



## Special-Purpose Acquisition Company-SPAC

---

 [sanskritiias.com/pt-cards/special-purpose-acquisition-company-spac](https://sanskritiias.com/pt-cards/special-purpose-acquisition-company-spac)



- The 'Special Purpose Acquisition Company' or the Blank Check Company is an entity **established for the purpose of acquiring the firm in a particular area**. Its objective is to collect money by issuing IPO. (Initial Public Offer).
- Funds raise from investors through I.P.O. are deposited in an 'escrow account', which can be used at the time of acquisition. If the acquisition is not made within 2 years of issue of the I.P.O., than the S.P.A.C. comes to end and money is returned to the investors.
- An escrow account is an account in which **funds are transacted by a trust through two or more partners**.The trust manages the said funds until the acquisition or contracting process is completed. Upon completion of the escrow agreement, the amount is paid to the businessman.

IAS / PCS  
**Online Video Course**

सामान्य अध्ययन  
+  
वैकल्पिक विषय  
(इतिहास एवं भूगोल)



**15%** Discount for  
Next 500 Students

IAS / PCS  
**Pendrive Course**

सामान्य अध्ययन  
+  
वैकल्पिक विषय  
(इतिहास एवं भूगोल)



**15%** Discount for Next  
500 Students

<< >>

- SUN
- MON
- TUE
- WED
- THU
- FRI
- SAT

•

- 01
- 02
- 03
- 04
- 05

- 06
- 07
- 08
- 09
- 10
- 11
- 12
- 13
- 14
- 15
- 16
- 17
- 18
- 19
- 20
- 21
- 22
- 23
- 24
- 25
- 26
- 27
- 28
- 
- 
- 
- 
- 
- 
-