



BUREAU VAN DIJK

Monthly M&A Activity Report

Banking Deals, May 2016

zephyr

m&a research
catalyst



The following report details mergers and acquisitions of banking companies in May 2016 using data from the Zephyr database.

It focuses on deal activity by target company.

Click [here](#) to access the raw data in an Excel spreadsheet.

Bureau van Dijk recently expanded its reach to cover an additional number of smaller development capital deals. This expansion has resulted in increased deal volumes of smaller financial services companies receiving investment from financial sponsors.

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Banking volume and value fail to sustain growth

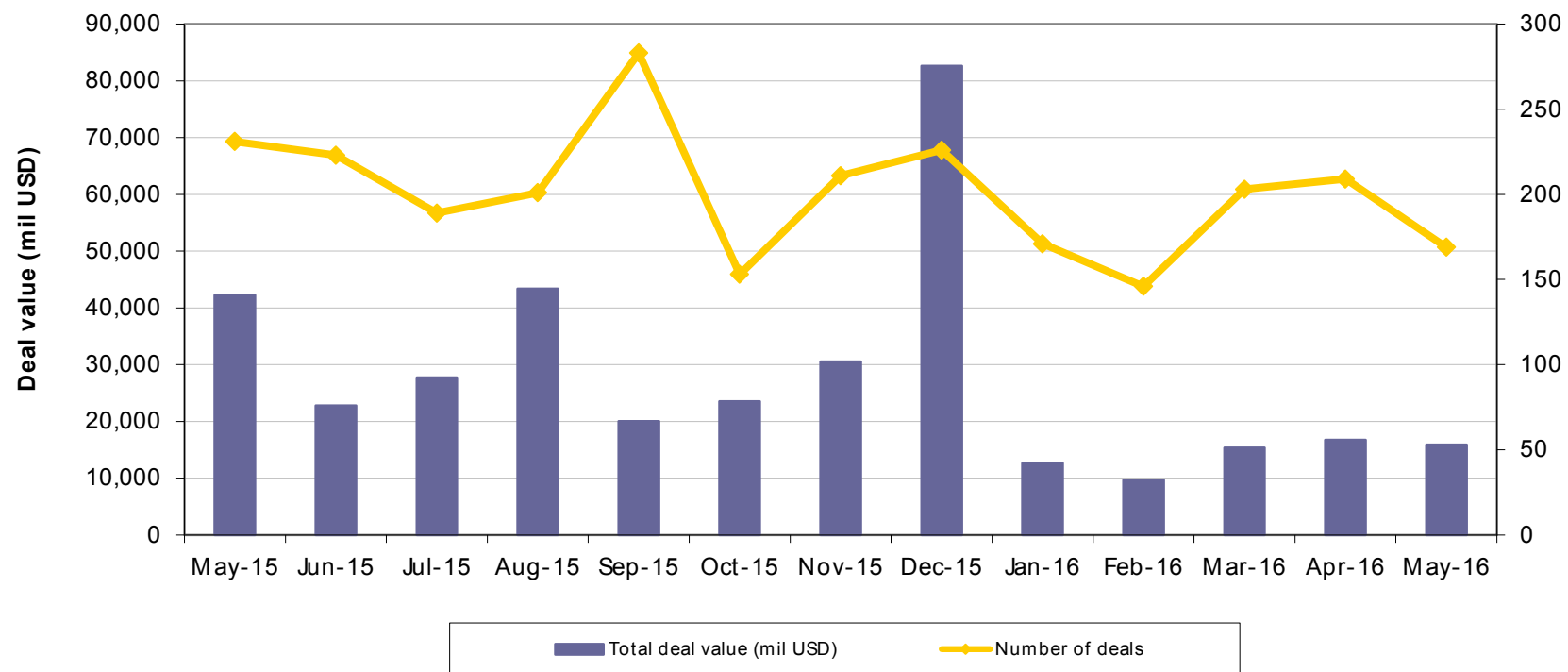
Mergers and acquisitions (M&A) targeting banking companies failed to sustain two consecutive months of growth in May. There were 169 deals worth a combined USD 15,911 million during the month, compared with 209 deals totalling USD 16,754 million in April, representing a decline of 19 per cent by volume and 5 per cent by value. While value was down month-on-month it was still one of the highest recorded since December 2015 when USD 82,651 million-worth of deals were signed off.

Companies based in Western Europe were the most popular targets in May with 67 deals worth a combined USD 8,223 million. Dealmaking targeting the region was supported by two blockbusters worth a total USD 4,795 million and which together accounted for 30 per cent of global value (USD 15,911 million).

