



BUREAU VAN DIJK

Monthly M&A Activity Report

Banking Deals, June 2016

zephyr

m&a research
catalyst

The following report details mergers and acquisitions of banking companies in June 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.

Section 1: All Banking Deals	page 1
Section 2: Strategic M&A	page 6
Section 3: Capital Markets	page 11
Section 4: Financial Sponsors	page 16

Banking volume and value up in June

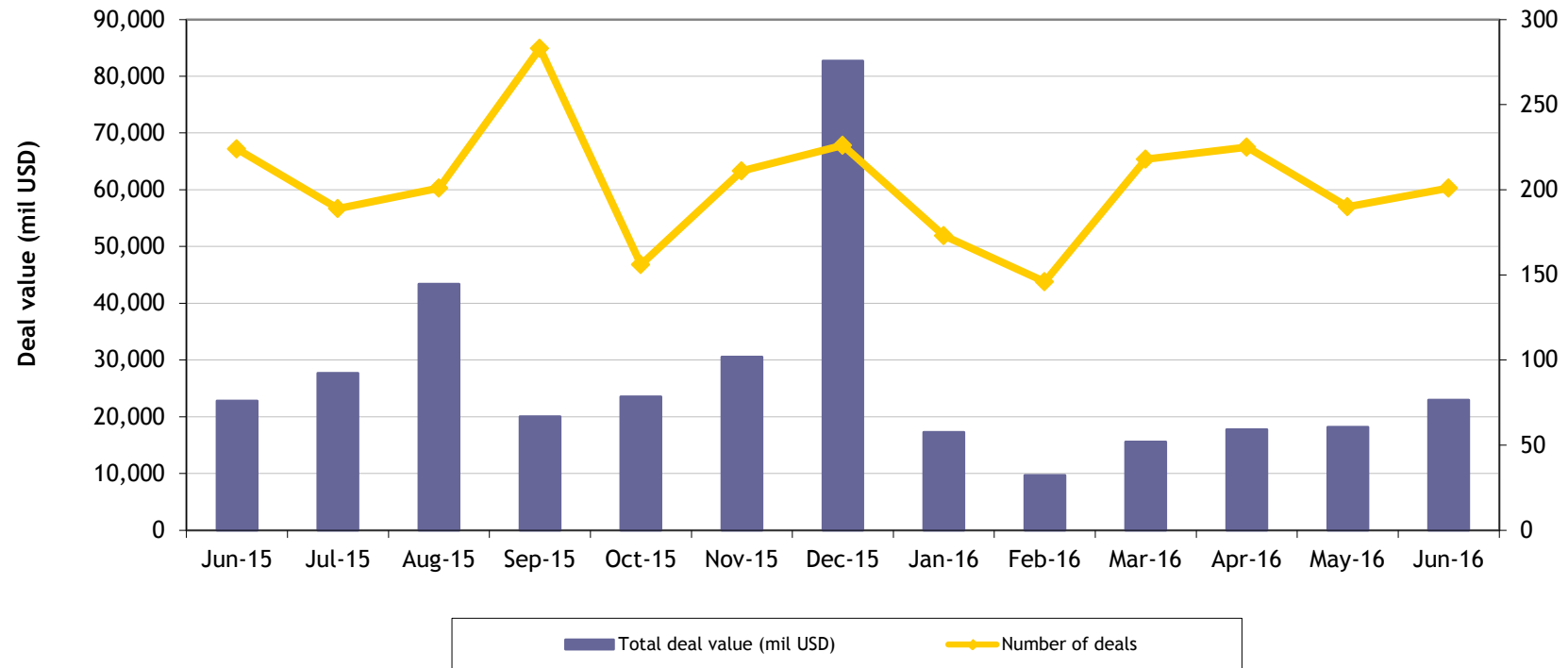
Both the volume and value of mergers and acquisitions (M&A) targeting banking companies climbed in June, marking the fourth consecutive increase in value. In all there were 201 deals worth a combined USD 22,955 million announced during the month, compared to 190 deals worth USD 18,218 million in May. In terms of volume this represents a 6 per cent increase month-on-month, while value climbed 26 per cent over the same timeframe.

Companies based in the Far East and Central Asia attracted the most investment in June with USD 8,851 million, placing the region ahead of North America and Western Europe with USD 6,888 million and USD 4,595 million. The latter was actually the most frequently targeted region over the month, notching up 87 deals. This is more than double the result of second-placed Eastern Europe (42), while North America and the Far East and Central Asia were targeted in 34 and 31 deals, respectively.

