



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

# DL-105

December-2025

MBA, Sem.-III

**MBA in Public Policy Management (PPM) / MBA in Event Management (EM) / MBA in Business Economics and Public Finance (BEPF)**

**BFM-306/PFM-306/EFM-306/DFM-306 :**

**Advanced Finance & Analytics (AFA)**

**Time : 2:30 Hours]**

**[Max. Marks : 70**

1. A company LMN Ltd is considering Project L and Project M with the following information : 14

**Project L** – Expected NPV – ₹ 36,000 Standard Deviation – ₹ 13,000.

**Project M** – Expected NPV – ₹ 44,000 Standard Deviation – ₹ 14,400

Based on the risk assessment methods in capital budgeting, analyse with implications which project can be recommended.

2. Write a short note on Amalgamation in nature of pooling of Interest Method & Purchase Method as per Accounting Standard 14. 14

**OR**

2. Explain in detail Slump Sale, Equity Carve outs and Leverage buyouts as a form of corporate (financial) restructuring. 14

3. Explain the following with suitable example : (1) Management Buyout (2) Leverage Buyout & Boot Strapping. 14

**OR**

3. What do you mean by Delisting ? Explain the types of Delisting that can be considered as Corporate Restructuring. 14

4. Explain the role of Net Present Value in case of Mergers and Acquisitions. Justify with empirical evidence. 14

**OR**

4. Explain in detail different models for finding out financial distress of any company. 14

5. ABC Ltd. is a large company operating in the cement industry. Given its large size it is unlikely that the firm will grow at a rate faster than the economy in the long term. The free cash flow to the firm in the year 2009 was ₹ 4 per share. The following additional information for the year 2025 is available : 14

- EPS = ₹ 9
- Capital Expenditure per share = ₹ 8.30
- Depreciation per share = ₹ 6.60
- Change in the WC per share = ₹ 2
- Debt Financing Ratio = 30%

The earnings, capital expenditure, depreciation and working capital are all expected to grow at 12% a year. The beta of the stock is 2.2. The treasury bill rate is 14%.

Estimate the value per share of ABC Ltd. using the free cash flow to equity method.

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