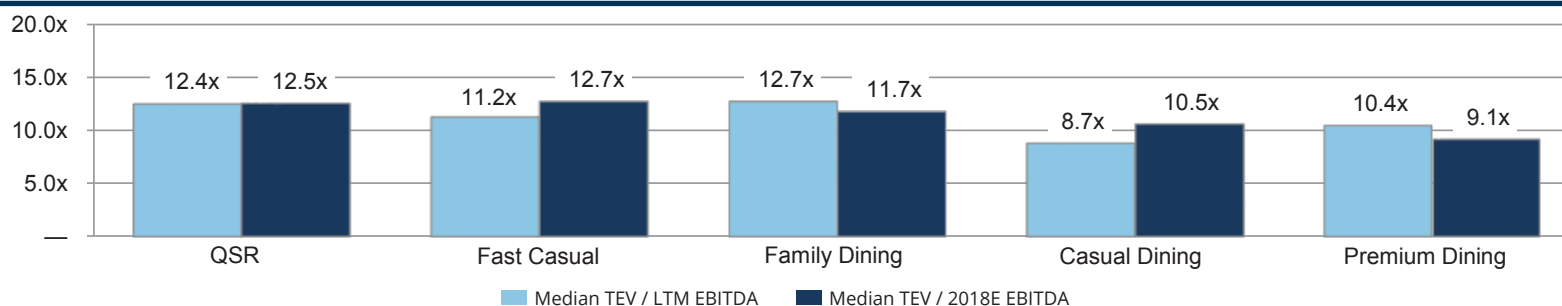


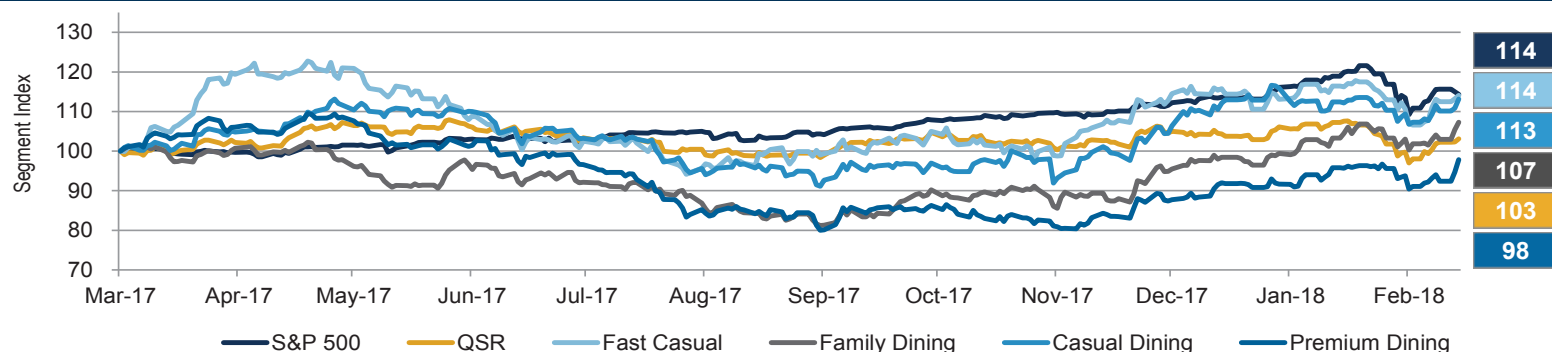
Restaurant Industry Commentary

TM Capital's restaurant indices, except for Fast Casual and QSR, traded above the S&P 500 over the last 30 days, while same-store sales and same-store traffic decreased by 0.3% and 3.0%, respectively. For food delivery services—one of the primary catalysts in the long term declining traffic trend—February was an active M&A month. **UberEats** acquired **Ando**, the digital-only app-based restaurant startup in New York, and **Yum! Brands (NYSE:YUM)** invested \$200 million in **Grubhub (NYSE:GRUB)**, with a focus on establishing Grubhub as the exclusive delivery partner for KFC and Taco Bell. Additionally, **Rhône Capital** acquired Brazilian steakhouse chain **Fogo de Chão (NASDAQ:FOGO)** for \$560 million, representing a 10.9x multiple of LTM EBITDA.

Restaurant Valuations by Price Point (TEV / EBITDA)



Public Market Performance (Latest Twelve Months)