All banking deals by volume and value

Announced date	No of deals	Total deal value (mil USD)
Jun-16	201	22,955
May-16	190	18,218
Apr-16	225	17,785
Mar-16	218	15,608
Feb-16	146	9,696
Jan-16	173	17,280
Dec-15	226	82,724
Nov-15	211	30,567
Oct-15	156	23,560
Sep-15	283	20,042
Aug-15	201	43,378
Jul-15	189	27,703
Jun-15	224	22,821

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.	4,569	Capital Increase	China Everbright Bank Co., Ltd	CN			07/06/2016
2.	3,800	Acquisition 100%	PrivateBancorp Inc.	US	Canadian Imperial Bank of Commerce	CA	29/06/2016
3.	1,463	Capital Increase 24%	Xiamen International Bank Co., Ltd	CN	Investors; Deluxe Family Co., Ltd; Shanghai Jindie Real Estate Development Co., Ltd	CN; CN	09/06/2016
4.	1,100	Capital Increase 98%	Veneto Banca ScpA	IT	Fondo Atlante	IT	24/06/2016
5.	1,000	Capital Increase	Australia and New Zealand Banking Group Ltd	AU			07/06/2016
6.	963	Acquisition 100%	First Century Bankshares Inc.	US	Summit Financial Group Inc.	US	01/06/2016
7.	542	Capital Increase	Commonwealth Bank of Australia Ltd	AU			03/06/2016
8.	506	Acquisition 100%	Bank of China (M) Bhd	MY	Bank of China (Hong Kong) Ltd	HK	30/06/2016
9.	481	Minority stake increased from 4% to 5%	Credit Suisse Group AG	CH	Harris Associates Investment Trust	US	06/06/2016
10.	471	Capital increase 36%	LH Financial Group PCL	TH	CTBC Bank Co., Ltd	TW	08/06/2016
11.	424	Acquisition 100% and 100%	Undisclosed targets; Bank of China (Thai) PCL	TH	Bank of China (Hong Kong) Ltd	HK	30/06/2016
12.	402	Acquisition 100%	Suffolk Bancorp	US	People's United Financial Inc.	US	27/06/2016
13.	365	Acquisition 100%	Standard Bancshares Inc.	US	First Midwest Bancorp Inc.	US	28/06/2016
14.	358	Minority stake	China Construction Bank Corporation	CN			16/06/2016
15.	340	Minority stake	Odeabank AS	TR	European Bank for Reconstruction and Development; Investors; The International Finance Corporation; Bank Audi SAL - Audi Saradar Group; IFC Financial Institutions Growth Fund	GB	27/06/2016
16.	335	Acquisition 100%	Southeastern Bank Financial Corporation	US	South State Corporation	US	17/06/2016
17.	317	Minority stake 2%	Unicredit SpA	IT			08/06/2016
18.	313	Capital Increase 3%	National Bank of Canada	CA			02/06/2016
19.	281	Minority stake 30%	Erste Bank Hungary Zrt	HU	European Bank for Reconstruction and Development; Corvinus Nemzetkozi Befektetesi Zrt	GB; HU	20/06/2016
20.	273	Acquisition 100%	Banque Martin Maurel SA	FR	Rothschild & Co SCA	FR	06/06/2016



Target country by volume - global banking deals

Target country	Jun-15	May-16	Jun-16
US	60	27	30
Italy	12	33	26
Russia	31	20	14
Germany	5	5	13
China	7	3	11
Romania	5	12	11
Spain	3	9	10
Ukraine	7	1	10
UK	7	7	9
France	0	2	9
Switzerland	3	7	6
Canada	3	0	4
Netherlands	6	2	4
Belgium	0	0	3
Hungary	1	0	3
Australia	1	7	3
Indonesia	2	1	3

Target country by value - global banking deals

Target country	Jun-15 (mil USD)	May-16 (mil USD)	Jun-16 (mil USD)
China	5,372	992	6,886
US	871	656	6,356
Italy	3,215	2,126	2,067
Australia	244	4,622	1,671
Switzerland	107	56	980
Thailand	2	0	895
Canada	2	0	533
Malaysia	0	22	506
France	0	270	489
Hungary	3	0	416
Russia	3,386	44	355
Turkey	0	0	340
Japan	808	0	204
UK	644	2,539	189
Taiwan	2,330	343	184
Germany	0	0	172
Spain	4	3,917	163
Netherlands	2,000	241	152
Romania	1,175	35	60
Indonesia	42	42	53

Target region by volume - global banking deals

Target region	Jun-15	May-16	Jun-16
Western Europe	42	68	87
Eastern Europe	53	42	42
North America	63	27	34
Far East and Central Asia	58	36	31
Oceania	1	7	3
Africa	5	7	2
Middle East	2	2	1
South and Central America	0	1	0

