

Register No.: Name.:

SAINTGITS COLLEGE OF ENGINEERING (AUTONOMOUS)

(AFFILIATED TO APJ ABDUL KALAM TECHNOLOGICAL UNIVERSITY, THIRUVANANTHAPURAM)

FOURTH SEMESTER MBA DEGREE EXAMINATION (R), MAY 2023 (2021 Scheme)

Course Code: 21MBA248

Course Name: Corporate Restructuring, Mergers and Acquisitions

Max. Marks: 60

Duration: 3 Hours

PART A

(Answer all questions. Each question carries 2 marks)

1. Define Corporate Restructuring.
2. Compare horizontal acquisitions with conglomerate acquisitions.
3. Recall Golden parachute.
4. Explain SEBI Takeover Code.
5. List down any two advantages of the discounted cash flow method of valuation.

PART B

(Answer any 3 questions. Each question carries 10 marks)

6. Explain the concept and method of share buyback. List down the reasons for share buyback.
7. Examine the provisions of Companies Act, Income Tax Act and Competition Act in the event of M&A in India
8. Analyse the theories of mergers and acquisitions and explain how these theories influence the decision-making process in M&A deals.
9. Discuss the different types of takeover tactics and their implications for the target company and acquiring company.
10. a) Explain the accounting aspects of mergers and acquisitions. Marks (5)
b) Examine the provision of Escrow Account to be maintained by the acquiring company Marks (5)

PART C

(Compulsory question, the question carries 20 marks)

11. XYZ Corporation, a global technology conglomerate with a dominant presence in the electronics and telecommunications sectors, recently announced its intention to acquire ABC Inc., a leading software

development company specializing in artificial intelligence and machine learning technologies. The deal is estimated to be valued at \$2 billion and is expected to have a significant impact on the technology industry.

a) Explain the motives behind XYZ Corporation's decision to acquire ABC Inc. in the context of mergers and acquisitions. Discuss how this acquisition aligns with XYZ Corporation's strategic objectives and business goals.

Marks (6)

b) Discuss the potential challenges and risks that XYZ Corporation may face during the acquisition process of ABC Inc.

Marks (4)

c) Identify and explain the key steps that XYZ Corporation would need to take in order to successfully complete the acquisition and integrate ABC Inc. into its operations.

Marks (10)
