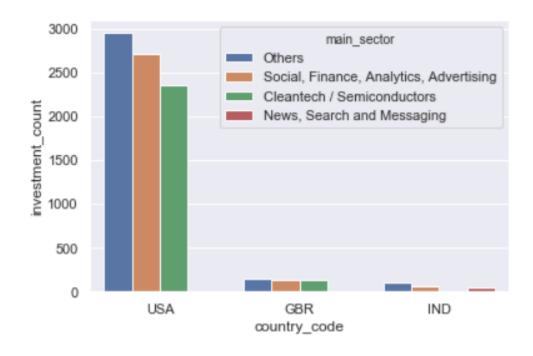
As per the chart we can observe USA GBR and India are the top 3 English speaking countries for the investment.





## Results

This plot shows the number of investments in the top 3 sectors of the top 3 countries (for the Venture investment type).



As per the chart we can observe USA has the most number of investments in various main sectors followed by UK and India





## Conclusions

Our conclusion is that Spark Funds can invest 5 to 15 million USD:-

- In Venture type funding
- Top 3 countries like USA ,UK(GBR) and India
- In sectors like Others( Software, e-commerce, education etc.) and "Social, Finance, Analytics, Advertising" in top 3 countries as these are the top two sectors
- In Cleantech / Semiconductors sector for USA and UK(GBR) and "News, Search and Messaging" in India as these are the third best sectors.
- Few companies which received highest investment in top sectors like Virtustream, SST Inc. (Formerly ShotSpotter) in USA, Electric Cloud in GBR and FirstCry.com in India