All banking deals by volume and value

Announced date	No of deals	Total deal value (mil USD)
May-16	169	15,911
Apr-16	209	16,754
Mar-16	203	15,391
Feb-16	146	9,682
Jan-16	171	12,674
Dec-15	226	82,651
Nov-15	211	30,565
Oct-15	153	23,560
Sep-15	283	20,027
Aug-15	201	43,399
Jul-15	189	27,714
Jun-15	223	22,820
May-15	231	42,254

All banking deals by volume and value



Top 20 global banking deals by value

	Deal value (mil USD)	Deal type	Target	Target country	Acquiror	Acquiror country	Announced date
1.	2,795	Capital Increase 48%	Banco Popular Espanol SA	ES	Shareholders; Mr Antonio del Valle Ruiz	MX	26/05/2016
2.	2,000	Capital Increase	HSBC Holdings plc	GB			24/05/2016
3.	1,500	Capital Increase	Australia and New Zealand Banking Group Ltd	AU			19/05/2016
4.	1,141	Capital Increase 56%	Banco Popolare Societa Cooperativa	IT			07/05/2016
5.	970	Capital Increase	National Australia Bank Ltd	AU			31/05/2016
6.	892	Minority stake 10%	Shengjing Bank Co., Ltd	CN	Great Captain Ltd	VG	06/05/2016
7.	872	Minority stake 12%	Barclays Africa Group Ltd	ZA	Public Investment Corporation Ltd; Institutional Investors	ZA	05/05/2016
8.	569	Capital Increase 44%	Alior Bank SA	PL	Powszechny Zaklad Ubezpieczen SA; Shareholders	PL	18/05/2016
9.	547	Capital Increase	Westpac Banking Corporation	AU			17/05/2016
10.	535	Minority stake increased from 5% to 6%	Intesa SanPaolo SpA	IT	BlackRock Inc.	US	10/05/2016
11.	326	Capital Increase	National Australia Bank Ltd	AU			19/05/2016
12.	314	Capital Increase	Otkryti Aktsionernii Innovatsionnyi Kommercheskii Bank Ipak Yuli	UZ			26/05/2016
13.	231	Minority stake 27%	Van Lanschot NV	NL	Institutional Investors		31/05/2016
14.	220	Minority stake 33%	Secure Trust Bank plc	GB			27/05/2016
15.	214	Acquisition 100%	Banca di Sassari SpA's 55 branches	IT	Banco di Sardegna SpA	IT	20/05/2016
16.	213	Acquisition 100%	Your Community Bankshares Inc.	US	WesBanco Inc.	US	03/05/2016
17.	166	Minority stake increased to 5%	Societe Generale SA	FR	BlackRock Inc.	US	31/05/2016
18.	162	Acquisition increased to 100%	Taiwan Cooperative Bank Ltd	TW	Taiwan Cooperative Financial Holding Co., Ltd	TW	23/05/2016
19.	151	Capital Increase 64%	Bank Ochrony Srodowiska SA	PL	Investors; Narodowy Fundusz Ochrony Srodowiska i Gospodarki Wodnej	PL	25/05/2016
20.	146	Capital Increase	National Australia Bank Ltd	AU			17/05/2016



Target country by volume - global banking deals

Target country	May-15	Apr-16	May-16
Italy	14	25	32
US	37	39	26
Russia	14	13	19
Romania	1	5	12
Spain	5	8	9
Switzerland	11	11	7
UK	3	8	7
Australia	4	1	6
Uzbekistan	0	1	5
Germany	4	8	5
Poland	3	4	4
Kazakhstan	2	5	3
South Africa	1	0	3
Japan	3	1	2
Croatia	1	0	2
France	1	3	2
China	11	5	2
South Korea	1	2	2
Netherlands	3	2	2
Sweden	2	2	2

Target country by value - global banking deals

Target country	May-15 (mil USD)	Apr-16 (mil USD)	May-16 (mil USD)
Australia	4,591	0	3,528
Spain	51	650	2,875
UK	15,282	492	2,548
Italy	3,319	337	2,160
China	10,378	2,885	902
South Africa	232	0	872
Poland	51	749	741
US	762	965	656
Uzbekistan	0	0	319
France	351	152	269
Netherlands	185	17	246
Taiwan	2,253	2,259	162
Cambodia	0	0	103
Czech Republic	0	748	87
South Korea	0	108	82
Sweden	319	467	68
Switzerland	537	92	56
Ghana	0	0	51
Russia	361	7	44
Indonesia	1	75	42

