

Roll Number: _____

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Shree Damodar College of Commerce & Economics, Margao-Goa
SY BBA(FS), Semester IV (REGULAR/REPEAT) Semester End Assessment, April 2023
BFS GEC 9: Corporate Restructuring

Duration: 2 hours

Max. Marks: 60

Instructions:

1. Start each question on a fresh page.
2. Q.1. is compulsory. Answer ANY FOUR questions from Q2. to Q7.
3. The figures to the right indicate maximum marks.

Q. 1. Write short notes on ANY FIVE from the following:

(05x04=20 Marks)

- a. Objectives of corporate restructuring
- b. Takeover bids
- c. Economies of scope
- d. Financial synergies
- e. Rehabilitation finance
- f. Poison Pill

Q2. Corporate restructuring can happen in various forms. With reference to the statement discuss portfolio restructuring and financial restructuring as forms of corporate restructuring. **(10 Marks)**

Q3. Corporate restructuring refers to change in the internal or external structure of the businesses. Without due considerations it could be disadvantageous to the business. Elaborate. **(10 Marks)**

Q4. A merger is a business deal where two existing, independent companies combine to form a new, singular legal entity. It requires a systematic approach. With reference to the statement enumerate the steps involved in a merger process. **(10 Marks)**

Q5. Mergers are known to provide a lot of benefits to the firms. Enumerate the various theories of mergers. **(10 Marks)**

Q6. Takeover refers to one company making a successful bid to assume control of or acquire another. Synergies, tax benefits or diversification are some of the reasons behind a takeover bid. Discuss the different types of takeovers with illustrations. **(10 Marks)**

Q7. Funding mergers and takeovers is not an easy feat. It requires sufficient planning and considerations based on the cost-benefit analysis of any given type of financial instrument. Elaborate ANY THREE with its merits and demerits. **(10 Marks)**
