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Reg. No.....

Name.....

**LL.M. DEGREE EXAMINATION, MARCH 2023**

**Second Semester**

**Branch I—Commercial Law**

**Course 3—LW010203—LAW OF CORPORATE FINANCE**

**(2021 Admissions—Regular)**

**Time : Three Hours**

**Maximum Marks : 70**

*Answer any five questions.*

*All questions carry equal marks.*

1. "Corporate Finance is concerned with the financing and investment decisions made by the management of companies in pursuit of corporate goals. In the financial management of a corporation, funds are generated from various sources and allocated or invested for desired assets." Do you agree ? Explain the meaning and scope of the term "Corporate Finance" and 'Financial Management' ? Establish the interrelationship between the investment, financing and dividend decisions making process that happens during the lifetime of a company.
2. What do you mean by the term Depositary and the kinds of Depositary receipts ? Explain the working machinery of a Depositary System giving special importance to its benefits, functions and the legal framework governing it ?
3. "The Debenture Trustees plays a very important role in protecting the interest of the investors and also during the debt issue" - Justify the above statement by critically examining the role played by Debenture Trustees in an issue management and highlight their contribution in the working machinery of the company. In doing also discuss about the Debenture Redemption Reserve and Debenture Trust Deed.
4. Explain the concept and scope of Equity Financing. What are the various ways by which Equity financing can be made within the market ?

**Turn over**





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5. "A restructuring wave is sweeping the corporate sector the world over, taking within its fold big and small entities, comprising old economy business conglomerates and new economy companies as well. Mergers, amalgamation, acquisitions, and consolidation have become an integral part of the new economic paradigm". In the light of the above statement, discuss the meaning, relevance and extent of the terms 'Merger' and 'Amalgamation'? Explain the different kinds of Mergers and Amalgamation.
6. Critically analyse the role of creditors in corporate finance and also discuss the provisions as per the regulatory framework by which their rights and interests are protected.
7. Explain the meaning, and importance of Prospectus in a Public Issue giving special mention to the essentials and kinds of a prospectus?
8. Explain the concepts and implications of the following on the financial structure of the company :
  - (a) Buy Back of Shares.
  - (b) Allotment of Shares.

(5 × 14 = 70)