Target region by volume - global banking deals

Target region	May-15	Apr-16	May-16
Western Europe	51	79	67
Eastern Europe	32	39	41
North America	39	40	26
Far East and Central Asia	95	44	20
Oceania	5	1	6
Africa	3	4	6
Middle East	4	2	2
South and Central America	2	0	1

Target region by value - global banking deals

Target region	May-15 (mil USD)	Apr-16 (mil USD)	May-16 (mil USD)
Western Europe	21,209	3,536	8,223
Oceania	4,702	0	3,528
Far East and Central Asia	14,138	10,098	1,635
Africa	382	56	952
Eastern Europe	460	1,914	910
North America	1,042	965	656
South and Central America	186	0	6
Middle East	136	184	1



Strategic M&A slips in May

The volume and value of strategic M&A weakened in May as volume slipped 10 per cent and value halved to 122 deals worth USD 4,873 million from 135 deals totalling USD 10,231 million. Value was one of the lowest recorded for the 12 months under review after USD 3,309 million-worth of deals were signed off in March 2016.

Strategic M&A fared little better year-on-year as volume slipped 31 per cent from 176 deals while value fell back at a faster rate of 85 per cent from USD 32,571 million in May 2015.

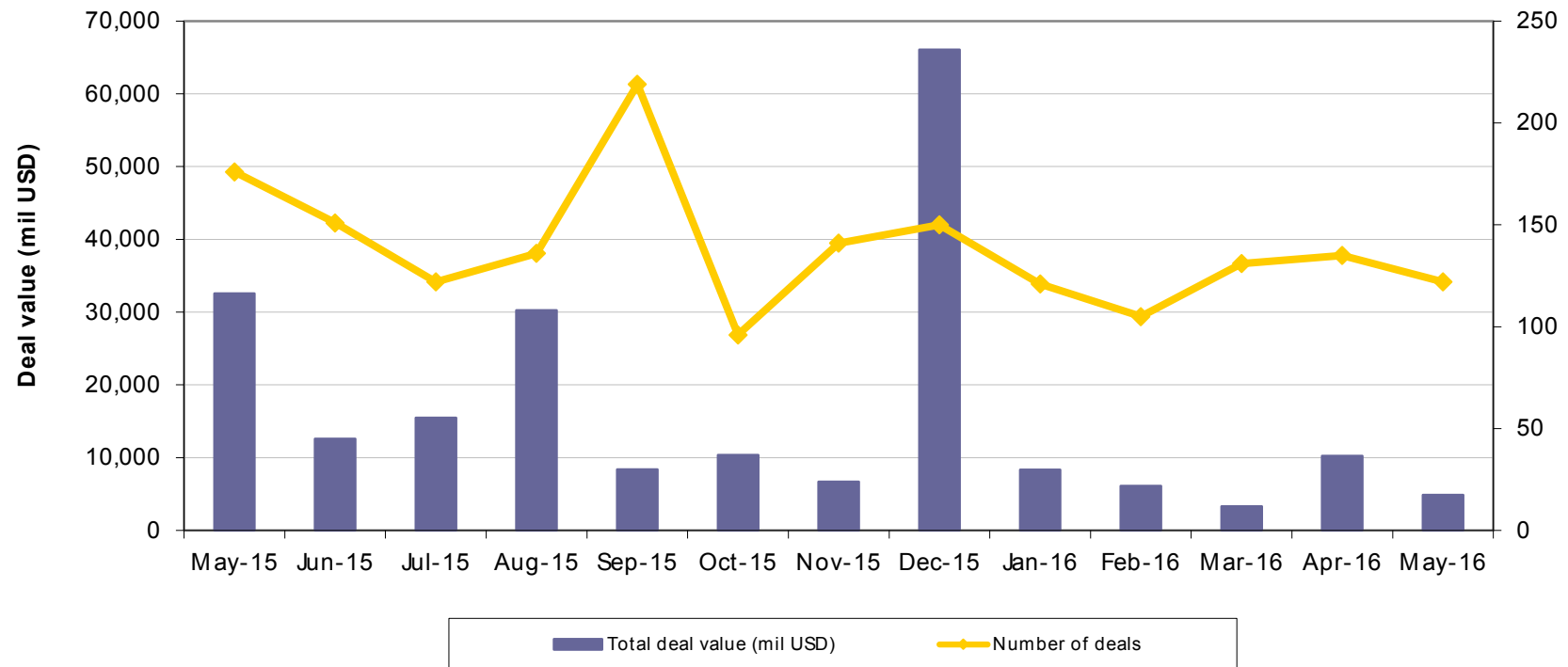
There were no blockbuster deals in May and the largest by value involved a subsidiary of Evergrande Real Estate Group selling a 10 per cent stake in commercial lender Shengjing Bank to Great Captain for USD 892 million and it was the only deal which targeted a Chinese company during the month.

