

Examination 21 JAN 2021

Seat No.: \_\_\_\_\_

**M.B.A. Semester 03**

**Paper - 305 Code : 4713**

**Subject Title - Corporate Restructuring**

Note:

1. The examination is for 01 hours and 30 minutes
2. You are required to answer any 3 out of the 4 questions
3. Each question carries equal marks (14) total marks of question paper are 42

**TIME: 01:30 Hrs**

**TOTAL MARKS: 42**

- Question 1 (A) Define corporate restructuring and explain various forms of corporate restructuring in detail with examples. (14)
- Or
- Question 1 (A)(i) Write a short note on Motives of corporate restructuring. (07)
- Question 1 (A)(ii) Explain benefits of corporate restructuring to the business entities. (07)
- Question 2 (A) What do you understand by valuation? Which methods of valuation based on discounted cash flows are used to value a firm? Explain them in detail with their advantages and limitations. (14)
- Or
- Question 2 (A)(i) Write a short note on real option method of valuation. (07)
- Question 2 (A)(ii) What is synergy? Explain what financial synergy is. (07)
- Question 3 (A) What is Leveraged Buyout (LBO)? Explain the process of LBO along with parties associated in LBO transaction. (14)
- Or
- Question 3 (A)(i) Write a short note on Employee Stock Ownership plans. (07)
- Question 3 (A)(ii) Write a short note on Joint venture. (07)
- Question 4 (A) Explain the significance of ethical Principles in Corporate Restructuring along with the process through which ethics can be embedded into corporate restructuring decisions. (14)
- Or
- Question 4 (A)(i) "Only ethical companies will survive in the long run." Do you agree? Give logical reasons supporting your belief. (07)
- Question 4 (A)(ii) How does the legal system safeguard stakeholders against unethical practices followed in corporate restructuring? (07)

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