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**Fourth Semester MBA Degree Examination, Dec.2016/Jan.2017
Mergers, Acquisition and Corporate Restructuring**

Time: 3 hrs.

Max. Marks:100

SECTION – A*Note : Answer any FOUR questions from Q.No.1 to Q.No.7.*

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|---|-------------------------------------|------------|
| 1 | What is due diligence? | (03 Marks) |
| 2 | What is Net asset value? | (03 Marks) |
| 3 | What do you mean by Reverse merger? | (03 Marks) |
| 4 | What do you mean by Poison pill? | (03 Marks) |
| 5 | What is Synergy? | (03 Marks) |
| 6 | What is divestiture? | (03 Marks) |
| 7 | What is Tender offer? | (03 Marks) |

SECTION – B*Note : Answer any FOUR questions from Q.No.1 to Q.No.7.*

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|---|---|------------|
| 1 | What are the motives behind merger? | (07 Marks) |
| 2 | Write note on BCG matrix. | (07 Marks) |
| 3 | List the four stages of product life cycle. | (07 Marks) |
| 4 | Explain leverage Buy out. | (07 Marks) |
| 5 | Discuss the type of equity-curve-out. | (07 Marks) |
| 6 | Explain the types of due diligence. | (07 Marks) |
| 7 | Explain the process of merger integration. | (07 Marks) |

SECTION – C*Note : Answer any FOUR questions from Q.No.1 to Q.No.7.*

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|---|---|------------|
| 1 | Discuss various take-over defenses. | (10 Marks) |
| 2 | Explain purchase consideration? Explain methods of its calculation. | (10 Marks) |
| 3 | Mention the content of scheme of merger and amalgamation. | (10 Marks) |

- 4 What are the stages of merger process? (10 Marks)
- 5 Discuss the methods of financial restructuring. (10 Marks)
- 6 Explain limited liability partnership. (10 Marks)
- 7 Write note on Porter's five force model. (10 Marks)

SECTION – D
(Compulsory)

- 8 X Ltd wishes to acquire Y Ltd. The financial details are as follows:

10% Debentures	100,000	100,000	Fixed Assets	600,000	250,000
Profit and Loss A/c	150,000	100,000	Current Assets	350,000	210,000
Share Premium A/c	--	10,000			
Equity shares of ₹100 each	500,000	250,000			
Preference shares	200,000	--			
	950,000	460,000		950,000	460,000

Additional information:

Annual profit available for equity shares holders after tax and preference dividend.

X Ltd – 150,000 Y Ltd – 80,000

Market price per equity share:

X Ltd – ₹ 200 Y Ltd – ₹ 250

Find out share exchange ratio based on

- i) Net Assets value 2) Earning per share 3) Market value per share.
(20 Marks)

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