Italian companies were the main targets of M&A over the four weeks with 31 deals totalling USD 1,019 million. Three of these deals featured in the top 20 by value and together they were worth USD 809 million, or 79 per cent of the country's total value.

“Strategic M&A” banking deals by volume and value

Announced date	No of deals	Total deal value (mil USD)
May-16	122	4,873
Apr-16	135	10,231
Mar-16	131	3,309
Feb-16	105	6,116
Jan-16	121	8,349
Dec-15	150	66,061
Nov-15	141	6,693
Oct-15	96	10,355
Sep-15	219	8,402
Aug-15	136	30,241
Jul-15	122	15,475
Jun-15	151	12,599
May-15	176	32,571

“Strategic M&A” banking deals by volume and value



Top 20 “Strategic M&A” banking deals by value

	Deal value (mil USD)	Deal type	Target	Target country	Acquiror	Acquiror country	Announced date
1.	892	Minority stake 10%	Shengjing Bank Co., Ltd	CN	Great Captain Ltd	VG	06/05/2016
2.	872	Minority stake 12%	Barclays Africa Group Ltd	ZA	Public Investment Corporation Ltd; Institutional Investors	ZA	05/05/2016
3.	535	Minority stake increased from 5% to 6%	Intesa SanPaolo SpA	IT	BlackRock Inc.	US	10/05/2016
4.	231	Minority stake 27%	Van Lanschot NV	NL	Institutional Investors		31/05/2016
5.	220	Minority stake 33%	Secure Trust Bank plc	GB			27/05/2016
6.	214	Acquisition 100%	Banca di Sassari SpA's 55 branches	IT	Banco di Sardegna SpA	IT	20/05/2016
7.	213	Acquisition 100%	Your Community Bankshares Inc.	US	WesBanco Inc.	US	03/05/2016
8.	166	Minority stake increased to 5%	Societe Generale SA	FR	BlackRock Inc.	US	31/05/2016
9.	162	Acquisition increased to 100%	Taiwan Cooperative Bank Ltd	TW	Taiwan Cooperative Financial Holding Co., Ltd	TW	23/05/2016
10.	143	Acquisition 100%	Lake Sunapee Bank Group	US	Bar Harbor Bankshares	US	05/05/2016
11.	115	Minority stake 4%	CYBG Plc	GB	Investors Mutual Ltd	AU	11/05/2016
12.	104	Minority stake	Societe Generale SA	FR			20/05/2016
13.	87	Minority stake 6%	MONETA Money Bank AS	CZ	H21 Macro	CH	12/05/2016
14.	65	Acquisition 100%	Monument Bank	US	Revere Bank	US	03/05/2016
15.	61	Minority stake 6%	Shawbrook Group plc	GB			25/05/2016
16.	60	Minority stake	Unicredit SpA	IT			12/05/2016
17.	56	Acquisition increased to 100%	NongHyup Agribusiness Group Inc.	KR	National Agricultural Cooperative Federation	KR	03/05/2016
18.	50	Minority stake 1%	Banco de Sabadell SA	ES	Oceanwood Capital Management LLP	GB	27/05/2016
19.	40	Acquisition 100%	FBC Bancorp Inc.	US	Sunshine Bancorp Inc.	US	10/05/2016
20.	35	Minority stake 3%	EFG International AG	CH	Classic Fund Management Aktiengesellschaft	LI	19/05/2016



Target country by volume - "Strategic M&A" banking deals

Target country	May-15	Apr-16	May-16
Italy	14	25	31
Russia	14	11	15
Romania	1	5	12
US	18	15	11
Spain	5	7	6
Switzerland	11	11	6
UK	1	3	5
Germany	4	8	5
Uzbekistan	0	0	4
South Africa	1	0	3
Netherlands	2	0	2
Japan	3	1	2
France	1	2	2
Kazakhstan	2	4	2
Poland	3	3	2
South Korea	1	2	2

