

# SELECTED TRANSACTIONS INVOLVING FREIHERR V. WEICHS

as per May. 2017

## Preface

## Strategy

Weichs Management Consultants (WMC) are consulting their clients on the cross road of main street and wall street. That means we create, advise and implement realistic strategies on main street with regard to capital markets and that we arrange transactions with regard on strategy on wall street. To assure the commitment of the client, to cover our costs and to remain independent in our advise we work in all cases only on basis of a cost covering retainer plus a reasonable success fee.

## References

Caspar Freiherr von Weichs personally advised and was involved in several major transactions as managing partner of such projects before starting the consultancy business under his own name in June 1994. Among others he was involved as responsible partner in the following projects and transactions:

- Sale of **Augsburger Aktienbank AG** (D) from Harald Quandt Holding (D) to Schweitzer Rentenanstalt AG (D/CH) at price of ~Mill. DM 55 (for 50,1%) in 1987, consulting the seller.
- Sale of **Neue Heimat Bayern** (D, 32.000 apartments) from BGAG ( Trust holding of German Unions) to Doblinger Group (D) at price of Mill. DM 960 in 1988, consulting the seller.
- Valuation and advisory of **BGAG** (D, Trust holding of German Unions, seller) in sale of Life Insurance Volksfürsorge (D) to Aachen- Münchener Insurance Group (D) and to La Fondiaria Insurance Group (I) to retain fair price (~ DM 1,5 bn) in 1989.
- Advisory of **Sixt Rent a Car AG** (D) **not** to buy Interhotel Group (D) with 32 Hotels and >10.000 beds from Treuhandanstalt (D) at price of DM 3,2 bn in 1991, consulting the investor.
- Selection, valuation and sales advise of **Treuhandanstalt** (D) for the first 100 trophy-properties after reunification 1990/1991 in amount of ~ DM 1,5 bn to ca. 75 different national and international investors, consulting the seller.

Subtotal advised 79 transactions in mill. € 3.689

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Year	Target Company (annual sales, book value or balance sheet)	Description of Transaction Object	Acquiror /Financier carry forward 79 advised transactions	Transaction Size € mill. 3.689	Transaction Description
1995	<b>EAW</b> , East Berlin (Mill. DM 30 sales) client	Tool Production (D)	<b>Supplier</b> (D) (undisclosed)	DM 2m	Produce down-size strategy and sales concept for transaction at price of net assets
1996 to 2000	<b>Travel Line AG / Travel 24 net AG</b> (D) (Eur 20 m sales) client	Internet and call center based travel agency	<b>-private investor</b> Group (D) for seed /second stage <b>-Pre IPO</b>	- DM 6m seed - DM 15 m 2.nd stage - DM 140 IPO	VC case: Produce business and finance plan, tax efficient investment vehicle, private placement, pre IPO strategy, IPO was advised and performed by Commerzbank
1997/ 1998	<b>Kap Hag AG</b> (D) (DM 300 m sales) client	Real Estate Services &Development	Withdrawn from market after signing LOI with <b>US Financial Investor</b>	DM 90 m	Produce new strategy, value company, develop capital market strategy, approach financial investors and arrange signing LOI
1997/ 1998	<b>CSAM/CS Euroreal</b> at that time balance sheet DM 360 m client	Real Estate Open Ended Fund	<b>Several German Institutional Investors</b>	DM 200 m	Fund shares were under heavy redemption pressure down to DM 360 m. => Develop turn-around, new portfolio and marketing strategy increasing performance and trust in fund. Proof that new strategy by personally selling shares in amount of DM 200 m to German institutionals. Since then the fund top ranked in performance and gained assets of up to and > €7 bn
1997 to 1999	<b>Stadtwerke Düsseldorf</b> (D) (DM 1,4 bn sales) client	Water and Electricity Utility & Distribution, privatisation of 25% shares	<b>ENBW</b> (D) Affiliate of EDF (F)	~DM 800 m	Prepare privatisation strategy and concept for strategic partners, identify possible investors (Transaction then was performed by Investment-Bank)
1998	<b>Ian Shrager Hotels</b> (USA), client ( 18 theme hotels )	Hotel Development Finance of 2 hotels in London (UK), total investment costs BP 240 m	<b>Deutsche Hypo</b> (D), Barclays (UK), Net West(UK)	BP 70 m loan (=DM210 m)	Analyse investments and sites (2) in London, prepare business plan, structure financial concept, arrange missing BP 70 m
1998 / 1999	<b>Quadriga AG</b> (D) (planned sales DM 60 m) client	Internet Platform for financial services (D) , 2.nd stage finance against 50% shares	large German bank as strategic investor (undisclosed) Transaction was stopped due to break down new markets	DM 65 m	VC company: Prepare strategy, value company, structure financials, approach interested strategic investor
1999	<b>Bauwert GmbH</b> (D), client (sales DM 450 m)	Real Estate Development Finance of a portfolio (D)	<b>AHBR Bank</b> (D) (now Correal Bank )	DM 90 m	Structure financial concept, analyse and value properties, arrange bank loan
1999/ 2000	<b>Inside Hotels</b> (D), client (DM 25 m sales)	Sale of Hotel Management Group for 6 hotels	<b>Management and private investors</b> (D)(undisclosed)	DM <10 m	Prepare valuation , transaction strategy, shortlist.
2000	<b>German Life Insurance</b> (undisclosed, balance sheet DM 35 bn) client	Sale of total Real Estate portfolio via IPO	<b>IPO</b> (transaction was cancelled due to break down stock market)	DM 1,3 bn	Value properties, produce business and outsourcing strategy , prepare Pre IPO concept. Advise client not to arrange IPO
			Subtotal advised 89 transactions	€ mill. 5.186	

