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**EXECUTIVE MASTER OF BUSINESS
ADMINISTRATION (EXMBA)**

Term-End Examination

June, 2012

MCTE-094 : MERGERS AND ACQUISITION

Time : 3 hours

Maximum Marks : 100

Note : Attempt any five questions.

All questions carry equal marks.

1. What do you understand by leveraged Buy outs ? 20
Discuss its advantages and disadvantages.

2. How do Joint ventures differ from merger activity ? In what way are they similar ? 20
Distinguish between a Joint Venture and a Strategic Alliance.

3. What is the relationship between method of payment used in mergers and each of the following ? 20
 - (a) Tax factors
 - (b) Signalling

4. How do abnormal returns vary for acquiring and acquired firms during the period well before any merger announcement ? 20

 5. Explain the differences between operating synergy and financial synergy and their relationships to different types of mergers. 20

 6. Explain the various strategies of acquisition and take-overs. Discuss the procedure for share valuation and price bidding. 20

 7. How are the benefits of merger shared between the acquiring and target firms ? Explain with suitable example. 20
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