Target country by value - "Strategic M&A" banking deals

Target country	May-15 (mil USD)	Apr-16 (mil USD)	May-16 (mil USD)
Italy	3,319	337	1,019
China	8,967	1,414	892
South Africa	232	0	872
US	620	630	519
UK	14,135	11	423
France	351	146	269
Netherlands	109	0	246
Taiwan	1,086	352	162
Czech Republic	0	0	87
South Korea	0	108	82
Spain	51	423	75
Switzerland	537	92	56
Russia	361	7	38
Romania	2	13	35
Egypt	150	0	29
Malaysia	27	340	22
Poland	51	740	21
Sweden	3	25	16
Uzbekistan	0	0	5
Iraq	0	0	1
Bosnia and Herzegovina	9	0	1

Target region by volume - “Strategic M&A” banking deals

Target region	May-15	Apr-16	May-16
Western Europe	46	64	59
Eastern Europe	27	25	32
Far East and Central Asia	75	27	14
North America	18	16	11
Africa	3	2	5
Middle East	4	0	1
Oceania	1	1	0
South and Central America	2	0	0

Target region by value - “Strategic M&A” banking deals

Target region	May-15 (mil USD)	Apr-16 (mil USD)	May-16 (mil USD)
Western Europe	19,339	2,141	2,106
Far East and Central Asia	11,357	6,478	1,165
Africa	382	44	901
North America	620	630	519
Eastern Europe	440	938	181
Middle East	136	0	1
Oceania	111	0	0
South and Central America	186	0	0

Capital markets boosted by four blockbuster deals

The value of capital markets banking deals advanced 79 per cent in May to the second highest recorded for 2016 to date (March 2016: USD 12,012 million) on the back of four blockbuster deals each worth more than USD 1,000 million and which accounted for 68 per cent of overall value.

Conversely, volume slipped month-on-month from 53 deals in April to 33 in May and was down 13 per cent year-on-year (May 2015: 38 deals).

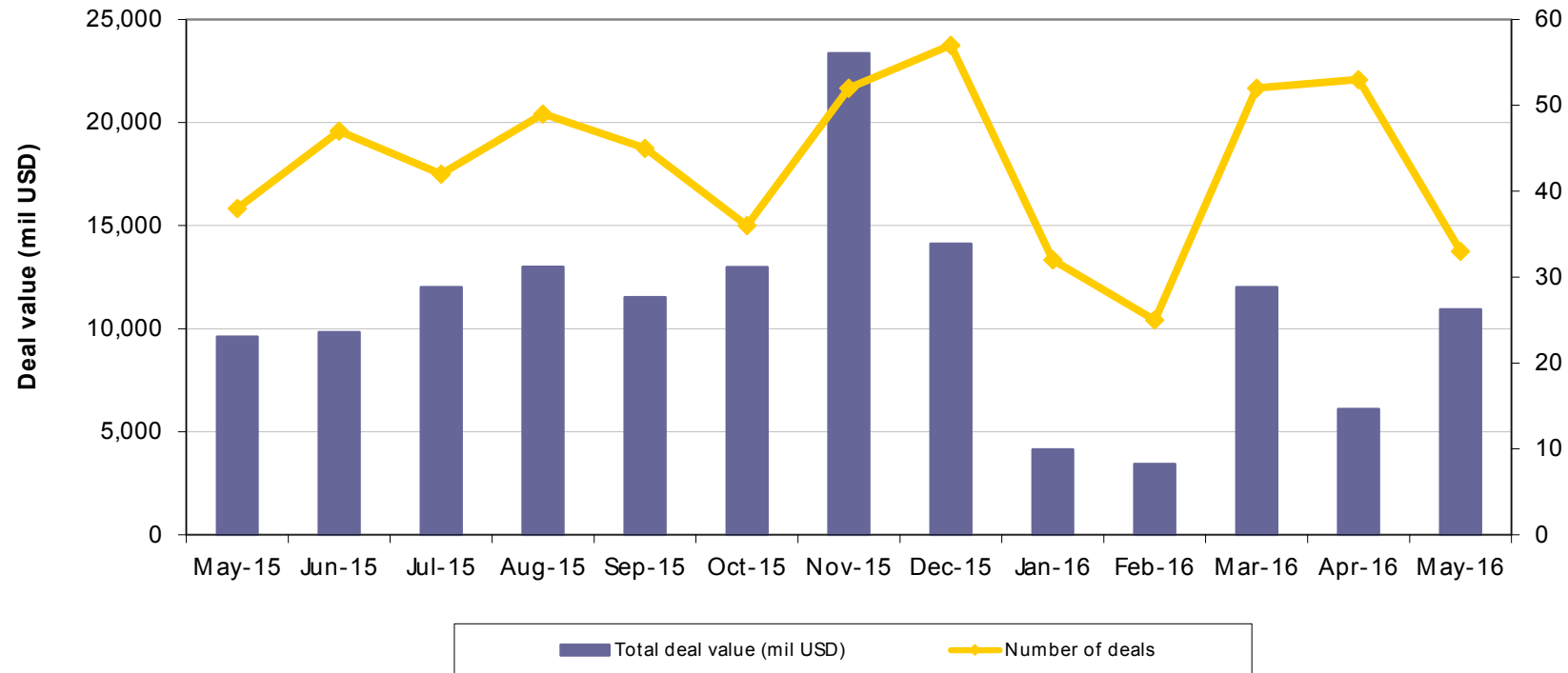
Banco Popular Espanol of Spain accounted for the month's largest deal by value after announcing a rights issue worth USD 2,795 million and it accounted for almost all of the USD 2,800 million-worth of deals signed off by Spanish companies over the four weeks.

