

- Q.2 A) Explain valuation uncertainties. (08)
 B) Explain the reasons of valuation of business. (07)

OR

- Q.2 C) Elaborate the methods of business valuation. (08)
 D) Explain the role of valuation in business acquisition. (07)

- Q.3 A) Explain the discounted cash flow valuation in detail. (08)
 B) Explain relative valuation in detail. (07)

OR

Q.3 C) A Company is considering the purchase of a machine. Two machines are available Machine A and Machine B, each costing Rs 500,000. In comparing the machines, a discounting rate of 10% is to be considered. Expected Cash Flows are as follows:

Year	1	2	3	4	5
Machine A	100,000	200,000	250,000	150,000	200,000
Machine B	60,000	150,000	200,000	300,000	200,000

Indicate which machine should be purchased. The present value of Re 1 @ 10% discounting factor are as follows:

Year	1	2	3	4	5
PV factor	0.909	0.826	0.751	0.683	0.621

- Q.4) A) Following is the Balance sheet of Suraj limited as on 31st March 2021: (15)

Liabilities	Rs	Assets	Rs
Equity share capital (Rs 100 each)	400,000	Trademarks	300,000
9% Preference share capital	200,000	Plant & machinery	200,000
7% bank loan	200,000	Stock	200,000
Creditors	100,000	Debtors	150,000
Bills Payable	100,000	Cash at bank	150,000
TOTAL	10,00,000	TOTAL	10,00,000

The average net profits of the Company are Rs 75,000. The NRR is 10%.

Calculate the fair value method of the shares.

OR

- Q.4) B) The balance sheet of Altar Ltd as on 31st March 2022 is as follows: (15)

Liabilities	Rs	Assets	Rs
Equity share capital(Rs100 each)	500,000	Land & building	400,000
10% Mortgage loan	200,000	Furniture & fixtures	200,000
Creditors	200,000	Debtors	150,000
Outstanding expenses	100,000	Stock	200,000
		Cash in hand	50,000
TOTAL	10,00,000	TOTAL	10,00,000

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The NPAT of the company is as follows:

Year end	Rs
2018-19	60,000
2019-20	70,000
2020-21	80,000
2021-22	90,000

On the date of valuation, all the assets and liabilities were correctly valued except Land & building which was valued at 500,000 and Furniture at Rs 150,000. Consider NRR @ 10%. Calculate value of Goodwill on the basis of 4 years of Super profits.

- Q.5 A) Explain the various types of intangible assets. (08)
B) Explain the methods of brand valuation. (07)

OR

- Q.5 Write short notes on: (any 03) (15)
1. Price V/S Value.
 2. Self-Constructed Asset.
 3. Methods of Share valuation.
 4. Valuation of Brand.
 5. Types of Patents.

*****THE END*****