Target region by value - global banking deals

Target region	Jun-15 (mil USD)	May-16 (mil USD)	Jun-16 (mil USD)
Far East and Central Asia	9,832	1,906	8,851
North America	872	656	6,888
Western Europe	6,091	9,217	4,595
Oceania	244	4,622	1,671
Eastern Europe	5,466	859	856
Africa	177	952	49
Middle East	139	1	1
South and Central America	0	6	0

Strategic M&A value more than doubles in June

The aggregate value of strategic M&A improved significantly in June, more than doubling the USD 5,129 million invested in May to reach USD 10,889 million. This increase came despite a slight decline in volume, which slipped from 141 in May to 140. The result represents the best showing by value since the USD 64,414 million injected in December 2015.

The result was more disappointing year-on-year as both volume and value slipped on the 152 deals worth USD 12,601 million signed off in June 2015.

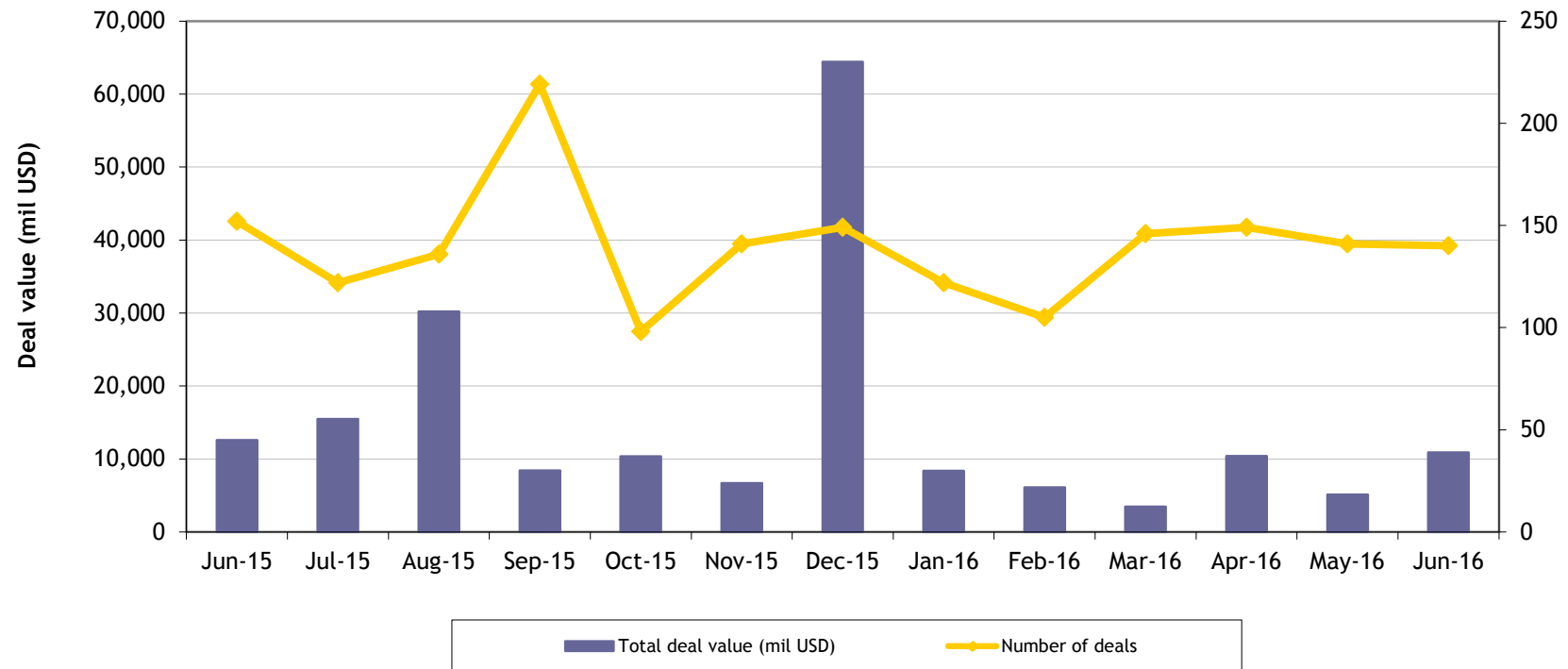
One deal had a significant effect on overall value for strategic M&A in June. Canadian Imperial Bank of Commerce signed on the dotted line for a USD 3,800 million acquisition of US-headquartered PrivateBancorp. This deal alone accounted for 35 per cent of total strategic M&A value and 17 per cent of all value for the banking industry in June.