Six of the top 20 deals by value featured Australian targets and helped make companies based in the country the most popular by both volume and value with 6 deals worth a combined USD 3,528 million.

Capital markets banking deals by volume and value

Announced date	No of deals	Total deal value (mil USD)
May-16	33	10,935
Apr-16	53	6,110
Mar-16	52	12,012
Feb-16	25	3,438
Jan-16	32	4,141
Dec-15	57	14,119
Nov-15	52	23,364
Oct-15	36	12,982
Sep-15	45	11,521
Aug-15	49	13,007
Jul-15	42	12,020
Jun-15	47	9,833
May-15	38	9,613

Capital markets banking deals by volume and value



Top 20 capital markets banking deals by value

	Deal value (mil USD)	Deal type	Target	Target country	Acquiror	Acquiror country	Announced date
1.	2,795	Capital Increase 48%	Banco Popular Espanol SA	ES	Shareholders; Mr Antonio del Valle Ruiz	MX	26/05/2016
2.	2,000	Capital Increase	HSBC Holdings plc	GB			24/05/2016
3.	1,500	Capital Increase	Australia and New Zealand Banking Group Ltd	AU			19/05/2016
4.	1,141	Capital Increase 56%	Banco Popolare Societa Cooperativa	IT			07/05/2016
5.	970	Capital Increase	National Australia Bank Ltd	AU			31/05/2016
6.	569	Capital Increase 44%	Alior Bank SA	PL	Powszechny Zaklad Ubezpieczen SA; Shareholders	PL	18/05/2016
7.	547	Capital Increase	Westpac Banking Corporation	AU			17/05/2016
8.	326	Capital Increase	National Australia Bank Ltd	AU			19/05/2016
9.	314	Capital Increase	Otkryti Aktsionernii Innovatsionnyi Kommercheskii Bank Ipak Yuli	UZ			26/05/2016
10.	151	Capital Increase 64%	Bank Ochrony Srodowiska SA	PL	Investors; Narodowy Fundusz Ochrony Srodowiska i Gospodarki Wodnej	PL	25/05/2016
11.	146	Capital Increase	National Australia Bank Ltd	AU			17/05/2016
12.	124	Capital Increase	The Royal Bank of Scotland Group plc	GB			24/05/2016
13.	103	Capital Increase	Advanced Bank of Asia Ltd	KH	National Bank of Canada	CA	09/05/2016
14.	52	Planned IPO 26% on Nasdaq OMX Stockholm	TF Bank AB	SE			23/05/2016
15.	51	Capital Increase 9%	UT Bank Ltd	GH			06/05/2016
16.	42	IPO 60% on Indonesia Stock Exchange	Bank Ganesha Tbk, PT	ID			12/05/2016
17.	39	Capital Increase 1%	Bank of Queensland Ltd	AU			19/05/2016
18.	35	Capital Increase 7%	The First of Long Island Corporation	US			02/05/2016
19.	10	Capital increase acquired 1%, to hold 5%	Changchun Rural Commercial Bank Co., Ltd	CN	Jiangsu Lugang Science and Technology Co., Ltd	CN	25/05/2016
20.	4	Capital Increase	Liberbank SA	ES			04/05/2016

Target country by volume - Capital markets banking deals

Target country	May-15	Apr-16	May-16
Australia	4	0	6
Russia	0	2	4
Spain	0	1	3
Croatia	0	0	2
UK	1	4	2
US	3	7	2
Poland	0	1	2
Montenegro	0	1	1
Ghana	0	0	1
Italy	0	0	1
Iran	0	1	1
Sweden	1	1	1
China	4	2	1
Cambodia	0	0	1
Indonesia	0	1	1
India	12	3	1
Kazakhstan	0	1	1
Uzbekistan	0	1	1
Switzerland	0	0	1

