

Review on the Operational Efficiency of Acquiring Companies following Mergers and Acquisitions

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Abstract: *Over the years, the most prominent approach to inorganic business growth has been through mergers and acquisitions. It plays a crucial role in the reconstruction of corporate relationships. Organizations select consolidations and acquisitions based mostly on strategic business considerations that are predominantly financial in nature. This study aims to evaluate the impact of the acquiring firms' financial performance before and after the acquisition. This can be achieved by employing specific monetary ratios and conducting a paired 5% significance test to analyze the performance of the acquiring company before and after consolidation in selected M&A transactions in India during the years 2007-2008 (chosen due to the 2008 global financial crisis) and 2012-2013 (when numerous transactions emerged after 2010 but within 2012-2013).*

Keywords: Companies, Operational Efficiency, Mergers, Acquisition