Unsurprisingly given the month's top deal, the US attracted the most investment in terms of strategic M&A over the four weeks with USD 6,119 million, a significant improvement on the USD 519 million injected in May. Second place was taken by Switzerland with USD 980 million, while Italy came next with USD 925 million.

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

Announced date	No of deals	Total deal value (mil USD)
Jun-16	140	10,889
May-16	141	5,129
Apr-16	149	10,389
Mar-16	146	3,450
Feb-16	105	6,119
Jan-16	122	8,355
Dec-15	149	64,414
Nov-15	141	6,695
Oct-15	98	10,355
Sep-15	219	8,416
Aug-15	136	30,220
Jul-15	122	15,464
Jun-15	152	12,601

“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.	3,800	Acquisition 100%	PrivateBancorp Inc.	US	Canadian Imperial Bank of Commerce	CA	29/06/2016
2.	963	Acquisition 100%	First Century Bankshares Inc.	US	Summit Financial Group Inc.	US	01/06/2016
3.	506	Acquisition 100%	Bank of China (M) Bhd	MY	Bank of China (Hong Kong) Ltd	HK	30/06/2016
4.	481	Minority stake increased from 4% to 5%	Credit Suisse Group AG	CH	Harris Associates Investment Trust	US	06/06/2016
5.	424	Acquisition 100% and 100%	Undisclosed targets; Bank of China (Thai) PCL	TH	Bank of China (Hong Kong) Ltd	HK	30/06/2016
6.	402	Acquisition 100%	Suffolk Bancorp	US	People's United Financial Inc.	US	27/06/2016
7.	365	Acquisition 100%	Standard Bancshares Inc.	US	First Midwest Bancorp Inc.	US	28/06/2016
8.	358	Minority stake	China Construction Bank Corporation	CN			16/06/2016
9.	335	Acquisition 100%	Southeastern Bank Financial Corporation	US	South State Corporation	US	17/06/2016
10.	317	Minority stake 2%	Unicredit SpA	IT			08/06/2016
11.	273	Acquisition 100%	Banque Martin Maurel SA	FR	Rothschild & Co SCA	FR	06/06/2016
12.	258	Minority stake 1%	Intesa SanPaolo SpA	IT			28/06/2016
13.	174	Minority stake increased from 4% to 5%	Credit Suisse Group AG	CH	The Olayan Group	SA	03/06/2016
14.	170	Acquisition increased to 100%	Hua Nan Commercial Bank Ltd	TW	Hua Nan Financial Holding Co., Ltd	TW	27/06/2016
15.	168	Minority stake 2%	Julius Bar Gruppe AG	CH			22/06/2016
16.	138	Minority stake 5%	Banca Generali SpA	IT	Wellington Management Company LLP	US	21/06/2016
17.	134	Minority stake 3%	ABN AMRO Group NV	NL	Parvus Asset Management Europe Ltd	GB	10/06/2016
18.	125	Minority stake 1%	Deutsche Bank AG	DE	Soros Fund Management LLC	US	24/06/2016
19.	114	Minority stake 5%	Banca Popolare di Milano Scarl	IT	BlackRock Inc.	US	16/06/2016
20.	112	Acquisition 100%	First Choice Bank of Lawrenceville	US	Berkshire Hills Bancorp Inc.	US	28/06/2016



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

Target country	Jun-15	May-16	Jun-16
Italy	10	32	24
US	34	11	13
Germany	5	5	13
Romania	4	12	10
UK	4	5	9
Russia	24	16	9
Spain	3	6	9
France	0	2	8
Ukraine	5	1	6
Switzerland	3	6	6
China	5	2	5
Netherlands	3	2	4
Belgium	0	0	3
Austria	2	1	2
Malaysia	0	1	2
Bangladesh	0	0	2

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

Target country	Jun-15 (mil USD)	May-16 (mil USD)	Jun-16 (mil USD)
US	619	519	6,119
Switzerland	107	56	980
Italy	3,158	1,019	925
Malaysia	0	22	506
China	3,284	982	499
France	0	270	489
Thailand	0	0	424
UK	16	415	189
Germany	0	0	172
Taiwan	242	343	170
Netherlands	1,967	241	152
Spain	4	75	79
Bangladesh	0	0	47
Cambodia	0	0	40
Romania	1,147	35	35
Belgium	0	0	20
Sweden	2	16	15
Moldova	0	0	7
Hungary	0	0	6
Portugal	0	0	6