Target country by value - Capital markets banking deals

Target country	May-15 (mil USD)	Apr-16 (mil USD)	May-16 (mil USD)
Australia	4,591	0	3,528
Spain	0	227	2,800
UK	1,147	481	2,124
Italy	0	0	1,141
Poland	0	9	720
Uzbekistan	0	0	314
Cambodia	0	0	103
Sweden	317	443	52
Ghana	0	0	51
Indonesia	0	11	42
US	72	115	39
China	1,411	1,470	10
Russia	0	0	6
Croatia	0	0	3
India	198	199	2

Target region by volume - Capital markets banking deals

Target region	May-15	Apr-16	May-16
Eastern Europe	5	14	9
Western Europe	4	12	8
Oceania	4	0	6
Far East and Central Asia	20	17	6
North America	5	7	2
Africa	0	1	1
Middle East	0	2	1
South and Central America	0	0	0

Target region by value - Capital markets banking deals

Target region	May-15 (mil USD)	Apr-16 (mil USD)	May-16 (mil USD)
Western Europe	1,870	1,214	6,117
Oceania	4,591	0	3,528
Eastern Europe	20	977	729
Far East and Central Asia	2,781	3,621	471
Africa	0	0	51
North America	352	115	39
Middle East	0	184	0
South and Central America	0	0	0

**Financial sponsors volume at 12-month low**

The volume and value of banking deals involving financial sponsors slipped month-on-month to 14 deals worth a combined USD 104 million from 21 deals valued at USD 414 million in April. This represented a decline of a third by volume to a new 12-month low and a 75 per cent weakening by value to one of the lowest recorded for the period under review (March 2016: USD 70 million; May 2015: USD 70 million).

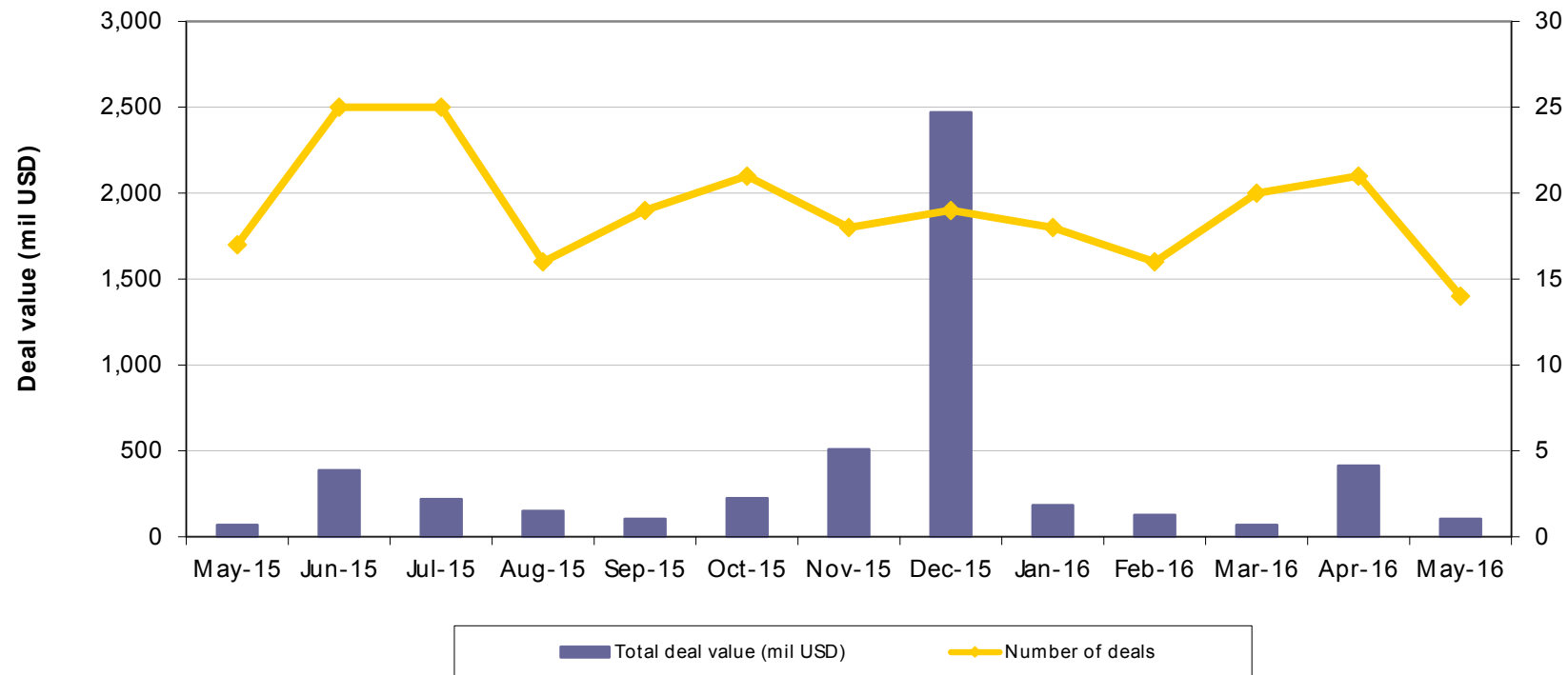
The largest financial sponsors transaction announced during May involved Personal Capital raising USD 50 million in a round of funding. It was worth more than three times the value of the month's second largest deal which featured BSD Capital raising USD 14 million in a round of funding.

