

Bond Analysis Assignments from Dr. Craig L. Johnson of the University of Indiana

Assignment 1

Using official marketing and disclosure documents, you will be required to write a memorandum identifying and analyzing the risks and benefits of the bond covenants in an enterprise revenue bond issue. Your analysis will focus on the bond covenants that cover the legal requirements and economic demand analysis of the financing. Your bond issue must be approved by the instructor. Several papers will be selected for oral presentation on 12/7 and 12/9. If you accept the invitation to present your paper, your presentation will fulfill the requirements of Assignment 3.

Assignments 2 & 3: This is a two-part credit quality analysis project. The first part (assignment 2) requires you to write a credit analysis of a state tax-supported bond issue. You will be provided the official statement (prospectus) of a recent bond issue to use as the primary, but not sole, source of information. The report must be 15 pages or fewer, not including mandatory exhibits. The written part of the assignment is worth 80 percent of your score. The second part of the assignment (3) is a team oral presentation covering the credit quality of your state. This part is worth 20 percent.