



TYSON FOODS (TSN US) | ADVANCEPIERRE (APFH US)

COMPANY DESCRIPTION

ACQUIRER

From the Great Depression in 1931, Springdale, AR-based **Tyson Foods** grew from a small Midwest chicken hatchery to one of the world's largest fully-integrated producer, processor and marketer of chicken, beef and pork and a large player in the prepared foods segment.

TARGET

Cincinnati, OH-based **AdvancePierre Foods** manufactures and distributes ready-to-eat sandwiches, sandwich components, and other entrées and snacks. AdvancePierre is the combined company of the merger of Pierre Foods, Advance Food Company and Advance Brands in 2010.

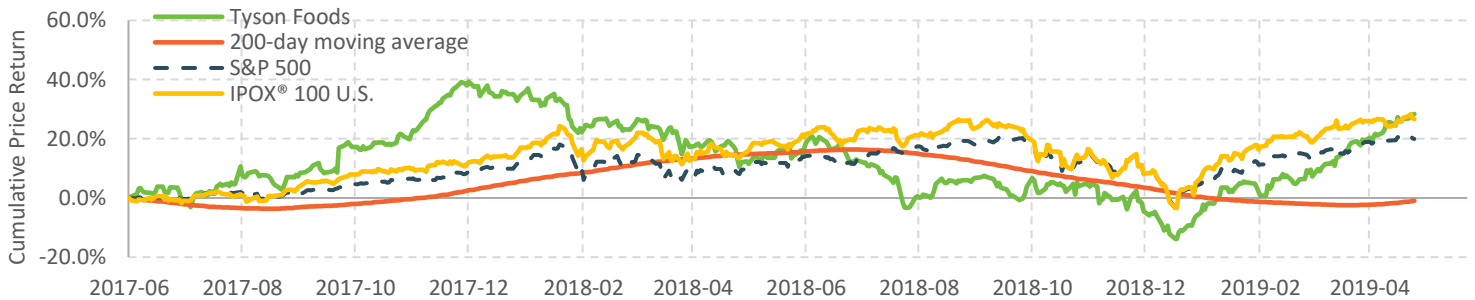
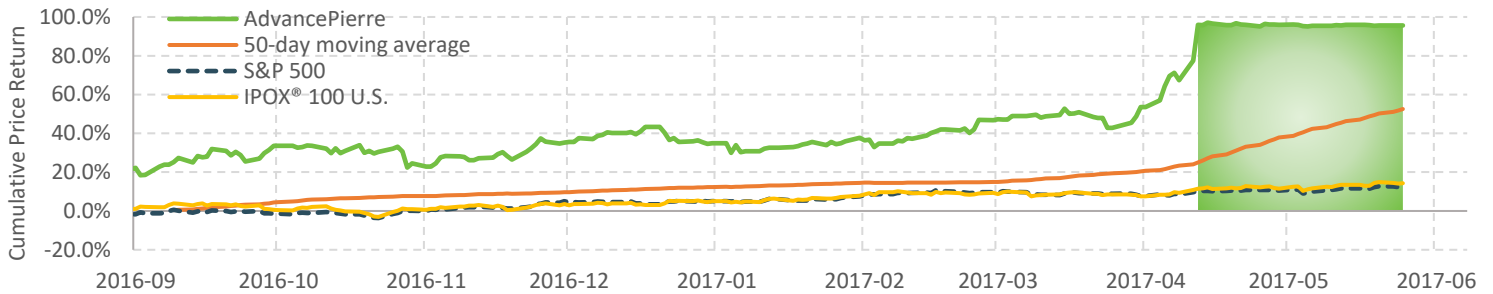
TARGET IPO HISTORY

On **7/15/2016**, **AdvancePierre Foods** launched on NYSE led by Barclays, Credit Suisse and Morgan Stanley. The stock was priced at **\$21.00 per share**, within expected price range of \$20.00 - \$23.00/share. With a full subscription of 18.6 million offered shares and the 15% over-allotment option fully exercised, the company was valued at \$1.65 billion at offer. AdvancePierre opened at \$23.50/share, a 11.9% pop from its offer price, and closed at \$24.00/share with a 14.29% initial return. Howard Mark's hedge fund **Oaktree Capital** held 57.18% of AdvancePierre's stake after the offering. **AdvancePierre Foods was included in the IPOX® U.S. 100 Portfolio on 9/16/2016.**




M&A HISTORY

Tyson Foods announced to buy **AdvancePierre Foods** for **\$40.25 per share** on 4/25/2017. The offer price represented a **9.76% premium** to AdvancePierre's previous close. The total enterprise value of the transaction was approximately \$4.2 billion. The acquisition of AdvancePierre Foods was completed on 6/7/2017 and **Tyson Foods was included in the IPOX® U.S. 100 Portfolio on 6/8/2017.**

HISTORICAL PERFORMANCE



INDUSTRY COMPARISON

Company	Stock Symbol	IPO/Spin-off Date	Initial Return	2019 YTD	Beta to S&P	EPS 2018	Revenue (in millions)	2019 Q1 Revenue (in millions)	Dividends 2018
 Tyson	TSN US	01/03/1978		44.29%	0.70	\$8.195	40,052	10,193	\$1.125
	APFH US	07/15/2016	14.29%	Acquired by Tyson Foods in 2017 for \$4.2 billion, a 9.8% premium					
 Hormel Foods	HRL US	01/13/1978		-7.69%	0.34	\$1.86	9,545	2,360	\$0.75
 Pilgrim's Sanderson Farms	PPC US	Purchased by JBS in 2009		85.36%	1.03	\$1.00	10,937	2,724	n.a.
	SAFM US	05/29/1987		52.58%	0.66	\$2.7	3,236	743.39	\$1.28

