Advanced Financial Management



News article discussion - 07 Mergers and Acquisitions

Please read the articles "Google takes on Apple with \$2.1bn deal to buy Fitbit" and "Fitbit/Alphabet: step down" which can be found in Links in Documents for this topic.

The discussion of the article in class will be guided by the questions below.

Discussion questions

- 1. Does it seem to you that the premium paid by Google for Fitbit is too high? Why? What piece of evidence can be used to guide your answer.
- 2. What are the risks of the merger?
- 3. What type of synergies may Google be aiming to take advantage of?