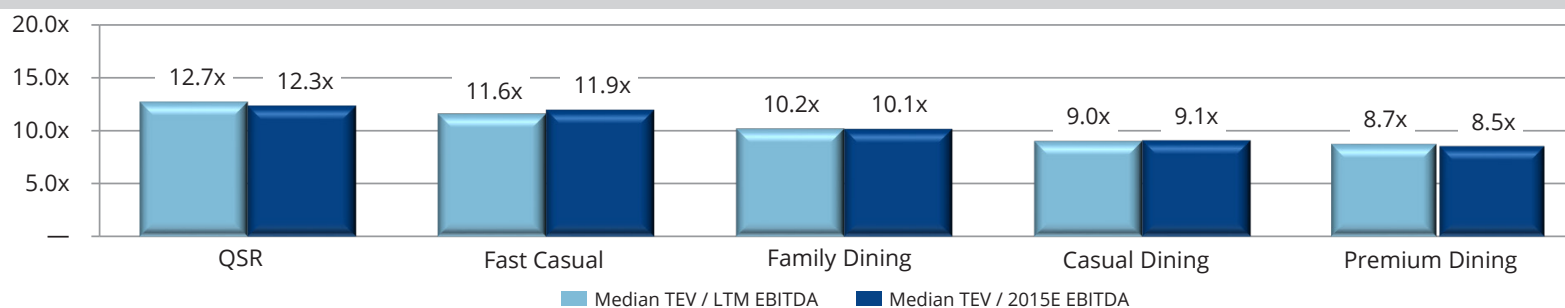




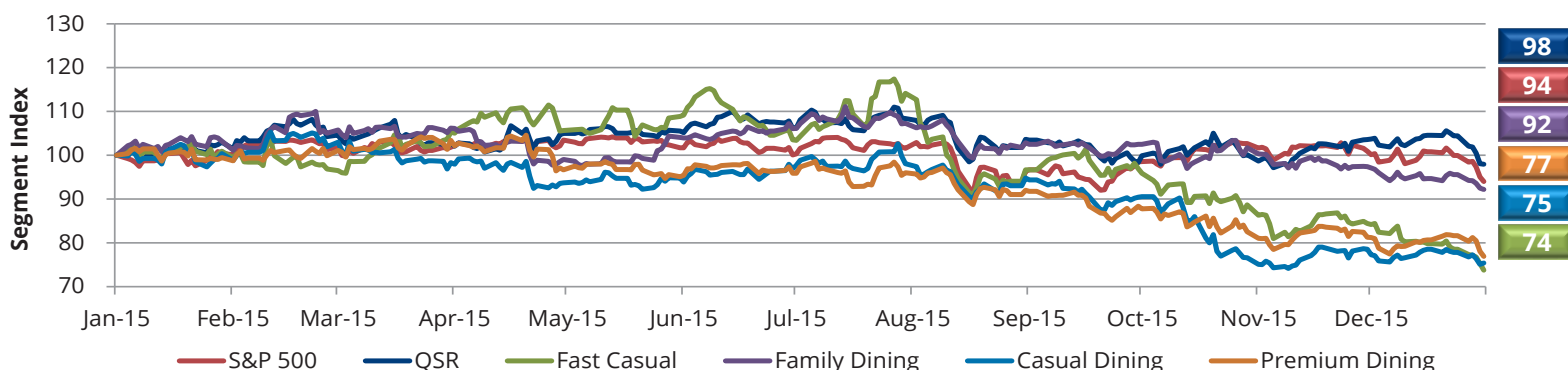
Restaurant Industry Commentary

Publicly traded restaurant stocks finished 2015 meaningfully below their starting points for the year. The Fast Casual, Casual and Premium segments all declined between 20% and 30% from their starting positions—despite just a 6% decrease in the S&P 500. QSR and Family Dining were spared the carnage. Fast Casual's declines can largely be attributed to the highly publicized food safety issues at **Chipotle Mexican Grill, Inc. (NYSE:CMG)**, as well as **Fiesta Restaurant Group, Inc. (NasdaqGS:FRGI)** and **Noodles & Company (NasdaqGS:NDLS)** inability to meet investors' growth expectations. M&A activity during the latter half of December trailed off with only two notable transactions – **Ablak Holdings, LLC's** acquisition of **Sincerely Yogurt, Inc.**, and **Golden Gate Capital's** acquisition of a pool of Red Lobster properties valued at \$210 million. With continued market volatility and the election on the horizon, we will be interested in observing how the industry plots its course through 2016.

Current Restaurant Valuations by Price Point (TEV / EBITDA)



Public Market Performance (Latest Twelve Months)



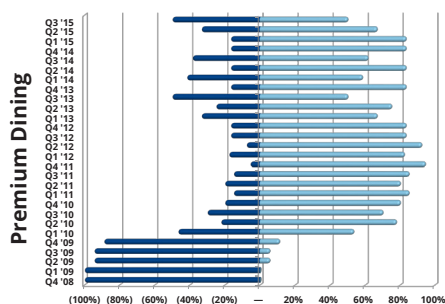
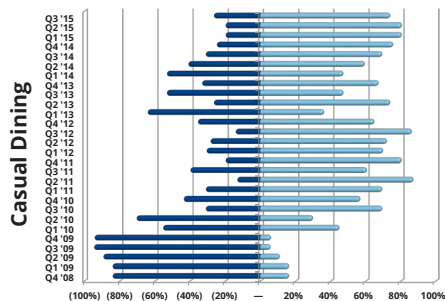
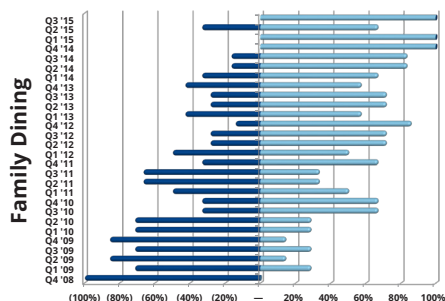
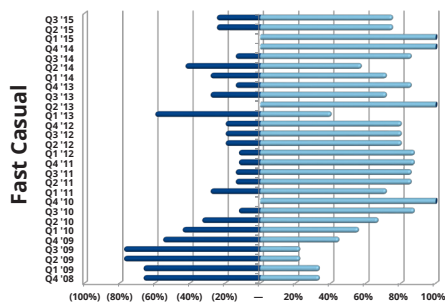
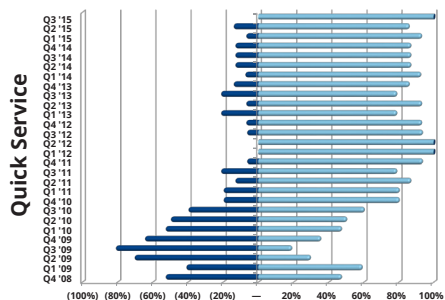
Recent Restaurant M&A Activity