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

Target region	Jun-15	May-16	Jun-16
Western Europe	32	60	81
Eastern Europe	39	33	29
Far East and Central Asia	40	30	15
North America	36	11	14
Middle East	1	1	1
Africa	3	6	0
South and Central America	0	0	0
Oceania	0	0	0

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

Target region	Jun-15 (mil USD)	May-16 (mil USD)	Jun-16 (mil USD)
North America	621	519	6,119
Western Europe	5,255	2,093	3,029
Far East and Central Asia	4,528	1,435	1,689
Eastern Europe	2,191	181	51
Middle East	2	1	1
Africa	3	901	0
South and Central America	0	0	0
Oceania	0	0	0



Capital markets volume up in June

The aggregate value of capital markets banking deals declined 13 per cent to USD 11,254 million in June, compared to the USD 12,985 million injected in May. The decline in value came despite a 21 per cent increase in volume from 34 to 41 over the same timeframe. The opposite pattern can be seen year-on-year; volume dropped from 47 in June 2015 while value increased from USD 9,833 million.

One deal accounted for 41 per cent of total capital markets investment in June. China Everbright Bank announced a USD 4,569 million convertible bond issue. Completion of the deal is subject to the go ahead from the company's shareholders and the bonds are scheduled to mature in 2022.

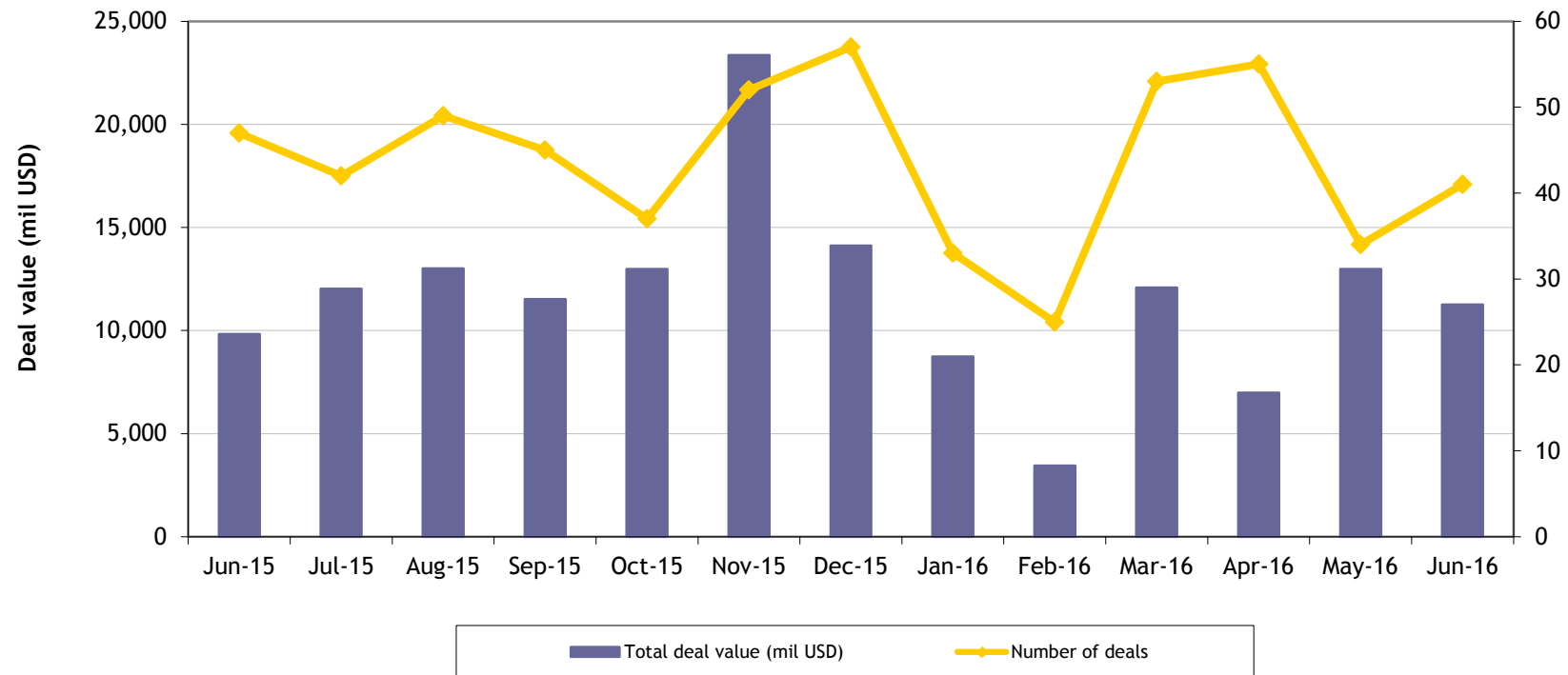
Three other capital markets deals broke the USD 1,000 million-barrier in June. Those targeted as part of those transactions include China-headquartered Xiamen International Bank, Italian player Veneto Banca and the Australia and New Zealand Banking Group, which announced deals worth USD 1,463 million, USD 1,098 million and USD 1,000 million, respectively.

