TAKEOVERS

RIGHTS ISSUES

BBA Aviation

Announced	23/09/15
Ex-rights	12/10/15
Last payment	26/10/15
Total amount raised	£748m
Terms	6:5
Issue price	133p
Market price	187p
Nil paid price	59p
Adjustment factor	0.832

The flight support and aviation services group is raising net proceeds of £731m to fund its £1.35bn takeover of jet charter business Landmark, adding 68 fixed-base operations to its network of 133 locations. The deal will allow the FTSE 250 company to extend its Signature brand worldwide, and bolster its exposure to the attractive business and general aviation market. Management predicts $240m in tax benefits, and expects the deal to generate $35m in annual cost synergies by 2017 and boost earnings that year. But we remain bearish on the group's prospects. **Ignore**.

OPEN OFFERS

Sequoia Economic

Announced	16/09/15
Last payment	23/10/15
Total amount raised	£200m
Terms	5:6
Issue price	100p
Market price	105p
Adjustment factor	0.983

The infrastructure income fund is raising funds to capitalise on investment opportunities in the infrastructure debt market. Since floating in late February, the group has made 24 investments – valued at more than £111m – in sectors such as road, rail and utilities across the UK, US, Europe and Australia. Management expects to complete two more transactions in October and November, and plans to invest the open offer proceeds by the end of next summer. **Take up**.

Metals Exploration

Announced	28/09/15
Last payment	23/10/2015
Total amount raised	£3m
Terms	100:255
Issue price	3p
Market price	3.3p
Adjustment factor	0.923

The Pacific Rim miner is raising funds to complete the commissioning of the process plant and storage facility at its Runruno gold prospect in the Philippines. Management also expects the cash to tide it over until it starts work at the project and generates cash flow. The group previously raised £3.2m via a share placing, and plans to raise up to $5m more by issuing debt in case delays in the permitting process prevent it commencing work in October. **Take up**.

TAKEOVERS

Target	Bidder	Terms	Value	Bid timetable
Al Noor Healthcare	**Mediclinic** Healthcare	*	tba	na

*0.625 new Al Noor per share via a reverse takeover. This recommended combination of the private hospital groups promises a special dividend of 328p per share for Al Noor's shareholders and the option of tendering their shares for cancellation in return for 832p cash per share. The combined payout of 1,160p per share represents a premium of 39 per cent to Al Noor's share price on 2 October, before news of a potential deal broke. Rival NMC Health is also seeking to strike a deal with Al Noor. **Await documents**.

Xchanging Business services	**Capita** Business services	160p cash per share	£412m	na

This recommended offer from the outsourcing giant represents a 52 per cent premium to Xchanging's average share price for the three months before the bid. The insurance software group is also in talks with private equity giant Apollo concerning a potential counter bid of 170p cash per share. **Await documents**.

Aquarius Platinum Mining	**Sibanye Gold** Mining	19.5¢ cash per share	$294m	na

This recommended offer represents a 71 per cent premium to Aquarius's average share price for the 30 days prior to news of the deal. Sibanye's management expects to realise synergies between its Rustenburg mines and Aquarius's Kroondal mine. The transaction will require approval from South African and Zimbabwean competition regulators and the South African Reserve Bank. **Await documents**.

Amlin Insurance	**Mitsui Sumitomo Insurance** Insurance	670p cash per share	£3.47bn	1/11

Another Lloyd's insurer bites the dust. This recommended offer – a 36 per cent premium to Amlin's share price prior to the news – is equivalent to 2.4 times the group's net tangible book value, dwarfing the bid for Catlin which went for a meagre 1.6 times book value at a 23 per cent premium. Shareholders may struggle to justify not accepting the offer. **Accept**.

Betfair Gambling	**Paddy Power** Gambling	*	£4.9bn	na

*0.4524 new Paddy Power Betfair per share. This recommended offer via a scheme of arrangement promises to create a £1.2bn online gambling powerhouse. Paddy Power's shareholders are set to receive a special dividend of €80m if the deal goes ahead. Management expects to incur £65m in one-off integration costs, but estimates £50m in annual pre-tax cost savings in time. **Await documents**.

bwin.party Gambling	**GVC** Gambling	*	£1.1bn	na

*25p in cash + 0.231 new GVC shares. After a protracted takeover wrangle, bwin.party has jilted suitor 888 in favour of a £1.1bn cash-and-shares offer from Sportingbet owner GVC. The offer represents a 45 per cent premium to Bwin's closing share price prior to the bid, and is also 13 per cent higher than 888's improved bid. It has received 10.8 per cent acceptances. **Await documents**.

Densitron Technologies Display technology	**Quixant** Gaming technology	11p cash per share	£7.66m	30/10

This recommended offer from the gambling technology group represents a 36 per cent premium to Densitron's three-month average share price before the bid, and has received about 59 per cent acceptances so far. The deal complements Quixant's move into providing displays as well as computer systems. **Accept**.

HellermannTyton Cable products	**Delphi Automotive** Automotive technology	480p cash per share	£1.07bn	na

Recommended offer via a scheme of arrangement. This bid from Kent-based, US-listed Delphi represents a 35.2 per cent premium to HellermannTyton's average share price for the three months to 29 July. A tie-up promises to create an unrivalled global supplier of connected vehicle systems and cable management solutions. **Accept**.

Jelf Insurance	**Marsh & McLennan** Insurance	215p cash per share	£258m	27/10

This recommended offer from Marsh & McLennan promises to strengthen the pair's range of risk, insurance and financial services. The offer price represents a 42 per cent premium to Jelf's share price before talks of a potential offer were first revealed, and has received about 61 per cent acceptances. **Accept**.

Partnership Assurance Life insurance	**Just Retirement** Life insurance	*	£669m	na

*0.834 new Just Retirement per share. Recommended offer via a scheme of arrangement. Just Retirement says the deal will strengthen its foothold in the UK retirement income market. It expects to realise £40m in annual pre-tax cost savings by 2018. **Await documents**.

Quintain Estates Property investment	**Bailey Acquisitions** Bid vehicle	141p cash per share	£745m	na

This improved offer from Lone Star Real Estate Fund IV represents a 40 per cent premium to Quintain's average share price for the six months to 28 July, and has received over 90 per cent acceptances. The private equity group's management expects the deal to boost its exposure to the London property market. **Accept**.