

School of Business

Department of Business
Mid Term Examination

Exam Date: 03 Oct 2023
Time : 90 Minutes
Marks : 50

Sem V - D1UA511T - Merger and Acquisition

*Your answer should be specific to the question asked
Draw neat labeled diagrams wherever necessary*

- 1) "Corporate Restructuring is not an easy road to travel" Explain the obstacles that exist for business restructuring? K2 (2)
- 2) Define what is Manufacturing synergy and how is it achieved through a merger K1 (3)
- 3) Illustrate & explain the concepts of Monopoly theory & Efficiency theory of Frederic Trautwein Merger Motive Model K2 (4)
- 4) "Corporate Restructuring in any form is inorganic growth" Identify and explain the two important concepts of corporate restructuring and inorganic growth in the above statement and explain the barriers to corporate restructuring. K2 (6)
- 5) Identify the reasons as to why a company chooses to list its securities & eventually delist them. K3 (6)
- 6) "Freidrich Trautwein has classified a few theories as as beneficial to the shareholders." Identify the concept and explain of Merger Motive model theories.1. Monopoly Theory 2.Raider Theory. 3. Empire Building Theory K3 (9)
- 7) Analyse the concept of Delisting of securities/company and reasons for delisting. K4 (8)
- 8) Unlike Divestiture, Demerger does not involve sale of all assets and liabilities" Analyse the concept of Demerger and its 3 types in detail. K4 (12)

OR

Analyse in detail the concept of Reduction of Capital and the three ways by which the capital can be reduced K4 (12)