(\$ in millions)

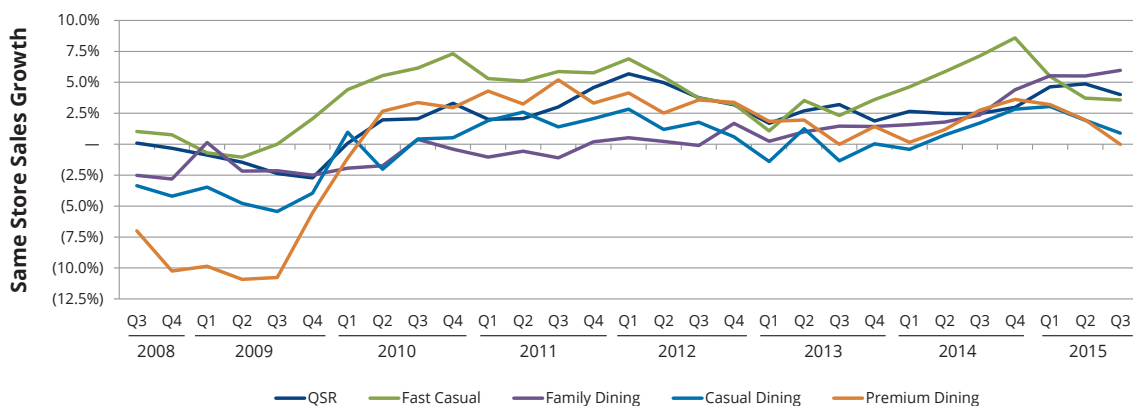
Closed / Announced	Target	Acquiror	Enterprise Value	EBITDA / Value Multiple			Industry Segment
01/06/2016	Sincerely Yogurt, Inc.	Ablak Holdings, LLC	NA	NA	/	NA	QSR
12/18/2015	Pool of Restaurants	Golden Gate Capital	\$210.0	NA	/	NA	NA
12/15/2015A	Togo's Franchised Eateries, LLC	Nimes Capital, LLC	NA	NA	/	NA	QSR
12/14/2015	Pinkberry, Inc.	Kahala Brands, Ltd.	NA	NA	/	NA	QSR
12/09/2015	41 Burger King Restaurants	Carrols Restaurant Group, Inc. (NasdaqGS:TAST)	NA	NA	/	NA	QSR
12/02/2015	Taco Bueno Restaurants, L.P.	TPG Growth	NA	NA	/	NA	Fast Casual
11/30/2015	Two Jacksonville Franchises of Newk's Eatery	Newk's Franchise Company, LLC	NA	NA	/	NA	Fast Casual
11/16/2015A	Vetri Family of Restaurants	Urban Outfitters Inc. (NasdaqGS:URBN)	NA	NA	/	NA	Casual
11/12/2015	The Waterfront Market & Cafe	Alexandria Restaurant Partners, LLC	NA	NA	/	NA	Casual
11/11/2015A	Olga's Kitchen, Inc.	SOK Venture LLC	NA	NA	/	NA	Casual

Quarterly Gainers & Losers by Price Point

Decliners / Gainers



Same Store Sales by Price Point



Selected TM Capital Restaurant Experience

STARBUCKS®
has sold the exclusive rights to operate
Starbucks Puerto Rico
to
Baristas Del Caribe, LLC
an affiliate of
Empresas Fonalledas Inc.

BURGER KING Coldco
a portfolio company of
PNC RIVERARCH CAPITAL
has sold a portfolio of restaurants to
Burger Gulf Coast, LLC

BURGER KING Coldco
a portfolio company of
PNC RIVERARCH CAPITAL
has acquired
FAST FOOD ENTERPRISES #2, LLP
A FRANCHISE OF THE BURGER KING CORPORATION

PNC RIVERARCH CAPITAL
has acquired
BURGER KING Coldco
a portfolio company of
EQUICORP Partners.

Smith & Wollensky.
has been acquired by
BUNKER HILL CAPITAL
and
BRG PATINA RESTAURANT GROUP

BACK BAY RESTAURANT GROUP
has sold
Atlantic Fish MARKET
AMERICAN BRAWLER
Al's Louie's
Coach Grill
to
TAVISTOCK GROUP

BACK BAY RESTAURANT GROUP
has sold
PAPA • RAZZI TRATTORIA • BAR
to
NHC

Arbuz
a subsidiary of
TRIARC
has acquired
RTM RESTAURANT GROUP

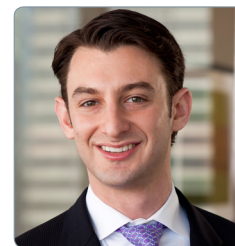
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