

Enrollment No: _____

Exam Seat No: _____

C.U. SHAH UNIVERSITY

Summer Examination-2019

Subject Name: Mergers and Acquisitions

Subject Code: 5MS04MAA1

Branch: MBA

Semester: 4

Date: 26/04/2019

Time: 02:30 To 05:30

Marks: 70

Instructions:

- (1) Use of Programmable calculator and any other electronic instrument is prohibited.
 - (2) Instructions written on main answer book are strictly to be obeyed.
 - (3) Draw neat diagrams and figures (if necessary) at right places.
 - (4) Assume suitable data if needed.
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SECTION – I

- | | | |
|------------|---|-------------|
| Q-1 | Attempt the Following questions | (07) |
| | a. State the meaning of equity carve out | 1 |
| | b. Explain split up with example | 1 |
| | c. What is the meaning of spin off? | 1 |
| | d. State the full name of LBO | 1 |
| | e. Define reverse merger | 1 |
| | f. What is the meaning of corporate restructuring? | 1 |
| | g. State the meaning of intrinsic value of company | 1 |
| Q-2 | Attempt all questions | (14) |
| a | Explain the provision of competition act for merger & acquisitions | 7 |
| b | Short note :Accounting for mergers & acquisitions | 7 |
| | OR | |
| Q-2 | Attempt all questions | (14) |
| a | Explain the process of due diligence for merger in detail | 7 |
| b | State the difference between horizontal merger and vertical merger | 7 |
| Q-3 | Attempt all questions | (14) |
| a | Explain the importance of merger & acquisitions in India | 7 |
| b | Write a detailed note on ESOPs | 7 |
| | OR | |
| Q-3 | a Discuss the problems behind failure in merger & acquisitions | 7 |
| | b Explain with suitable example hostile and friendly takeover | 7 |



SECTION – II

- Q-4** **Attempt the Following questions** **(07)**
- a.** State the full name of EPS **1**
 - b.** What is the meaning of Escrow account? **1**
 - c.** State the meaning of absorption **1**
 - d.** What is the meaning of buyback of shares? **1**
 - e.** Explain divestiture **1**
 - f.** State the meaning of synergy **1**
 - g.** State the methods of payment in merger & acquisitions **1**
- Q-5** **Attempt all questions** **(14)**
- a** Discuss various reasons for buy back of shares **7**
 - b** Write a detailed note on leveraged buyout **7**
- OR**
- Q-5** **a** Short note : Calculations of financial synergy and return **7**
- b** Explain with examples cross border mergers & acquisitions **7**
- Q-6** **Attempt all questions** **(14)**
- a** State the reasons for demerger with suitable example **7**
 - b** Short note :Delisting of securities **7**
- OR**
- Q-6** **Attempt all Questions**
- Discuss various approaches of valuation in detail **14**