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	Target Company	Description of Transaction Object	Carry forward advised 89 transactions Acquiror/Financier	Transaction Size € mill 5.186	Transaction Description
2000	<b>Köllmann Real Property Management GmbH</b> , client (DM 30 m sales)	Sale of Facility Management company (D)	<b>German Affiliate of Vivendi</b> (D /F)	DM 25 m	Value company, prepare transaction strategy and investment memo, identify target.( Transaction was performed by management)
2000	<b>Stein Hotel Group</b> (UK/ESP),client	Hotel Development Finance in Barcelona (E)	<b>Depfa Bank</b> (to day Aarealbank, D)	USD 50 m loan	Value investment, prepare investment memo and loan structure, arrange loan
2000/2001	<b>Bauwert GmbH</b> (D), client (sales DM 450 m)	Capital increase against 45% shares	<b>Prudential Insurance</b> (USA, now Pramerica)	DM 185 m	Produce new strategy, value company and properties, prepare capital market concept for IPO or alternative financial investor, advise for direct investment, arrange road show and investor
2001/2002	<b>BFD Capital</b> (D) client	Office and Hotel Development Finance in Berlin (D), total investment DM330 m	<b>AHBR Bank</b> (D) (funded equity was withdrawn after September 11/02)	DM 250 m loan	Prepare site study, investment calculation, financial engineering, arrange loan
2001/2003	<b>HKB Mortgage Bank</b> (D) (Balance sheet DM2,5bn)	Purchase of bank (D), advising the investor	<b>CMM Crown Mortgage Management</b> (USA/UK)	EUR 26 m	Select market for opportunities up to 250 m analyse targets, approach HKB, arrange transaction and signing process. After CMM could not pay bank finally was bought by HSH Nordbank
2001/2002	<b>Aspria</b> leisure club (B, client) owned by US PE- Fund Apollo Sales > EUR 25 m	Leisure Development Finance for club investments in Hamburg (D)	<b>Hamburgische Landesbank</b> (D)	EUR 10 m	Check sites, prepare investment calculation, structure financing, arrange loan, close loan.
2002 to 2004	<b>Marseille Kliniken AG</b> (D, client) (sales >EUR 200m)	Sale of 12 plus nursing homes out of originally 20 (D), advising seller	<b>GE Capital Healthcare Financial Services</b> (USA)	>EUR 100m total investment	Design Shareholder Value strategy and outsourcing concept conform to IAS, value 20 operations, reduce to 15. Prepare IM, shortlist, arrange investor, write term sheet, monitor closing process.
2002	<b>German Mortgage Bank</b> , client (D, undisclosed, client),balance sheet >EUR 100 m	Search and Arrangement for internat. strategic Investor and for Capital Increase	<b>International long term or real estate banks</b> (project was cancelled after change of board directors)	~EUR1 bn	Prepare strategy for European markets with conversion of bank to "virtual mixed" mortgage bank conform to former German Hypothekenbank Gesetz to benefit from privileges, value bank, arrange investor
2003/2004	<b>ProAreal GmbH</b> (D) (balance sheet EUR 100m) client	Sale of 12 unlet development projects on 5 sites (D) with building rights to strategic or financial investor	Transaction withdrawn from market due to weak real estate market	EUR 80 m	Prepare investment memo, value properties, arrange contacts to possible investors , advise client to stop marketing due to market down turn.
2004	<b>Mertens Real Estate</b> (D) client	Development Finance nursing home, total investment € 12 m	<b>DKB</b> (D)	EUR 9 m loan	Optimize financial structure and investment documentation, arrange loan by auction.
2004/2007	<b>German long term banks</b> (undisclosed)	Purchase of non performing loans from German long term banks, acting for buyer	<b>CSFB</b> (USA), now <b>Credit Suisse</b>	>EUR 1 bn	Select NPL market, identify and approach vendor, arrange transactions, advise investor
2004/2005	<b>Leveraged Recap Fund 1 and 2</b> Client.	Funding a 1 <sup>st</sup> time fund, investing in formerly sub performing or overvalued loans at book value.	<b>International institutional Investors</b> (UK,USA, undisclosed)	EUR 250 m equity plus EUR 50 m mezz	Prepare concept together with Altium Capital and Weidinger & Collegen for a fund eligible for premium fund reserve . Prepare investment memo, select and approach appropriate investors, sign term sheet.
			Subtotal advised 101 transactions	€ mill. 7.947	

