



G. S. College of Commerce & Economics, Nagpur

An Autonomous Institution

(Affiliated to Rashtrasant Tukadoji Maharaj Nagpur University)

First Semester Master of Business Administration Examination (CBCS)

BUSINESS VALUATION

(MBSF 1.3)

Time: 3 Hours

Maximum Marks: 80

N.B.: All questions are compulsory.

- Q. 1. Answer the following question in about 150-200 words. 10
A) What do you mean by value? Explain the nature and scope of valuation.
OR
B) Explain in detail the importance and misconceptions about Business Valuation.
- Q. 2. Answer the following question in about 150-200 words. 10
A) Explain the different elements of Business Valuation.
OR
B) What are the different valuation approaches? Explain adjustments for valuation purposes.
- Q. 3. Answer the following question in about 150-200 words. 10
A) Explain the steps involved in DCF valuation.
OR
B) Define DCF valuation. What are the advantages and limitations of DCF approach?
- Q. 4. Answer the following question in about 150-200 words. 10
A) Define relative valuation. Explain the steps involved in Relative Valuation.
OR
B) What are the wide applications of Relative Valuation? Explain advantages and limitations of Relative Valuation.
- Q. 5. Answer the following question in about 150-200 words. 10
A) What are the different factors considered in Asset Valuation? Explain.
OR
B) What is Adjusting Book Value? Explain in detail.

Q. 6. Answer the following question in about 150-200 words.

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A) A company is in the business of making software product and services. The name of company is “Infyfocus”. You are expected to suggest the valuation approach and steps involved in valuation process.

OR

B) A company called “Jaysons” producing Men’s garments recently acquired a company called “Sooraj Textiles” manufacturing cotton threads. How is business valuation process involved in valuation of this acquisition? Explain the process of valuation.

Q. 7. Answer the following questions in about 75-100 words. (Any Five)

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A) What are the objectives of Valuation?

B) What is fair market value?

C) What are the assumptions in DCF model?

D) When is Relative Valuation used?

E) How is Book Value determined?

F) What are the different things to be considered in valuation of sole proprietorship firm (business)?

