

# School of Finance and Commerce

Commerce  
ETE - Jun 2023

Time : 3 Hours

Marks : 50

**Sem II - MBAF0811 - Mergers and Acquisitions**  
*Your answer should be specific to the question asked*  
*Draw neat labeled diagrams wherever necessary*

1. Discuss the meaning of hostile takeover. K2 CO2 (2)
2. How do you define "Economies of Scope"? K1 CO1 (2)
3. Write any three motives of M&A. K2 CO2 (2)
4. Elucidate the concept of organic growth of a company. K1 CO1 (2)
5. Write a note on inorganic growth of a company through mergers and acquisitions. K1 CO1 (2)
6. Discuss the concept of outbound and inbound mergers with a suitable example. K3 CO2 (5)
7. Discuss the phenomenon of M&A waves. K3 CO2 (5)
8. Discuss the concept of cross border M&A and write about two latest deals by Indian companies. K4 CO3 (6)
9. Sugandha Ltd is absorbed by Vasundhara Ltd, the consideration being the takeover of the liabilities; the payment of cost of absorption as a part of purchase consideration not exceeding Rs 20000(actual cost Rs 17000); the payment of the debentures of Rs 100000 at a premium of 10% in 9% debentures issued at par; and the payment of Rs 16 per share in cash and allotment of one 14% preference share of Rs 10 each and 6 equity shares of Rs 10 each fully paid up for every 4 shares in Sugandha Ltd. The number of shares of the vendor company are 200000 of Rs 10 each fully paid. Calculate purchase consideration as per AS-14 assuming it is absorption in the nature of purchase. K4 CO4 (8)
10. Write a note on the valuation of companies using different approaches. K5 CO5 (8)
11. Compare and contrast the concept of Joint Venture, Strategic Alliance and M&A. K3 CO2 (8)