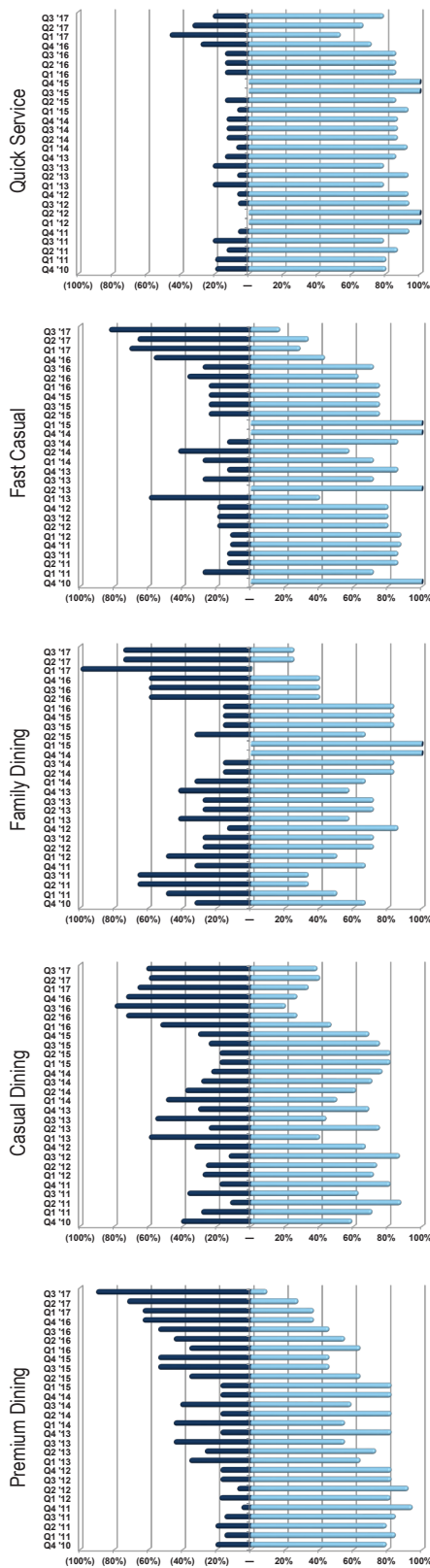
Recent Restaurant M&A Activity

(\$ in millions)

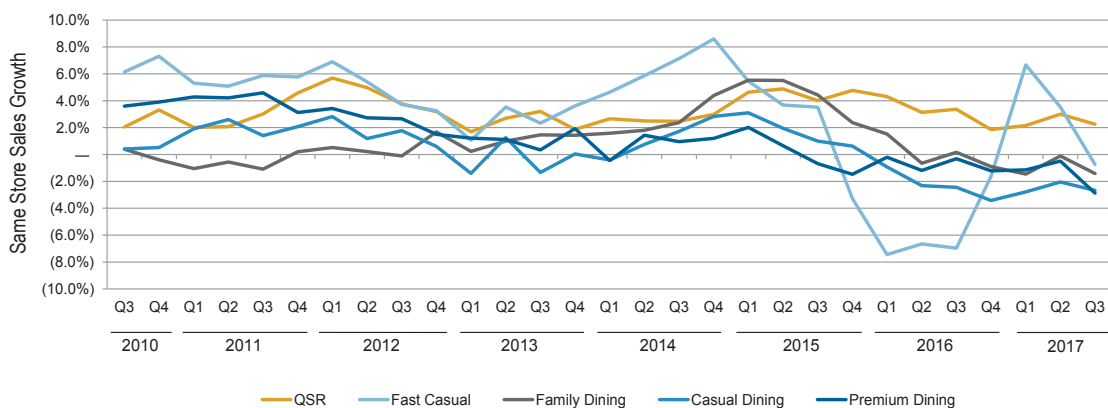
Closed / Announced	Target	Acquiror	Enterprise Value	EBITDA / Value Multiple	Industry Segment
02/20/2018	Fogo de Chao, Inc. (NasdaqGS:FOGO)	Rhone Capital, LLC	\$560.0	\$51.5 / 10.9x	Premium
02/14/2018	29 Arby's Restaurants in Ohio	AES Restaurant Group, LLC	NA	NA / NA	QSR
02/13/2018A	Smashburger Master LLC	Jollibee Worldwide	\$222.2	NA / NA	Fast Casual
02/09/2018A	Theismann's Restaurant and Bar	Alexandria Restaurant Partners, LLC	NA	NA / NA	Casual
02/01/2018	Huddle House, Inc.	Undisclosed Buyer	NA	NA / NA	Family
01/31/2018	38 Wendy's Restaurants in CT and MA	Meritage Hospitality Group Inc. (OTCPK:MHGU)	NA	NA / NA	QSR
01/23/2018A	Keg Restaurants	Cara Operations Limited (TSX:CARA)	\$238.8	\$14.0 17.1x	Casual
01/10/2018	15 Wendy's Restaurant in Florida	Gold Coast Holdings Restaurants	NA	NA / NA	QSR
01/10/2018	52 Wendy's Restaurants in Southern California	WKS Restaurant Corporation	NA	NA / NA	QSR
01/09/2018	Growth Investment in MOD Pizza	PWP Growth Equity	NA	NA / NA	Fast Casual

Quarterly Gainers & Decliners 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.	 Oldco A PORTFOLIO COMPANY OF PNC RIVERARCH CAPITAL HAS SOLD A PORTFOLIO OF RESTAURANTS TO Burger Gulf Coast, LLC	 Oldco 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 Oldco A PORTFOLIO COMPANY OF EQUICORP Partners
 Smith & Wollensky HAS BEEN ACQUIRED BY BUNKER HILL CAPITAL AND PATINA RESTAURANT GROUP	 BACK BAY RESTAURANT GROUP HAS SOLD Atlantic Fish, The Fish Market, Alcega's, and Coach Grill TO TAVISTOCK GROUP	 BACK BAY RESTAURANT GROUP HAS SOLD PAPA RAZZI TRATTORIA BAR TO NHC	 A SUBSIDIARY OF TRIARC HAS ACQUIRED RTM RESTAURANT GROUP

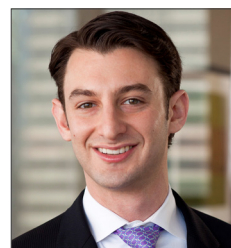
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