



GL BAJAJ

Institute of Management & Research

Approved by A.I.C.T.E., Ministry of HRD, Govt. of India

Roll No.....

Plot No. 2, Knowledge Park-III, Greater Noida (U.P.) – 201306

POST GRADUATE DIPLOMA IN MANAGEMENT (2019-21) END TERM EXAMINATION (TERM -IV)

Subject Name: Corporate Restructuring & Business Valuation

Time: **02.30 hrs**

Sub. Code: PGF-07

Max Marks: **60**

Note:

1. All questions are compulsory in Section A & C. Section A carries 8 questions of 2.5 marks each, Section B carries 5 questions of 04 marks each and Section C carries 1 Case Study of 20 marks.

SECTION - A

Attempt all questions. All questions are compulsory.

2.5×08 = 20 Marks

Q. 1 (A): Define term “Golden Parachute” and an example adopted this defensive technique against Hostile takeover.

Q. 1 (B): Maruti Suzuki is which type of Business Collaboration? Discuss two characteristics of the same.

Q. 1 (C): Comment on the Business Reconstruction synergy between Apple Pay and Master Card

Q. 1 (D): What are the business conditions suitable for “Hive Off”?

Q. 1 (E): Differentiate Spin off and Split up, stating example of each.

Q. 1 (F): Differentiate between Asset Based Valuation technique and Discounted Cash Flow Technique.

Q. 1 (G): Who are Killer Bees? Discuss.

Q. 1 (H): Suppose that the market price of Company X is \$45 per share and that of Company Y is \$30. If X offers three-fourths a share of common stock for each share of Y. what would be the ratio of exchange of market prices?

SECTION - B

Attempt any five out of six questions

04×05 = 20 Marks

Q. 2: Comment on attempt of Hostile Takeover of Mindtree.

Q. 3: Define PAC MAN and state an example of the same.

Q. 4: Recent Acquisition of Horlicks by HUL for 25,000 Cr. is justified or not? Give rational to your response.

Q. 5: What type of business collaboration is between Uber and Spotify? Explain.

Q. 6: Discuss benefit to each bank in Dena Bank, Vijaya Bank and Bank of Baroda merger.

Q. 7: What is the suggested mechanism for jet Airways to survive back?

SECTION - C

Read the case and answer the questions

10×02 = 20 Marks

Q. 8: Case Study:

M. Co. Ltd. is studying the possible acquisition of N Company Ltd, by way of merger. The following data are available in respect of the companies.

	M Co. Ltd.	N Co. Ltd.
Number of equity shares	16,00,000	4,00,000
Earnings after tax (Rs.)	80,00,000	24,00,000
Market value per share (Rs.)	20	160

Question

Q 8 (A): If the merger goes through by exchange of equity and the exchange ratio is based on the Current market price, what is the new earning per share for M Co. Ltd.?

Q8 (B): N Co. Ltd wants to be sure that the earnings equitable to its shareholders will not be Diminished by the merger. What should be the exchange ratio in that case?

Mapping of Questions with Course Learning Outcome

Question Number	CLO-1
Q. 1 (A):	CLO-1
Q. 1 (B):	CLO-2
Q. 1 (C):	CLO-3
Q. 1 (D):	CLO-2
Q. 1 (E):	CLO-1
Q. 1 (F):	CLO-1
Q. 1 (G):	CLO-1
Q. 1 (H):	CLO-1
Q. 2:	CLO-4
Q. 3:	CLO-2
Q. 4:	CLO-2
Q. 5:	CLO-4
Q. 6:	CLO-3
Q. 7:	CLO-4
Q 8(A):	CLO-3
Q8 (B):	CLO-3

Note: Font: Times New Roman, Font size: 12.