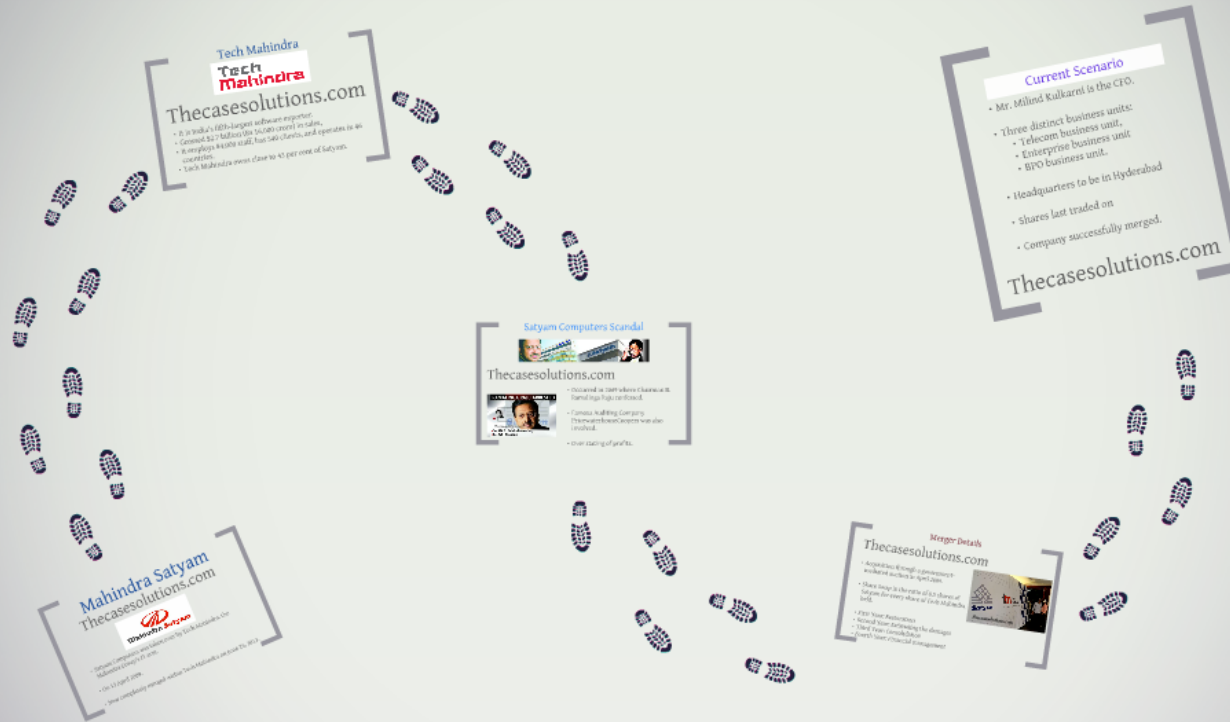
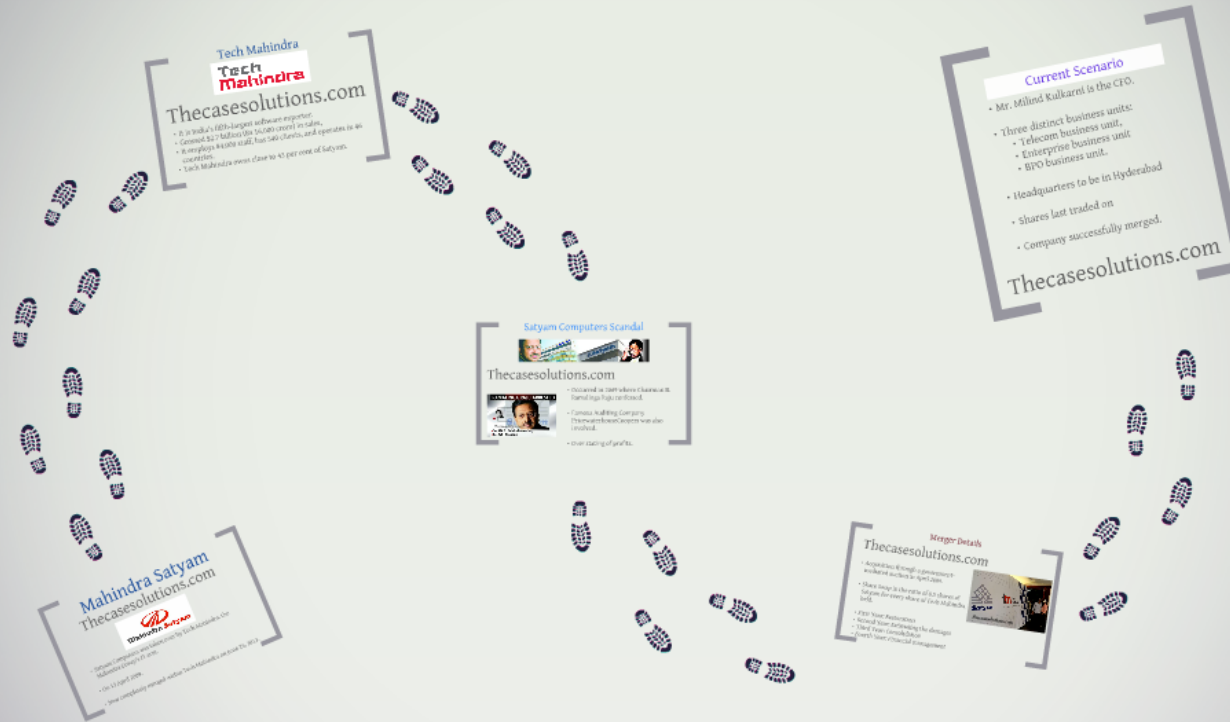


# Tech Mahindra and the Acquisition of Satyam Computers (A)



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# Mahindra Satyam

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- Satyam Computers was taken over by Tech Mahindra, the Mahindra Group's IT arm.
- On 13 April 2009.
- Now completely merged within Tech Mahindra on June 25, 2013.

Tech Mahindra

**Tech**  
**Mahindra**

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- It is India's fifth-largest software exporter.
- Grossed \$2.7 billion (Rs 16,000 crore) in sales,
- It employs 84,000 staff, has 540 clients, and operates in 46 countries.
- Tech Mahindra owns close to 43 per cent of Satyam.

# Satyam Computers Scandal



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- Occurred in 2009 where Chairman B. Ramalinga Raju confessed.
- Famous Auditing Company PricewaterhouseCoopers was also involved.
- Over stating of profits.

# RAMALINGA RAJU ARRESTED



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- Sec 120 B - Criminal conspiracy
- Sec 420 - Cheating

## Merger Details

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- Acquisition through a government-mediated auction in April 2009.
- Share Swap in the ratio of 8.5 shares of Satyam for every share of Tech Mahindra held.
- First Year: Restoration
- Second Year: Estimating the damages
- Third Year: Consolidation
- Fourth Year: Financial management





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## Current Scenario

- Mr. Milind Kulkarni is the CFO.
- Three distinct business units:
  - Telecom business unit,
  - Enterprise business unit
  - BPO business unit.
- Headquarters to be in Hyderabad
- Shares last traded on
- Company successfully merged.

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