



FACULTY OF BUSINESS

FINAL EXAMINATION

Student ID (in Figures) :

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Student ID (in Words) : _____

Course Code & Name : **FIN3123 MERGERS, ACQUISITIONS and CORPORATE RESTRUCTURING**
 Semester & Year : JANUARY – APRIL 2021
 Lecturer/Examiner : MR.RAVINDRAN RAMAN
 Duration : 3 Hours

INSTRUCTIONS TO CANDIDATES

1. This question paper consists of 2 parts:
 PART A (25 marks) : Answer all THREE (3) short answer questions. Answers are to be written in the Answer Booklet provided.
 PART B (75 marks) : Answers all THREE (3) structured type answer questions. Answer are to be written in the Answer Booklet provided.
2. Candidates are not allowed to bring any unauthorised materials except writing equipment into the Examination Hall. Electronic dictionaries are strictly prohibited.
3. This question paper must be submitted along with all used and/or unused rough papers and/or graph paper (if any). Candidates are NOT allowed to take any examination materials out of the examination hall.
4. Only ballpoint pens are allowed to be used in answering the questions, with the exception of multiple choice questions, where 2B pencils are to be used.

WARNING: The University Examination Board (UEB) of BERJAYA University College regards cheating as a most serious offence and will not hesitate to mete out the appropriate punitive actions according to the severity of the offence committed, and in accordance with the clauses stipulated in the Students’ Handbook, up to and including expulsion from BERJAYA University College.

Total Number of pages = 3 (Including the cover page)

PART A : SHORT ANSWER QUESTIONS (25 MARKS)

INSTRUCTION (S) : Answer **ALL THREE (3)** questions. Write your answers in the answer booklet(s) provided.

Question 1

Define the following terms:

(a) Carve-out (3 marks)

(b) Spin-off (3 marks)

(C) Split-off (3 marks)

(Total 9 marks)

Question 2

Discuss a merger agreement and how its takes effect in a merger exercise between two corporates.

(8 marks)

Question 3

Explain **TWO (2)** advantages and **TWO (2)** disadvantages of a merger between two organizations respectively.

(8 marks)

END OF PART A

PART B : STRUCTURED TYPE QUESTIONS (75 MARKS)

INSTRUCTION (S) : Answer only **ALL THREE (3)** questions. Write your answers in the answer booklet(s) provided.

Question 1

Evaluate **TWO (2)** categories of takeover defences measures related in merging and acquisition.

(25 marks)

Question 2

List and explain all **FOUR (4)** valuation methodologies in conducting a company valuation in the process of merging and acquisitions. Draw a diagram and illustrate each of the valuation methods in detail.

(25 marks)

Question 3

(a) Discuss the Divestiture as a corporate strategy in the process of merging exercise activity.

(15 marks)

(b) Explain **TWO (2)** differences between bear hug and proxy fight.

(10 marks)

(Total 25 marks)

END OF QUESTION PAPER