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year	Target Company	Description of Transaction Object	Carry forward advised 101 transactions Acquiror/Financier	Transaction Size € mill. 7.947	Transaction Description
2005/7/8/9/10	<b>Leveraged Recap Fund 1 and 2</b> client	Investment acquisition of formerly sub performing loans	<b>German real estate finance banks(D)</b> (stopped in financial crisis)	EUR ~1,0 bn	Select and approach appropriate sellers of loan portfolios. Present fund concept to target sellers and acquire investments., Perform appraisals, write bid letter, arrange negotiations and signing
2005/6	<b>German long term finance bank</b> (undisclosed, seller)	Listed shell	<b>ARISTON AG (D, client)</b>	EUR >20m	Prepare new corporate finance strategy for investor, find shell, estimate value, approach seller, arrange LOI of investor. Transaction stopped by seller according to new internal strategy .
2005/6	<b>HSH Hyp AG</b>	100% affiliate of <b>HSH Nordbank (D)</b> , ca. € 10 bn balance sheet Transaction was stopped by seller arguing that reintegration is a better option then sale.	<b>Patron Capital Ltd. (US/UK)</b> , Private equity fund with USD 1000 m investment capital client	EUR > 100 m	Select market by investment criteria, approach target, find right valuation approach, prepare bid letter, negotiate term sheet, bring client in first bid position.
2006	<b>ARISTON AG, (D)</b> , client, market cap ~ 100 m	Pre IPO finance of Real Estate Corp. with balance of ca. € 90 mill.	<b>national and international investment banks</b> (undisclosed)	EUR 20 m	Advise client in optimal financial structured options. Approach selected national and international Investment banks
2005/6	<b>German Rehab and Wellness Group,</b> client (undisclosed)	Refinance of originally € 160 mill.	<b>Credit Suisse (CH)</b>	EUR 70 m	Approach selected banks, arrange term sheet on basis of papers prepared by auditors. Project was with drawn from market after original lender agreed in new loan.
2006/7	<b>Marseille Kliniken AG, (D,client)</b> Healthcare Operator > 8.000 beds, €215 mill. annual sales,	Sale of 9 clinic operations with 1400 beds plus real estate. Transaction was stopped after investor in operations could not verify his price estimate in due diligence.	<b>Medipartenaies SA, (F)</b> for operations, <b>Swiss institutional closed end fund</b> (undisclosed) for real estate.	EUR >120 m	Prepare internal valuation and investment memos for operations and real estate in German and English, select and approach world wide appropriate possible investors in operations, negotiate and arrange LOI / term sheet and due diligence for operations.
2007	<b>Vivico Real Estate, (D)</b> German Developer in ownership of Federal Government. BS > 900 mill. €	Participation in auction on buy-side. Target was later on purchased by CA-Immo AG, Austria	<b>Rockpoint Germany (D,client)</b>  <b>RBS Germany</b> as long term financier	EUR >800 m	Convince client to participate in auction under internally defined conditions. Analyse investment memo, prepare 2 optional growth and long term exit strategies under regard of clients investment rules, write indicative offering, make valuation and arrange conditional finance with bank, advise client to pass due to sub prime crisis.
2007-2009 2014 - 2015	<b>Deutscher Branchen REIT (D)</b> (undisclosed, client)	Corporate finance tool for German commercial and industrial companies with sales > €2.000 mill.	<b>Large German banks and industrial companies</b> (undis - closed, pending)	EUR > 1500 m	Design strategy and business concept together with Altium Capital and BLLW lawyers, auditors & tax advisers. Approach large German target firms and large internat.banks to refinance their clients / real estate. Due to financial crisis target firms and banks still fear to fail.
2008-2012, 2013 - 2014	<b>Valovis Pfandbriefbank (D) (former Karstadt-Quelle Hypothekenbank)</b> < €10 bn Balance Sheet	Bank bought in the middle With interesting potentials for foreign investors to realize European capital markets strategy.	<b>Apollo Mangement International</b>  Subtotal advised 110 transactions	EUR ~ 300 m  € mill. 12.277	Select market, find target, approach target and discuss client's goals indisclosed, introduce and disclose client, (1.)prepare and negotiate indicative offer and exclusivity, prepare due diligence, advise client to put transaction on hold due to unsecure capital markets in 2008,(2.) encourage client to make 2 <sup>nd</sup> offer due to partly recovered bank market, negotiate 3 new term sheets and exclusivity, prepare 2 <sup>nd</sup> due diligence,(3) find new approaches after insolvency of former owner Arcandor and after contestations of insolvency administrator and after European state finance crisis. Project was stopped after major write off if PIIGS bonds in target. Finally target was taken over by deposit protection fund ESF.