There was only one deal in May which did not feature a US-based target; Cayman Islands-based Konfio raised USD 6 million in a round of funding.

Banking deals with financial sponsors by volume and value

Announced date	No of deals	Total deal value (mil USD)
May-16	14	104
Apr-16	21	414
Mar-16	20	70
Feb-16	16	127
Jan-16	18	184
Dec-15	19	2,471
Nov-15	18	509
Oct-15	21	224
Sep-15	19	105
Aug-15	16	151
Jul-15	25	219
Jun-15	25	388
May-15	17	70

Banking deals with financial sponsors by volume and value





Banking deals with financial sponsors by value

	Deal value (mil USD)	Deal type	Target	Target country	Financial Sponsor	Announced date
1.	50	Minority stake	Personal Capital Corporation	US		31/05/2016
2.	14	Minority stake	BSD Capital LLC	US		17/05/2016
3.	10	Minority stake	First Citizens Financial Corporation	US		06/05/2016
4.	10	Minority stake	Paytoo Corporation	US		06/05/2016
5.	8	Minority stake	Middlefield Banc Corporation	US		12/05/2016
6.	6	Minority stake	Konfio Ltd	KY		04/05/2016
7.	2	Minority stake	Harrell Bancshares Inc.	US		25/05/2016
8.	2	Minority stake	Promise Financial Inc.	US		16/05/2016
9.	0	Minority stake	Securrency Inc.	US		25/05/2016
10.	0	Minority stake	Viamerica Corporation	US		17/05/2016
11.	0	Minority stake	Investment POD LLC	US		25/05/2016
12.	0	Minority stake	Benchmark Bankshares Inc.	US		24/05/2016
13.	0	Minority stake	GWG MCA Capital Inc.	US		10/05/2016
14.	0	Minority stake	Itasca Bancorp Inc.	US		16/05/2016

Target country by volume - Banking deals with financial sponsors

Target country	May-15	Apr-16	May-16
US	16	17	13
Cayman Islands	0	0	1

Target country by value - Banking deals with financial sponsors

Target country	May-15 (mil USD)	Apr-16 (mil USD)	May-16 (mil USD)
US	70	220	98
Cayman Islands	0	0	6

Target region by volume - Banking deals with financial sponsors

Target region	May-15	Apr-16	May-16
North America	16	17	13
South and Central America	0	0	1
Oceania	0	0	0
Western Europe	1	3	0
Eastern Europe	0	0	0
Africa	0	1	0
Middle East	0	0	0
Far East and Central Asia	0	0	0

Target region by value - Banking deals with financial sponsors

Target region	May-15 (mil USD)	Apr-16 (mil USD)	May-16 (mil USD)
North America	70	220	98
South and Central America	0	0	6
Oceania	0	0	0
Western Europe	0	182	0
Eastern Europe	0	0	0
Africa	0	12	0
Middle East	0	0	0
Far East and Central Asia	0	0	0

Notes to editors

Activity is based on the activity of the target company under either Nace code 641 (Monetary intermediation) or a combination of Nace code 642 (Activities of holding companies) and keywords relating to banking and financial institutions

Deal status is announced within the time period

The date range is 01/05/2016 - 31/05/2016 inclusive

Strategic M&A transactions comprise Acquisitions, Joint Ventures, Mergers, Demergers and Minority Stakes and exclude Private Equity and Venture Capital transactions

Capital Markets transactions comprise Initial Public Offerings, Planned IPOs and Capital Increases

Financial Sponsors transactions comprise Acquisitions, Institutional Buy-Outs, Management Buy-Ins, Management Buy-Outs, Management Buy-In/Buy-Outs and Minority Stake transactions with Private Equity or Venture Capital involvement