
ADM CAPITAL

ADM Capital Turkiye (Istanbul)
Irtibal Burosu,
Cevdetpasa Cd.
Gemencik Sk.,
No:1/7, Bebek, Istanbul

26/08/2016

ADM Capital and Ozyavuz Holding announce agreement to sell Cevher Döküm Sanayii A.Ş. to Nemak, global industry leader in complex aluminum castings



Izmir, Turkey. August 26, 2016. Ozyavuz Holding and ADM Capital announces that they have signed an agreement to sell 100% of Cevher Döküm Sanayii A.Ş. (“Cevher Döküm”) to Nemak S.A.B de C.V.(“Nemak”), a leading provider of innovative lightweighting solutions for the global automotive industry.

The deal, which is expected to close before the end of the year, is subject to customary regulatory approvals.

Nemak employs more than 21,000 people at 35 facilities worldwide and generated revenues of US\$4.5 billion in 2015. Cevher Döküm, based in Izmir, exports most of its production to the European market and generated revenues of US\$70 million in 2015.

“This acquisition further enhances Nemak’s global manufacturing footprint as well as its core business,” said Armando Tamez, CEO of Nemak. “Given Cevher Döküm’s product portfolio and their proven track record supplying leading automakers in Europe, we are confident that the acquisition will create value and advance our growth plans in the region.”

Haluk Ozyavuz, Chairman of Cevher Group, said “Cevher Dokum has been on a continuous improvement track with major investments, particularly after the partnership with ADM Capital. Nemak is the global leader in this market and has plans to make further investments to increase exports and create jobs for Izmir and Turkey. Post this sale we will further concentrate and continue to grow our alloy wheel business under ‘Cevher’ brand.”

“Since ADM Capital’s investment, Cevher Dokum has invested heavily into leading technologies in aluminum casting in Turkey, making this an attractive target for the leading international companies in this sector. We believe this deal represents a win-win situation for both parties: Nemak will further consolidate its position in the European Aluminum component market and Cevher Group will continue to focus its investments in its alloy wheels business. We are delighted that we played a major role in bringing an industry giant to Turkey, a country with a clear vision to become a major production hub for the region.” said Seckin Yelmen, Director of ADM Capital.

“We are happy with our investment in Cevher Group and our partnership with Haluk Ozyavuz. Nemak’s commitment to this investment is a major sign of Turkey’s attractiveness to long term strategic investors and their confidence in the Turkish economy. ADM Capital has made 16 investments in Turkey since 2005 and

ASIA DEBT MANAGEMENT HONG KONG LIMITED

1008 ICBC Tower, Citibank Plaza, 3 Garden Road, Central, Hong Kong
Tel: (852) 2536 4567 Fax: (852) 2147 2813 **Homepage:** <http://www.admcap.com> **Email:** info@admcap.com

Regulated by the Securities and Futures Commission in Hong Kong

ADM CAPITAL

we remain positive about the investment climate and growth prospects for Turkish companies. We continue to seek opportunities for new equity investments.” said Baris Sivri, Partner of ADM Capital.

About Cevher Group

Cevher Group is a leading automotive components manufacturer in Turkey, comprising two businesses; an aluminum foundry operating under Cevher Dokum Sanayii A.Ş. (“Cevher Dokum”); and an alloy wheel business operating under Cevher Jant Sanayii A.Ş. (“Cevher Wheels”) with over 1,400 employees.\

Cevher Dokum, founded in 1955, is engaged in the manufacturing of aluminum castings and foundry products for the automotive industry with its plants in Cigli. Its main products are cylinder heads and engine blocks, though the product portfolio includes cam shaft bearing caps, clutch housing, oil pans, turbo charger housings and hydraulics pump housings.

Cevher Wheels, founded in 2003, is engaged in the production of aluminum alloy wheels to the global OEM market with its plant located in the Aegean Free Trade Zone, Gaziemir/Izmir. For more information about Cevher Group, visit www.cevher.com.

About ADM Capital

Founded in 1998, ADM Capital is an investment manager with US\$1.2bn under management in over 15 countries. ADM Capital looks to achieve long term capital appreciation by investing in opportunities across Asia and Emerging Europe. ADM Capital’s client base comprises institutional investors such as sovereign wealth funds, development finance institutions, pension funds and other financial institutions located in North America, Europe, the Middle East and Asia-Pacific region.

ADM Capital executed its first transaction in Turkey in 2005 and opened an office in Istanbul in 2007. In 2011 ADM Capital raised the ADM CEECAT Recovery Fund which is focused on investing in small and medium sized companies in Turkey and CEE/SEE. Since 2005, ADM Capital has invested €490mn in 6 countries across the region in 22 transactions. It has fully exited 10 deals with 6 further partial realisations. ADM Capital made its investment in Cevher Group in 2012. For more information about ADM Capital, visit www.admcap.com.

About Nematik

Nematik is a leading provider of innovative lightweighting solutions for the global automotive industry specializing in the development and manufacturing of aluminum components for powertrain and body structure applications. As of year-end 2015, the company employed more than 21,000 people at 35 facilities worldwide and generated revenues of US\$4.5 billion. For more information about Nematik, visit www.nematik.com.

ASIA DEBT MANAGEMENT HONG KONG LIMITED

1008 ICBC Tower, Citibank Plaza, 3 Garden Road, Central, Hong Kong

Tel: (852) 2536 4567 Fax: (852) 2147 2813 Homepage: <http://www.admcap.com> Email: info@admcap.com

Regulated by the Securities and Futures Commission in Hong Kong