

Time: 2.5 hours

75 Marks

Note: All questions are compulsory
Figures to the right indicate full marks

Q1 (A). Match the columns (Any 8)

08 Marks

	Group A		Group B
A	Franchising	1	Maruti Suzuki
B	Strategic Alliance	2	Form of demerger
C	Joint Venture	3	Mc Donald's
D	Split off	4	Singing MoU
E	Financial Restructuring	5	Include production process
F	Consolidation of operation	6	Acquisition
G	Takeover	7	Section 391 to 394 of Companies act 1956
H	Demerger	8	Tax benefit
I	Reverse Merger	9	Changing the structure of an organisation
J	Organizational Restructuring	10	Change the equity pattern

Q1 (B) State whether True or False (Any 7)

07 Marks

1. LPG paved way to a strong corporate restructuring in India.
2. Global takeovers are complex processes.
3. Cross border transaction consist of cross order purchases only.
4. Merger takes when one company acquires control over the company by way of purchase or exchange of shares.
5. Medium term foreign currency denominated ECBS with minimum average maturity of 1/3 years.
6. Rehabilitation finance refers to merging of sick companies with healthy companies.
7. Post merger integration requires high quality management.
8. Every Merger is not successful.
9. A higher debt capacity if utilise, would mean greater tax advantage fo the merged firm leading to higher value of the firm.
10. The company which is subjected to restructuring will need to align its internal processes with that of the merged entity/acquired entity.

Q2 (A) Discuss the needs of Corporate Restructuring

08

(B) Explain the execution of Corporate Strategies

07

OR

Q2 (C) Explain the different types of Restructuring strategies.

08

(D) Explain the expanding role of professionals.

07

Q3 (A) Explain the Economic and Accounting aspect of Amalgamation.

08

(B) Discuss the modes of Demerger

07

OR

Q3 (C) Explain the various of takeover defences in business 08
(D) Explain the Horizontal and Vertical merger with example. 07

Q4 (A) Explain funding through Equity and Preference shares 08
(B) State the Merits of Financial Alternatives. 07

OR

Q4 (C) Explain the procedure of Buyback of shares by Listed companies. 08
(D) Discuss the reasons for Reduction of Capital 07

Q5 (A) State the factors involved in Post Merger Reorganisation. 08
(B) Discuss the factors required to assesses Post Merger success 07

OR

Q5 Write Short Notes (any three) 15

1. Management buyout
2. Joint Venture
3. Cross border takeover
4. Reverse Merger
5. Reasons for failure of Merger
