



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 : MAY – AUGUST 2020
 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 only THREE (3) structure 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** questions. Write your answers in the answer booklet(s) provided.

Question 1

Define the following terms:

(a) Corporate Restructuring. (3 marks)

(b) Codes of Takeover in Malaysia. (4 marks)

(Total 7 marks)

Question 2

Define a merger agreement and explain how its takes effect in a merger exercise from the perspective of mergers, acquisition and corporate restructuring.

(Total 8 marks)

Question 3

Discuss **TWO (2)** advantages and **TWO (2)** disadvantages of a merger between two firms respectively.

(Total 10marks)

(Total 25 marks)

END OF PART A

PART B : STRUCTURED QUESTIONS (75 MARKS)

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

Question 1

Discuss **FIVE (5)** main motives of a merging and acquisition that will benefit and synergies a firm.

(25 marks)

Question 2

There are **FOUR (4)** commonly used valuation methodologies in performing a company valuation during the process of merging and acquisitions. Draw a diagram and discuss each of the valuation methods in detail.

(25 marks)

Question 3

(a) Briefly explain **FIVE (5)** key indicators that measure a firm's performance under the merger and acquisition performance tracker.

(15 marks)

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

(10 marks)

(Total 25 marks)

END OF QUESTION PAPER