Four of the month's top 20 deals, including the two largest, targeted Chinese companies, meaning it is unsurprising to see China top the country rankings by both volume and value in June. In all companies there were targeted in 6 deals worth USD 6,387 million.

Capital markets banking deals by volume and value

Announced date	No of deals	Total deal value (mil USD)
Jun-16	41	11,254
May-16	34	12,985
Apr-16	55	6,982
Mar-16	53	12,088
Feb-16	25	3,450
Jan-16	33	8,740
Dec-15	57	14,118
Nov-15	52	23,364
Oct-15	37	12,981
Sep-15	45	11,521
Aug-15	49	13,007
Jul-15	42	12,020
Jun-15	47	9,833

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.	4,569	Capital Increase	China Everbright Bank Co., Ltd	CN			07/06/2016
2.	1,463	Capital Increase 24%	Xiamen International Bank Co., Ltd	CN	Investors; Deluxe Family Co., Ltd; Shanghai Jindie Real Estate Development Co., Ltd	CN; CN	09/06/2016
3.	1,098	Capital Increase 98%	Veneto Banca ScpA	IT	Fondo Atlante	IT	24/06/2016
4.	1,000	Capital Increase	Australia and New Zealand Banking Group Ltd	AU			07/06/2016
5.	542	Capital Increase	Commonwealth Bank of Australia Ltd	AU			03/06/2016
6.	471	Capital increase 36%	LH Financial Group PCL	TH	CTBC Bank Co., Ltd	TW	08/06/2016
7.	313	Capital Increase 3%	National Bank of Canada	CA			02/06/2016
8.	192	Capital increase 10%	Zhejiang Chouzhou Commercial Bank Co., Ltd	CN	Jiangyin Huaxicun Capital Co., Ltd	CN	23/06/2016
9.	188	Capital Increase 75%	Metkombank PAO	RU	Winterlux Ltd	CY	09/06/2016
10.	160	Capital Increase 6%	Wintrust Financial Corporation	US			08/06/2016
11.	141	Capital Increase	Tokyo TY Financial Group, Inc.	JP	Sumitomo Mitsui Trust Bank Ltd	JP	03/06/2016
12.	129	Capital Increase	Westpac Banking Corporation	AU			14/06/2016
13.	116	Capital Increase 7%	Canadian Western Bank	CA			16/06/2016
14.	104	Capital Increase 9%	Laurentian Bank of Canada	CA			29/06/2016
15.	101	Capital Increase 2%	Xiamen International Bank Co., Ltd	CN	Min Xin Holdings Ltd	HK	21/06/2016
16.	84	Capital Increase 8%	Deutsche Bank SAE	ES			22/06/2016
17.	75	Capital Increase 29%	Aksionernyi Kommercheskii Bank Absolyut Bank OAO	RU			06/06/2016
18.	62	Capital Increase	Aozora Trust Bank Ltd	JP	Aozora Bank Ltd; GMO Internet Inc.	JP; JP	24/06/2016
19.	61	Capital Increase 1%	Xiamen International Bank Co., Ltd	CN	Shanghai Jingrui Investment Co., Ltd	CN	22/06/2016
20.	49	Capital Increase 77%	Bank Pundi Indonesia Tbk, PT	ID			15/06/2016



Target country by volume - Capital markets banking deals

Target country	Jun-15	May-16	Jun-16
China	2	1	6
Russia	7	4	5
Ukraine	2	0	4
US	4	2	3
Australia	1	7	3
Canada	0	0	3
Italy	2	1	2
Indonesia	1	1	2
Japan	0	0	2
Armenia	1	0	2
Thailand	1	0	1
Spain	0	3	1
Taiwan	3	0	1
Croatia	0	2	1
South Africa	0	0	1
Kazakhstan	1	1	1
Romania	1	0	1
South Korea	0	0	1
Tanzania	1	0	1

