



Executive Certificate in Financial Modelling

Module 3: Leveraged Buyout Analysis

Determine an implied valuation range in a potential LBO sale

Introduction

This course will illustrate how a practitioner would analyze a leveraged buyout. You will construct your own LBO model in Excel and, by the end of the course, should feel comfortable assessing a company and determining if it is a viable LBO candidate.

Who Should Attend

- Practitioners requiring an understanding of LBO valuation techniques and how corporate transactions are analysed and valued
- Practitioners working in investment banks, private equity

Workshop Leader

Marcus Chan is a seasoned investment banker with over 10 years of investment banking experience in transaction experience in corporate mergers and acquisitions, carve-outs and public takeovers in different regions and jurisdictions. He has advised middle market and large capitalization companies in a variety of sectors including financial services, natural resources, food and beverage, real estate, pulp and paper, natural resources, technology, media and telecommunications. Marcus graduated from University of Michigan, Ross School of Business. Currently Marcus serves as the Vice President for an entertainment and hospitality group. Prior to his current role, he was Vice President in the Mergers and Acquisitions Group with Deutsche Bank.

Other Advanced Courses Available

Check out modules on **Public Comparables and Discounted Cash Flow Analysis** and **Merger Analysis**.

Pre-requisite

Have attended **Introduction to Financial Modelling with Excel** or have equivalent techniques.

Certificate of Attendance

All participants will be issued a certificate of attendance upon successful completion of this module.

Kaplan Certification

Kaplan awards an Executive Certificate in Financial Modelling upon successful completion of at least 3 financial modelling courses within a 12-month period.

Enquiries / Registration

G/F to 3/F, E-tech Centre, 402-406 Hennessy Road,
Wan Chai (Causeway Bay MTR Exit A)
Tel: 852 2526 3686 Email: hkfmkt@kaplan.com
www.kaplan.com.hk

Customized / Corporate Solutions

Ada Lee
Tel: +852 2116 3172
Email: ada.lee@kaplan.com

Rowena Li
Tel: +852 2116 3183
Email: rowena.li@kaplan.com

KAPLAN



Teaching Language

English

Duration

9 hours

Venue

Kaplan E-Tech Centre Campus

Program Schedule

Registration	09:00am
Course begins	09:30am
Morning break	11:00am
Lunch break	12:30pm
<small>(Course ends at 12.30pm on Day 2)</small>	
Course resumes	02:00pm
Afternoon break	03:30pm
End	05:00pm

Program Outline

Course Introduction

- Introduction to leveraged buyout analysis
 - LBO analysis as a valuation tool
 - Unlevered vs levered cash flows
 - Philosophy of leveraged acquisitions
 - What makes a good LBO candidate?

Overview of Leveraged Buyout Analysis

- Key considerations under leveraged buyout analysis
 - Parameters of a leveraged buyout
 - LBO Modeling is an iterative process
 - Operating assumptions
 - Cash flow analysis

Key Components of a Leverage Buyout Model

- Sources and Uses
- Pro forma balance sheet
- Free cash flow projections
- Debt paydown schedule (with consideration of debt capacity and financing options)
- Capital structure
- Estimate exit price and internal rate of return (IRR)

Mechanics of Constructing an LBO Model

- Exercise: Constructing an LBO model for the case company

What To Bring

- PC Laptop with an English version of Microsoft Excel (MS Office Excel 2010 is used by presenter in class) and Adobe Acrobat Reader
- If you need to hire a PC, please contact us and we will be happy to refer you to our preferred supplier. Extra cost applies.
- Thinking of bringing a Mac? Many of the shortcuts and functions are not available. We highly recommend a PC and if Mac is your only option, please run Windows on your Mac.
- USB memory stick ability (for file sharing and distribution)
- Laptop charger