

Case Study

Transaction Advisory

Client Profile

A Switzerland based private equity firm

Transaction Snapshot

Deal Size - CHF 3.4 billion

Jurisdiction - Switzerland

Transaction Type - Leveraged buy-out

About Oxane Partners

Oxane Partners provides bespoke solutions to alternative investment firms throughout their investment lifecycle. Since inception, Oxane has supported more than 40 financial institutions of all sizes including hedge funds, private equity funds, asset managers and investment banks across all major asset classes and jurisdictions.

To talk about our expertise and solutions offering, please reach us at: info@oxanepartners.com

Background

The private investment firm wanted to build the business case for the acquisition of a publicly listed bank from its current shareholders in an all cash LBO. The planned acquisition was to be funded c. 30% by equity and rest by debt.

Oxane's Approach

Oxane's team assisted the client's deal team in complete underwriting including arriving at a fair target price and formulating a strategy to unlock value by demerging the bank's three divisions and disposing of the two non-core businesses while retaining the core consumer loans business.

Oxane supported the client under the following areas :

Target Pre-screening

- Scenario building and pre-screening the transaction for a feasibility analysis
- Incorporated all relevant assumptions on the purchase price, interest rate, etc. in the financial model

Financial Statement Preparations

- Prepared a sources and uses report to analyse the financing and the use of capital
- Appropriately adjusted the balance sheet for the new debt and equity post transaction

Final Projections

- Projected the financial statements for five years along with the debt repayment plan

Investment Memo

- Created a comprehensive investment memo including industry analysis, competitive benchmarking, financial strength analysis and SWOT analysis
- Proposed a post-acquisition corporate strategy and synergy analysis

Exit Planning & Returns Analysis

- Calculated the exit equity valuation based on EV/EBITDA multiples approach and market net debt
- Calculated IIR and money multiple along with an executive deal summary