

Transaction Summary

- On March 12, 2018 BlueLinX (NYSE:BXC) announced that it has entered into a definitive agreement to acquire Cedar Creek, a portfolio company of Charlesbank Capital Partners, for a purchase price of \$413 million on a debt-free, cash-free basis. **Notably, BlueLinX's stock price rose 78% at announcement.**
- The purchase price will consist of approximately \$345 million in cash and approximately \$68 million as the agreed value of the capital leases. The transaction has been unanimously approved by BlueLinX's Board of Directors and is expected to be completed within 45 days
- The combination of BlueLinX and Cedar Creek will create a leading building products wholesale distributor with one of the largest product offerings in the building products industry, including over 50,000 branded and private-label SKUs, and a distribution footprint of 70 national locations servicing 40 states
- Together with Cedar Creek, BlueLinX will be able to distribute its comprehensive range of structural and specialty products to approximately 15,000 national, regional, and local dealers, as well as specialty distributors, national home centers, industrial, and manufactured housing customers. The transaction will enable the combined entity to serve diverse end markets from new residential and light commercial construction to industrial, as well as residential repair and remodel
- BlueLinX and Cedar Creek's combined revenue was \$3.2 billion in 2017 and its pro forma LTM Adjusted EBITDA for 2017 would have been approximately \$154 million including at least \$50 million of annual cost savings

Overview of BlueLinX

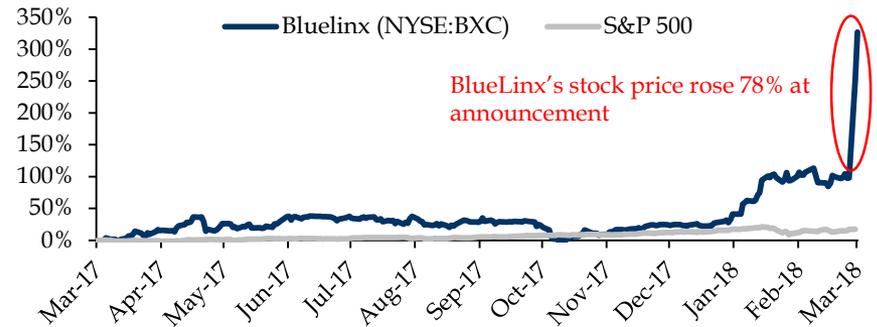
- BlueLinX is a leading distributor of building and industrial products and is headquartered in Atlanta, GA.



Transaction Economics

Metric	Cedar Creek	Deal Multiple
Enterprise Value	\$413m	--
LTM Revenue	\$1,420m	0.3x
LTM EBITDA	\$60m	6.9x
LTM EBITDA Margin	4.2%	--

1-Year Stock Chart vs. S&P 500



Overview of Cedar Creek

- Cedar Creek Wholesale, Inc. is a wholesale distributor of lumber and building materials based in Broken Arrow, OK.

