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**Avinashilingam Institute for Home Science and Higher Education for Women**  
Deemed to be University Estd. u/s 3 of UGC Act 1956, Category 'A' by MHRD (now MoE)  
Re-accredited with 'A++' Grade by NAAC. CGPA 3.65/4, category I by UGC  
Coimbatore - 641 043, Tamil Nadu, India

**Bachelor's Degree Examination – May 2025**  
**VI Semester**

**Class : III UG**  
**Major : B.Com Corporate Secretaryship**

**Time : 3 Hours**  
**Max. Marks: 100**

**21BCRC29 Corporate Restructuring**

**Course Outcomes:**

- CO1: Understand the need, scope and forms of restructuring  
CO2: Understand M& A with its different classifications, strategies, theories, synergy, etc.,  
CO3: Critically evaluate the different types of M&A, takeover and antitakeover strategies.  
CO4: Understand the splits, divisions, modes of corporate demergers.  
CO5: Understand the buy back of shares and its procedure and practice.

**Part A**

**10 x 1 = 10**

**Choose the Correct Answer**

1. What is the primary goal of corporate restructuring? CO1K1
  - a. Reducing workforce
  - b. Enhancing shareholder value
  - c. Increasing operational costs
  - d. Reducing product range
2. Which of the following is NOT a form of corporate restructuring? CO1K2
  - a. Mergers
  - b. Takeovers
  - c. Stock splitting
  - d. Joint ventures
3. Due diligence is conducted during which phase of a merger? CO2K2
  - a. Post-merger integration
  - b. Pre-merger analysis
  - c. Planning stage
  - d. Execution
4. The SEBI takeover code is primarily designed to protect \_\_\_\_\_ CO1K2
  - a. The target company's board
  - b. Minority shareholders
  - c. The acquiring company
  - d. The government
5. What is a 'bailout takeover'? CO3K2
  - a. Government intervention to acquire a firm
  - b. Acquisition of a financially distressed company
  - c. A takeover through hostile means
  - d. A friendly acquisition
6. In which type of demerger are shares of the new entity directly distributed to shareholders? CO2K1
  - a. Spin-off
  - b. Split-up
  - c. Divestiture
  - d. Reverse merger
7. The primary purpose of financial restructuring is \_\_\_\_\_ CO3K2
  - a. Increasing employee compensation
  - b. Reducing debt burden
  - c. Expanding market share
  - d. Increasing Profitability
8. Buyback of shares leads to \_\_\_\_\_ CO3K3
  - a. Increase in the number of outstanding shares
  - b. Increase in shareholder equity
  - c. Reduction in the number of outstanding shares
  - d. Decrease in share holder's equity
9. Reverse merger is used as a tool for \_\_\_\_\_ CO4K4
  - a. Acquiring listed status without IPO
  - b. Liquidation of a company
  - c. Bankruptcy proceedings
  - d. To become publicly listed on a stock exchange
10. What is the first stage in the five-stage merger model? CO5K5
  - a. Negotiation
  - b. Implementation
  - c. Due diligence
  - d. Integration

**Part B**  
**Answer ALL questions**

**5 x 6 = 30**

**Each answer should not exceed 400 words or two pages**

- 11.a. Explain the need and scope of corporate restructuring. CO1K1  
(or)
- 11.b. Discuss the global and national scenarios of corporate restructuring. CO1K2
- 12.a. Discriminate the legal and procedural aspects involved in mergers. CO2K3  
(or)
- 12.b. Describe the five-stage model of mergers and amalgamations. CO3K3
- 13.a. Explain the types of takeovers and their financial implications. CO2K4  
(or)
- 13.b. Interpret the SEBI's takeover regulations and their significance. CO3K2
- 14.a. Differentiate between demergers and reconstruction with examples. CO4K4  
(or)
- 14.b. Explain the tax aspects and tax reliefs associated with corporate demergers. CO4K2
- 15.a. Explain the procedure and SEBI guidelines for buyback of shares. CO5K1  
(or)
- 15.b. Discuss the necessity of financial restructuring for corporate survival. CO5K1

**Part C**

**5 x 12 = 60**

**Answer ALL questions**

**Each answer should not exceed 800 words or four pages**

- 16.a. Critically analyze the different forms of corporate restructuring and their impact on organizational growth CO2K3  
(or)
- 16.b. Evaluate the role of corporate restructuring in enhancing competitiveness in a global economy. CO2K3
- 17.a. Assess the challenges faced during the due diligence process in mergers and acquisitions. CO2K2  
(or)
- 17.b. Examine the factors influencing post-merger efficiency measurement and valuation. CO3K2
- 18.a. Discuss the economic and financial aspects of takeovers with relevant case studies. CO4K3  
(or)
- 18.b. Analyze the role of bail-out takeovers in rescuing sick industrial units. CO4K4
- 19.a. Explain the various modes of demergers with suitable examples. CO2K3  
(or)
- 19.b. Evaluate the significance of reverse mergers in corporate restructuring. CO4K2
- 20.a. Analyze the impact of share buyback on corporate financial stability. CO3K4  
(or)
- 20.b. Critically examine the government and SEBI guidelines in the buyback process. CO5K2

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