Target country by value - Capital markets banking deals

Target country	Jun-15 (mil USD)	May-16 (mil USD)	Jun-16 (mil USD)
China	2,088	10	6,387
Australia	244	4,622	1,671
Italy	57	1,106	1,142
Canada	0	0	533
Thailand	2	0	471
Russia	2,710	6	355
Japan	0	0	204
US	147	39	174
Spain	0	3,841	84
Indonesia	30	42	51
South Africa	0	0	48
Kazakhstan	37	0	45
Romania	28	0	25
South Korea	0	0	24
Taiwan	2,088	0	14
Croatia	0	3	11
Armenia	10	0	10
Ukraine	251	0	4
Tanzania	71	0	1

Target region by volume - Capital markets banking deals

Target region	Jun-15	May-16	Jun-16
Far East and Central Asia	18	6	15
Eastern Europe	12	9	11
North America	4	2	6
Western Europe	9	8	3
Oceania	1	7	3
Africa	2	1	2
Middle East	1	1	0
South and Central America	0	0	0

Target region by value - Capital markets banking deals

Target region	Jun-15 (mil USD)	May-16 (mil USD)	Jun-16 (mil USD)
Far East and Central Asia	5,304	471	7,161
Oceania	244	4,622	1,671
Western Europe	836	7,124	1,226
North America	147	39	706
Eastern Europe	2,992	679	395
Africa	174	51	49
Middle East	137	0	0
South and Central America	0	0	0

Financial sponsors value rockets

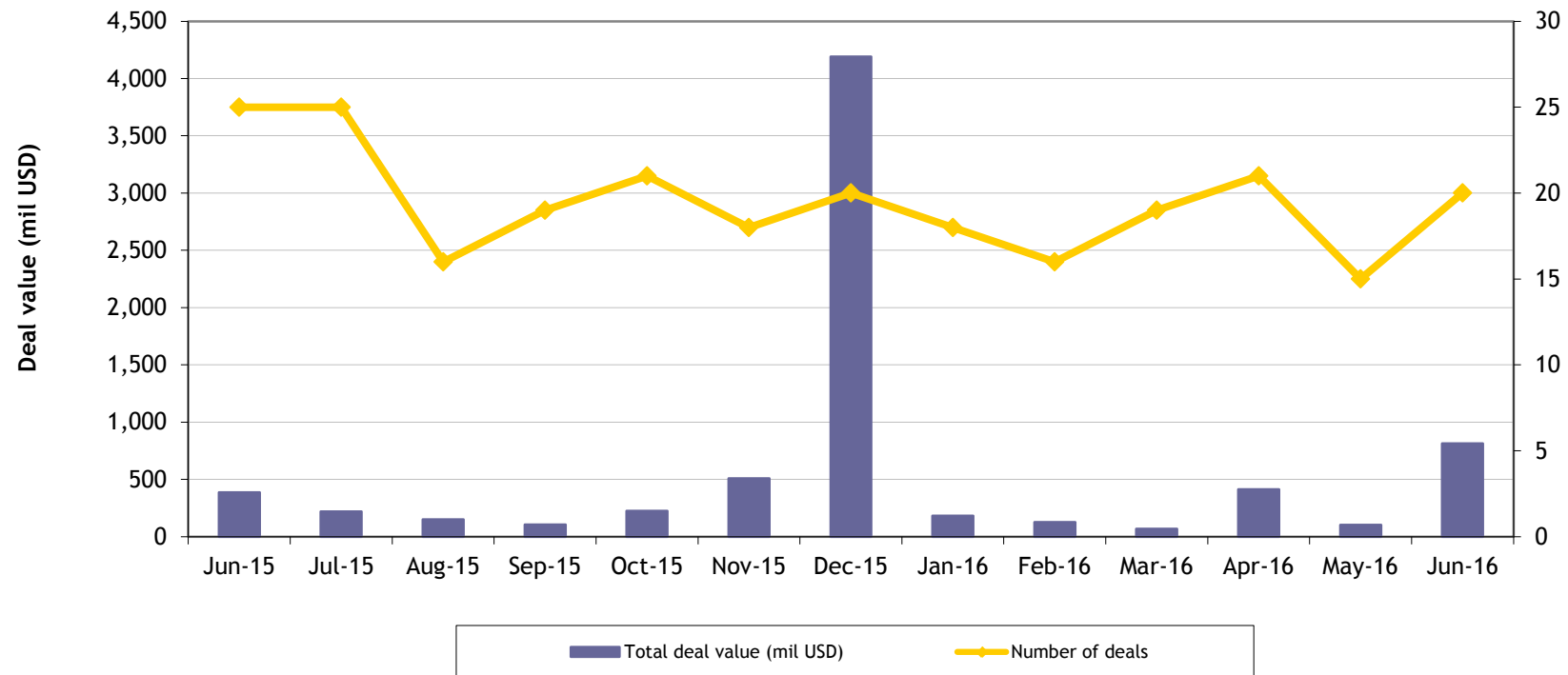
Both the volume and value of banking deals involving financial sponsors improved month-on-month in June. Volume increased by a third from 15 to 20 over the month, while value climbed significantly from USD 104 million to USD 813 million. In terms of value this represents the best result since the USD 4,192 million invested in December 2015. Value also improved on the USD 388 million injected in June 2015.