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year	Target Company	Description of Transaction Object	Acquirer / Financier	Transaction Size	Transaction Description
			Subtotal advised 110 transactions	Subtotal transaction size € mill. 12.277	
2009/10	<b>Bauwert Investment Group</b>	Finance of MBO via finance of projects. volume > 100 € mill.	<b>AXA Real Estate Investors</b>	€ mill. 22	Prepare MBO concept to convince seller, find refinance structure, prepare business-plan, investment memo and valuation of company, approach long listed investors, negotiate bids of shortlisted firms, arrange purchase of total project instead of originally planned equity finance
2009 - 2013	<b>Leading European Asset Manager I</b> institutional ownership (undisclosed)	Trade sale of up to 100% shares	<b>Global Institution</b> (client undisclosed)	€ mill. 130 (originally)	Make market research, find and approach target, present target to client etc. Transaction several times was interrupted due to unclear decision structure of sellers and major write offs on co-investments of target with result that our client lost interest. Finally 90% shares sold to small international group.
2010 - 2012	<b>WPG Projektentwicklung</b> , (client, German Developer)	Equity / Mezz. finance of an unlet "green" development project with investment volume of about mill. € 90	<b>International PE</b> and end investors (undisclosed)	€ mill. 20 equity	Prepare investment memo, structure equity and debt finance, prepare long- and shortlist, approach investors. Encourage client in preletting. Convince client to stop project after failed preletting.
2010 /14	<b>International Bank and small German</b> local operator for senior homes (undisclosed, clients)	Sale of operation and distressed senior home with > 60 single private owners and 120 apartments	<b>International real estate investors and national operators</b> (undisclosed)	€ 7mill.	Develop restructuring and new management concepts. Convince > 60 owners to stop loss and sale. Prepare investment memo, long- and shortlist, approach investors, arrange transaction. Transaction was stopped after majority of owners became insolvent.
2011	<b>Fay Projects</b> (leading German developer, client)	Equity / Mezz. finance of large prelet project in Cologne	<b>Private International family office</b> (undisclosed)	€ 32 mill. equity	Prepare investment memo, long- and shortlist, approach investors, arrange transaction
2012- 2013	<b>Large German real estate company</b> (undisclosed)	Restructure total refinance	<b>International PE</b> investor( client, undisclosed)	€ mill. > 500 equity	Identify several realistic screws to optimize asset and refi structure, discuss concepts to target, negotiate with banks new structure, possible haircuts, capital increase concept with backstop and invite banks in same boat, present new business and refinance concept. Advise client to stop transaction after increasing losses and write offs by target.
2013- 2014	<b>International Bank</b> (undisclosed)	Sale of distressed value add real estate	<b>Swiss based PE Fund</b> (client, undisclosed)	€ mill. ~30	Develop restructuring, new investment and refinance plans, prepare long and short lists for equity and debt finance, approach financiers, prepare bids, accompany negotiations. Bid failed by 0,1 mill.€
2013 - 2014	<b>German Asset Manager and Developer</b> (undisclosed)	Equity Finance of development portfolio with 10 properties for student appartments	<b>International PE fund</b> (client undisclosed)	€ mill. ~ 150	Check existing development, refinance and management concepts and investment markets, monitor negotiations between developer and client. Stop project when due diligence revealed that project-calculation is too optimistic and overvalued
2014	<b>Large German Bank</b> (undisclosed)	Capital relief by synthetic purchasing of mixed risk portfolio	<b>International PE fund</b> (client undisclosed)	€ mill > 400	Find and approach target, analyse documentation, accompany client in due diligence, stop project when seller could not give sufficient disclosure
2014- 2016	<b>Large German Banks</b> ( targets, undisclosed)	Capital relief by synthetic or hybrid or true purchasing of risk portfolios	<b>International PE Fund</b> (client undisclosed, pending)	€ mill > 500	Select markets, find targets, explain sellers advantages of capital relief concepts, present client
2014 – 2017	<b>German Longterm Bank</b> (target, undisclosed)	Purchase of bank	<b>German Bank as strategic investor</b> (undisclosed client, pending)	€ mill.> 250	Select target, convince owner to sell, introduce client, advise client's investment approach, follow up long lasting and difficult decision process under ECB regulation
2015 - 2017	<b>Large German Real Estate Bank</b> (undisclosed)	Purchase of nonperforming asset	<b>Leading German Developer</b> (client, undisclosed, pending)	€ mill. > 60	Select and find target, create convincing value add development concept for client, present concept to public authorities for approval, prepare offer to seller, arrange equity finance for client
2015 - 2016	<b>Fidor Bank AG</b> (target, listed German fin tech bank)	Majority share by capital increase	<b>German Bank</b> as strategic investor (client undisclosed)	€ mill > 80	Select and find target, introduce client and open for him bidding process, prepare valuation and offer letter. Offer failed by ~2 mill.€.
2015- 2016	<b>Isaria Wohnbau AG</b> (German listed Real Estate company)	Majority share by capital increase	<b>ARES Management</b> (client)	€ mill > 120	Select and find target, create convincing investment concept and introduce client into first and second auction, make after purchase strategy proposal, create valuation and

