

S.D.E.

M.B.A. (E) Sem-IV (2 Year Course) : WINTER - 2018
SUBJECT: ELECTIVE-II – MERGERS AND ACQUISITIONS
(FINANCING MANAGEMENT)

Day Wednesday
Date 05/12/2018

W-2018-4759

Time 02.00 PM TO 05.00 PM
Max. Marks : 70

N.B.:

- 1) Attempt any **FOUR** questions from Section-I and any **TWO** questions from Section-II.
- 2) Figures to the **RIGHT** indicate full marks.
- 3) Both the sections should be written in the **SAME** answer books.

SECTION-I

- Q.1** What are the advantages of Leveraged Buy Out? (10)
- Q.2** Why business combinations facilitate accelerated growth? (10)
- Q.3** What is the place of corporate goals in respect of mergers and acquisitions? (10)
- Q.4** How do mergers and acquisitions help in diversification of Risk? (10)
- Q.5** Write short notes on any **TWO** of the following: (10)
- a) Horizontal merger
 - b) SWOT analysis
 - c) Amalgamations.

SECTION-II

- Q.6** In respect of Industry specific analysis which factors are significant about which the information is sought and analyzed? (15)
- Q.7** “For Mergers and acquisitions Cash flow Analysis plays a significant role to determine purchase. consideration.” Appropriate the statement. (15)
- Q.8** Amol Ltd. intend to takeover Anand Ltd. The information is as under : (15)

Company	Amol Ltd.	Anand Ltd.
Turnover Rs.	20,00,000/-	15,00,000/-
EPS Rs.	25/-	10/-
PAT Rs.	20,00,000/-	4,00,000/-
Market Price Rs.	20/-	14/-
Total No. of shares	40,000/-	40,000/-

Share exchange ratio is decided on the basis of EPS

- a) Share Exchange Ratio,
- b) Combined PAT
- c) Combined EPS
- d) Total No. of shares after takeover of Beta Ltd.

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