

## CASE STUDY

Acadia Investments → Over-levered and over-concentrated \$50-100million private investment vehicle

### Transaction Description

- Acadia chose an investment program of 100% concentration in illiquid PE investments.
- Banks pushed for forced sales of Acadia's assets and pursued payment under the personal guarantee.

### Results

- Financing generally not available in the size or time frame needed to stop banks from enforcing its remedies.
- Acadia's highly variable and uncertain cash flows from 40+ LP's limited the available financing and appetite

### Relevant Transaction Process Highlights

- Acadia's best option for preserving value was to engage in immediate and significant asset sales
- However, given significant Investment Manager and shareholder discord-resulted in April 2011 Ch 11 filing
- Advisor, in conjunction with banks, moved to have Trustee appointed
- Plan of Reorganization - expected Fall 2011
- Plan of Reorg confirmed May 2013