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					delisting model. Keep client in bidding process. Bidding failed by 1-2 mill.€
			Subtotal transactions 124	Subtotal transaction size € mill. ~14.578	
year	Target Company	Description of Transaction Object	Acquirer / Financier	Transaction Size	Transaction Description
2016	<b>Large German life insurance</b> (target undisclosed)	Sale of 4 runoff life portfolios of about € 3 bn as asset deal	<b>International insurance group</b> (client)	undisclosed	Select target, convince seller to discuss portfolio sale with client, introduce client, arrange signing of nda, initiate unbinding analysis and preliminary pricing process. Client stopped process after revelation of too high migration costs
2016	<b>German real estate asset manager</b> with < €5 bn AUM (undisclosed)	Majority investment	<b>Züblin Immobilien AG</b> (CH, client)	€ mill. 25	Select target, introduce client to target, develop investment concept acceptable for seller, management of target and client, accompany process. Client stopped transaction due to change of own management and strategy
2016	<b>Large German life insurance</b> (target undisclosed)	Sale of 3 runoff life portfolios of about € 8 bn as share deal	<b>International insurance group</b> (client)	undisclosed	Select target, convince seller to discuss portfolio sale with client, introduce client, arrange signing of nda, initiate unbinding analysis and preliminary pricing process. Seller stopped process before offer due to internal strategy discussions
2016-2017	<b>German Real Estate Bank</b> (target, undisclosed)	Sale of nonstrategic, performing loan portfolio € 500 mill.	<b>International PE fund</b> (client undisclosed)	€ mill. 500	Select target, arrange nda. Organize pre due diligence by client. Agree with client to stop process because portfolio structure did not reflect seller's price demands
2017	<b>International Real Estate asset manager</b> (target, ~3 bn AUM, not disclosed)	Purchase of majority shares	<b>Listed European Real Estate asset manager</b> (client, pending)	undisclosed	Select target, arrange nda, accompany total acquisition and implementation process