

SES's L.S. RAHEJA COLLEGE OF ARTS AND COMMERCE (AUTONOMOUS)



BOARD OF STUDIES: ACCOUNTANCY & FINANCE

PROGRAMME: M.COM (Advanced Accountancy)

SEMESTER: III

NOMENCLATURE OF THE COURSE: Mergers & Acquisitions

NEP Vertical: Major Mandatory

Credit: 4

(As Per Choice Based Credit System (under NEP 2020) with effect from the Academic Year **2025-26**)



Programme:	M.COM
Nomenclature of the Course	Mergers & Acquisitions
Total Marks	100 marks
Semester:	III
Academic year	2025-26

Learning Objectives :

- To make learners understand the recent trends and impact of Merger & Acquisition.
- To educate learners about the regulatory framework governing M & A.

Learning Outcomes :

- To identify the nature and theories of mergers and understanding cross border acquisitions.
- To recognize valuation models in M & A and methods of financing mergers.
- To interpret different methods of corporate restructuring and buyouts.
- To summarize legal and regulatory framework of M & A and accounting standards of mergers.

Unit	Course Content	Andragogy	No of Lectures
1.	Introduction to M&A : Introduction to Mergers and Acquisitions Mergers-in the nature of acquisitions and amalgamations, types of merger – motives behind mergers – theories of mergers – operating, financial and managerial synergy of mergers – value creation in horizontal, vertical and conglomerate mergers – internal and external change forces contributing to M&A activities- understanding cross border acquisitions M&A - strategic perspective- industry life cycle and product life cycle analysis in M&A decision, strategic approaches to M&A- SWOT analysis, BCG matrix, Porter’s Five forces model trends in merger activities India and abroad.	Lectures, group discussions, case studies, and interactive lectures	15
2.	Valuation Models in M&A: Valuation – cost of capital-traditional valuation approaches discounted cash flow valuation – asset based valuation-brand valuation-firm valuation equity valuation- FCFE and FCFF- relative valuation-adjusted present value- (Including problems) Methods of financing mergers – cash offer, share exchange ratio – (Including problems) - mergers as a capital budgeting decision.	Lectures, group discussions, case studies, and interactive lectures	15
3.	Corporate restructuring Different methods of restructuring – joint ventures –sell off and spin off – divestitures – equity carve out – leveraged buy outs(LBO) – management buy outs – master limited partnerships – employee stock ownership plans /stock option plan(ESOP)- detailed understanding of all types of restructuring [Including Problems]	Lectures, group discussions, case studies, and interactive lectures	15
4.	Legal, Taxation, and Accounting aspects: Legal and regulatory frame work of M & A – provisions of Companies Act 2013, – SEBI Takeover Code, Provisions of Competition Act. Taxation of Mergers, Acquisitions and Amalgamations: Amalgamation, Demerger – Special	Lectures, group discussions, case studies, and	15

	provisions for computation of cost of acquisition- Conditions for availing loss and depreciation – Tax Neutrality. Accounting aspects of Mergers: Principal methods of Accounting for mergers and acquisitions , Merger and Acquisitions – Why they Fail and How to make these successful	interactive lectures	
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SUGGESTED READINGS :

- Taxmann's Merger's Acquisitions & Corporate Restructuring Strategies & Practices ,
Rabi Narayan Kar&Minakshi
- Mergers ,Takeovers, Amalgamations ,D.P.Mittal
- Mergers &Acquisitions,Harvy A Poniachek