



\$43.2M Working Capital Dispute

Case Study

Background

Working capital conveyed to our client in an acquisition was approximately \$70M under the purchase agreement's working capital threshold.

Objectives

- + Inform the value of conveyed working capital in a carve-out acquisition
- + Accumulate supporting documentation for potential litigation
- + Prepare defensible position of subjective working capital values, including accruals, reserves and estimates.

Solutions

- + Accumulated opening balance sheet working capital balances on an asset-by-asset basis
- + Established process to track the consumption & forecasted consumption of conveyed inventories
- + Responded to mediator's requests in settlement discussions

Technology
INDUSTRY

800
EMPLOYEES

\$300M
ANNUAL
REVENUE

Recovered
\$43.2 Million
in cash proceeds