The largest financial sponsors transaction announced during June was worth USD 340 million and took the form of a funding round by Turkish bank Odeabank from IFC Asset Management Company, the European Bank for Reconstruction and Development, Bank Audi and other investors. Interestingly, the second- and third-placed transactions featured Hungarian companies, which resulted in the country topping the value rankings with investment of USD 410 million, although the US still led the way by volume with 14 deals. Despite this, it placed third by value with USD 63 million, behind Turkey with USD 340 million.

Banking deals with financial sponsors by volume and value

Announced date	No of deals	Total deal value (mil USD)
Jun-16	20	813
May-16	15	104
Apr-16	21	414
Mar-16	19	70
Feb-16	16	127
Jan-16	18	184
Dec-15	20	4,192
Nov-15	18	509
Oct-15	21	224
Sep-15	19	105
Aug-15	16	151
Jul-15	25	219
Jun-15	25	388

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.	340	Minority stake	Odeabank AS	TR	European Bank for Reconstruction and Development; The International Finance Corporation; IFC Asset Management Company LLC	27/06/2016
2.	281	Minority stake 30%	Erste Bank Hungary Zrt	HU	European Bank for Reconstruction and Development	20/06/2016
3.	129	IBO 100%	MKB Bank Zrt	HU	Minerva Tokelap-Kezelo Zrt	29/06/2016
4.	25	Minority stake	mTradeCo	US		29/06/2016
5.	13	Minority stake	InsCorp Inc	US		24/06/2016
6.	11	Minority stake	MPCF LLC	US		15/06/2016
7.	5	Minority stake	First WaterLoo Bancshares Inc.	US		20/06/2016
8.	4	Minority stake	Estee Capital LLC	US		01/06/2016
9.	2	Minority stake	Pravati Investment Fund II LLC	US		27/06/2016
10.	1	Minority stake	Bankcard Services LLC	US		15/06/2016
11.	1	Minority stake	Global Index Group Inc.	US		15/06/2016
12.	1	Minority stake	Lumint Corp	US		02/06/2016
13.	0	Minority stake	Indicate Capital Fund 1 LLC	US		17/06/2016
14.	0	Minority stake	Rainmaker Group Holdings LLC	US		16/06/2016
15.	0	Minority stake	Lemando Inc	US		09/06/2016
16.	0	Minority stake	Kinetic Leasing Inc.	US		28/06/2016
17.	n.a.	Minority stake	Fibabanka AS	TR	Abraaj Capital Ltd	06/06/2016
18.	n.a.	Minority stake	Central Pennsylvania Special Purpose Entity LLC	US		29/06/2016
19.	n.a.	Minority stake 40%	One Network Bank, Inc.	PH	TPG Capital Advisors LLC	20/06/2016
20.	n.a.	IBO 100%	GE Money Bank SCA; GE Money Bank SCA's French Overseas Territories-based operations	FR; FR	Cerberus Capital Management LP	23/06/2016



Target country by volume - Banking deals with financial sponsors

Target country	Jun-15	May-16	Jun-16
US	22	14	14
Hungary	0	0	2
Turkey	0	0	2
Philippines	0	0	1
France	0	0	1

Target country by value - Banking deals with financial sponsors

Target country	Jun-15 (mil USD)	May-16 (mil USD)	Jun-16 (mil USD)
Hungary	0	0	410
Turkey	0	0	340
US	105	98	63

Target region by volume - Banking deals with financial sponsors

Target region	Jun-15	May-16	Jun-16
North America	23	14	14
Western Europe	1	0	3
Eastern Europe	2	0	2
Far East and Central Asia	0	0	1
South and Central America	0	1	0
Africa	0	0	0
Middle East	0	0	0
Oceania	0	0	0

Target region by value - Banking deals with financial sponsors

Target region	Jun-15 (mil USD)	May-16 (mil USD)	Jun-16 (mil USD)
Eastern Europe	283	0	410
Western Europe	0	0	340
North America	105	98	63
Africa	0	0	0
South and Central America	0	6	0
Oceania	0	0	0
Far East and Central Asia	0	0	0
Middle East	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 01/06/2016 - 30/06/2016 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