

A low-angle photograph of the New York Stock Exchange building, showing its ornate facade and a large American flag hanging from the entrance. The text is overlaid on the image.

WHY EVERY INVESTOR SHOULD INVEST IN AMERICAN BANK?

MERGERSCORP

The Leader In Business Sales Mergers & Acquisitions
WWW.MERGERSCORP.COM

MERGERS CORP

The Leader In Business Sales Mergers & Acquisitions

At MergersCorp M&A International we help our clients confidentially buy and sell privately held businesses, aligning the interests of all parties for mutual success and satisfaction.

It is our goal to make the process of either buying a new business or selling your current business as smooth and efficient as possible. We know how important confidentiality is to our sellers and we treat it with the utmost importance.



WWW.MERGERSCORP.COM

WHY EVERY INVESTOR SHOULD INVEST IN AMERICAN BANK?



WWW.MERGERSCORP.COM

Why Every Investor Should Invest In American Bank?

Are you thinking of where to invest your savings, lifetime pension, or simply wish to change your investment vehicle? Well, making an investment decision is perhaps one of the most difficult things you are likely to face in your life. With a highly risky investment environment and turbulent economic times, it is not easy to tell which sector is the best to invest in. Fortunately, research has shown us that whereas all sectors stand to face the heat of the economic crisis, banks have been able to overcome the challenges faster, easily compared to other enterprises in different sectors throughout the world. Here are the reasons why every Investor should invest in American Bank :

The resilience of the U.S banking sector has been tested to the limits and has shown to be stronger owing to its upward trend in the last few years following the financial crisis and the bank panic that wreaked havoc in the nation's history.



The fact that the U.S banking sector is the most regulated with strict regulations, policies, and guidelines makes it the best area for investors to put their hard-earned money. Where a sector is regulated, chances are your investment is secured from potential losses that face numerous other sectors in the economy. For instance, Citigroup managed to plow approximately \$6 billion into credit reserves in the first quarter of 2020 alone. With over 12% Tier 1 capital, the bank sits pretty amidst a strict regulatory measure of equity capital and reserves by the federal bank. This means that big banks such as the Bank of America, JPMorgan, and Citigroup have stayed above the minimum regulatory requirements, a factor that makes them the best places to invest.

High dividend payouts are perhaps the most prominent reason you should invest in the U.S banking sector. For instance, banks have accumulated huge monies in their reserves and gone ahead to suspend stock buyouts in order to protect investors against dividend cuts and still be able to navigate the tough economic times.

Research has shown that banks tend to perform well in amidst economic recovery. Throughout history, literature is replete with evidence that of all the sectors, the banking sector has come out as one of the most resilient in a recovering economy. Although none can tell what the future holds for banks, especially amidst the changing dynamics and pandemics, it is clear that banks have remained steadfast.



Experts say it is possible for U.S banks to ease out of the pandemic such as the COVID-19 without necessarily having to create a spike.

Banks have demonstrated that they can do well in economic rebounds because business picks up, the number of non-performing loans reduces and profit potential increases and the yield curve tends to follow an upward trend. For many years, the Federal Reserve has injected billions of cash into the sector as a stimulus package to help banks rebound. This has been coupled with the ever-present political goodwill that has seen banks receive huge support in the wake of an economic crisis.

Clearly, banks in the U.S can guarantee returns in investment if you carefully select your investment portfolio. The above reasons say more about why invest in a bank. With the help of highly qualified investment advisors, you have a unique opportunity to know where to buy a bank, how to buy a bank, and ways to reap from the huge gains that American banks are reaping year after year.

At MergersCorp M&A International, we are well versed with matters banking and our diligent experts will help you identify a bank for sale and lay a solid foundation that can guarantee sustainable profits.



Our M&A Process

TARGET APPRAISAL	APPROACH	DUE DILIGENCE	NEGOTIATION & CLOSE	POST MERGER INTEGRATION (PMI)
Key Areas				
<ul style="list-style-type: none"> ▪ Target & market analysis; ▪ Initial assessment of synergies & value drivers; ▪ Indicative valuation; ▪ Go or No-Go decision; ▪ Preparation of transaction documents (NDA – Non-disclosure Agreement/LOI-Letter of Intent); ▪ Select Transaction team; ▪ Appoint advisors; ▪ Consider funding ability. 	<ul style="list-style-type: none"> ▪ Initial approach letter; ▪ Signing of NDA; ▪ Prepare & share initial information requests; ▪ Formulation of LOI (Letter of Intent) & possible negotiations; ▪ Initial meeting and Q&A; ▪ Circulate information on the Target to the Transaction team. 	<ul style="list-style-type: none"> ▪ Set scope of due diligence; ▪ Set up VDR (virtual data room); ▪ Coordinating of due diligence, further meetings and Q&A sessions; ▪ Consider points relevant to the Post-Merger (PMI) phase; 	<ul style="list-style-type: none"> ▪ Revisit indicative valuation & prepare detailed valuation based on due diligence findings; ▪ SPA negotiations with the seller; ▪ Development of final structure (share/asset deal) and final valuation; ▪ Approvals; ▪ Signing of SPA & Close. 	<ul style="list-style-type: none"> ▪ Consider the extent of integration; ▪ Development of 100 Day PMI Plan; ▪ Consider short & long term objectives; ▪ Estimate requirements to capture synergies; ▪ Determine resource needs & optimal allocation.
Parties Involved				
<ul style="list-style-type: none"> ▪ CFO; ▪ Head of M&A; ▪ Accountants; ▪ Corporate finance advisors; ▪ Consultants. 	<ul style="list-style-type: none"> ▪ Senior management; ▪ CEO, CFO, CTO; ▪ Strategy director; ▪ Head of M&A; ▪ Head of Business Development; ▪ Consultants. 		<ul style="list-style-type: none"> ▪ Company general counsel; ▪ Lawyers; ▪ Senior management. 	<ul style="list-style-type: none"> ▪ Company general counsel; ▪ Lawyers; ▪ Senior management/HR.

The background features a dark, semi-transparent overlay on a photograph of an American flag and a stack of US one hundred dollar bills. The flag's stars and stripes are visible, and the bills are fanned out, showing the portrait of Benjamin Franklin and the number '100'.

LOOKING TO BUY A BANK?

CONTACT US NOW
FOR MORE INFORMATION

MERGERSCORP

The Leader In Business Sales Mergers & Acquisitions

WWW.MERGERSCORP.COM

[MergersCorp.com](https://www.MergersCorp.com)

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

Member firms of the MergersCorp network of independent firms are affiliated with MergersCorp International. MergersCorp International provides no client services. No member firm has any authority to obligate or bind MergersCorp International or any other member firm vis-à-vis third parties, nor does MergersCorp International have any such authority to obligate or bind any member firm.

Copyright © 2020 MergersCorp International. All rights reserved.

