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Total Number of Pages: 1

MBAP  
MBP601B

**6<sup>th</sup> SEMESTER REGULAR EXAMINATION 2016-17**

**Corporate Restructure and Valuation**

**Branch: MBA(PT)**

**Time: 3 Hours**

**Max Marks: 70**

**Q.CODE:Z1201**

**Answer Question No.1 which is compulsory and any five from the rest.**

**The figures in the right hand margin indicate marks.**

- Q1 Answer the following questions: (2 x 10)**
- a) What does the phrase “Mergers and Acquisitions “refer to?
  - b) List out the different forms of corporate restructuring.
  - c) Give examples of vertical forward integration and vertical backward integration.
  - d) What are the different motives of merger?
  - e) Point out the various Takeover tactics suitable in the Indian context.
  - f) What are the different valuation approaches?
  - g) How do you determine the cost of acquisitions (COA)?
  - h) Define the term Due diligence.
  - i) What is a poison pill?
  - j) What do you mean by LBO and MBO?
- Q2 “Corporate Restructuring is a new concept of share holders’ value generation”. (10)**  
Do you agree? Why?
- Q3 What are the various strategic approaches to Corporate Restructuring? (10)**
- Q4 Explain various Takeover defenses available to Target company. (10)**
- Q5 Elucidate the post merger integration problems in Mergers and Acquisitions. (10)**
- Q6 (a) Explain the role of industry life cycle in merger. (5)**  
**(b) Discuss the tax benefits available to companies when they merge. (5)**
- Q7 What is purchase consideration? What are the different methods of calculation (10)**  
of purchase consideration? Discuss.
- Q8 (a) ABC plc. Plans to buy a constant dividend of Rs.2 per share indefinitely. The (5)**  
required rate of return on the share is 20%. Calculate the value of the share.
- (b) Birlet plc. 18% debenture stock has 7 years to maturity. Interest is paid semi (5)**  
annually. If the nominal required rate of return is 20% per annum, calculate the  
value of a Rs.1000/ face value debenture.