



AMITY BUSINESS SCHOOL

MUDRA

FINANCE NEWSLETTER



DATE: 1st MAY 2022

ISSUE NO.: 35



Dr. Ashok K. Chauhan
Founder President,
Amity University



Dr. Atul Chauhan
Chancellor,
Amity University



Dr. Balvinder Shukla
Vice Chancellor,
Amity University Uttar Pradesh



Dr. Sanjeev Bansal
Director of Amity Business School, Dean Faculty of Management Studies

“Stop Inner Contradictions and Conflict”

Be clear about your thoughts and goals. Times are changing and requirements are plenty. Irrespective of insinuating role of rising competitive work life and transformed social life, the secret to a fulfilled achievement can be derived when state is ‘mindful’, and which leads to conscious deliberations. With rising expectations and surmounting challenges attaining clarity, purpose and outcome of every decision must be realized. Since ‘management’ is a purposive outcome and outward looking proactive and strategic process, it is important to that as sustainable organizations with a futuristic looking perspective, being mindful helps in maintaining psychological wellbeing for being healthy and contented.



FROM THE EDITORIAL DESK

Dear Readers,

“Finance is an integral part of our lives.”

With an educative purpose, we are coming forth with our monthly financial newsletter “MUDRA” to help our readers regarding insights to specific news and facts about the financial world. ‘MUDRA’ serves as a gist of the news happening in the financial ecosphere. It indeed gives me pleasure to share that the newsletter is designed and compiled by the students. My special accolades go to all those who have worked behind this.

I hope you enjoy going through the newsletter and we look forward to receiving your opinions and suggestions.

HAPPY LEARNING!



Dr. Ashima Aggarwal
Finance Department,
Amity Business School

EDITORIAL

EVERYTHING YOU NEED TO KNOW ABOUT MERGERS AND ACQUISITIONS

By Dhanishtha Khullar, MBA General (2021-23)



MERGING WITH OFFSPRING TO HIDE YOUR AGING EFFICIENCY?



By Sarang Munjal, MBA General (2021-23)



Byju is one of the most active TMT companies in the global M&A market in 2021, according to a new report



Tech Mahindra buys Thirdware, picks stake in Geomatic.AI



KKR picks up a 9.99 % stake in Shriram General Insurance



Merger and Acquisitions - Fast-growing biz



Top tech mergers and acquisitions in India in 2022



FINANCIAL FACTS

- Mergers and acquisitions (M&A) is a general term that describes the consolidation of companies or assets through various types of financial transactions, including mergers, acquisitions, consolidations, tender offers, purchase of assets, and management acquisitions.
- M&A deal values suffered in 2020, which is likely due to the uncertainty and global economic contraction caused by the COVID-19 pandemic. The only region where the value of the M&A deals increased in 2020 was the Asia-Pacific region.
- Post-pandemic M&A growth is expected in sectors such as the energy and mining sector, as well as the pharma sector. However, this is dependent on the longevity of the pandemic, which is difficult to predict.
- Most mergers and acquisitions can take a long period of time from inception through consummation; a period of 4 to 6 months is not uncommon.
- The best deals for sellers usually occur when there are multiple potential bidders. By leveraging the competitive situation, sellers can often obtain a higher price, better deal terms, or both.

FINANCIAL TERMS

• Acquisition

The purchasing company acquires more than 50% of the shares of the acquired company and both companies survive.

• Amalgamation/Consolidation

The joining of one or more companies into a new entity. None of the combining companies remains; a completely new legal entity is formed.

• Asset Deal

An asset deal occurs when a buyer is interested in purchasing the operating assets of a business instead of stock shares.

• Backward Integration

A company acquires a target that produces the raw material or the ancillaries which are used by the acquirer. It intends to ensure an uninterrupted supply of high-quality raw materials at a fair price.

• Economies of Scope

An economic concept that refers to the decrease in the total cost of production when a range of products are produced together



FILL IN THE BLANKS

- When you are investing or saving, _____ is earned on the amount you deposited, plus any interest you have accumulated over time.
- Your _____ is simply the difference between your assets and liabilities.
- _____ are the difference between how much something is worth now versus how much it was originally purchased.
- _____ is a standard practice in any portfolio. It is the process of bringing your stocks and bonds back to your desired percentages.
- _____ are retirement plans that companies may offer as a benefit in which you, your employer or both make contributions on a regular basis.
- _____ provides additional liability coverage beyond what your home, auto or boat insurance may provide.
- This business finance term and definition is a creditor's legal claim to the collateral pledged as security for a loan is called a _____.
- If your small business has several loans with various payments, you might want to consider a business _____ loan.

Please send your answer to finclubabs@gmail.com

MARKET RATES

POLICY RATES

Particulars	SENSEX	NIFTY	GOLD	USD/ INR	NASDAQ
Price (as on 24 th April '22)	57,911.68	17,171.95	53,955	76.48	12839.29
Change (as on 24 th March '22)	57,595.68	17,222.75	51,840	76.39	14468.37

CRR	4.00%
Reverse Repo Rate	3.35%
SLR	18.00%
MSF	4.25%
Repo Rate	4.00%
Bank Rate	4.25%

As On 24th
April, '22

TOP GAINERS

TOP LOSERS

Company	Adani Airports	M&M	Hindalco	SBIN
Current Price	875.00	911.00	514.05	499.50
Change (%)	2.46	0.88	4.85	3.25

Previous Winner



Pratik Sharma
MBA General, 2021-23