

BASIC VALUATION MULTIPLES

4-8x Adjusted EBITDA¹

3-4x SDE²



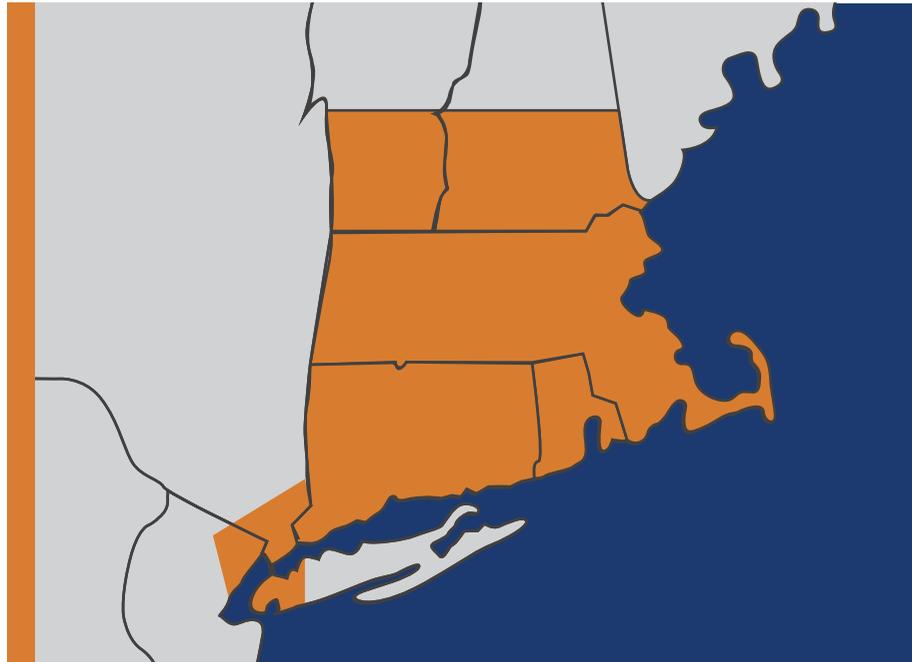
KEY VALUATION FACTORS

	BUYER CONCERNS	IMPACT ON SALE
PATENTS	Proprietary products and processes are key to higher profits.	<ul style="list-style-type: none"> Higher multiples for patent protected products and processes Lower multiples for production of commoditized or easily replicated chemicals
CUSTOMER CONCENTRATION	Revenues rely on a few customers and key relationships are dependent on owner.	<ul style="list-style-type: none"> Higher multiples when no customer accounts for more than 10% of sales Deferred payment terms and fewer buyers Long-term contracts offset concerns of customer loss
MANAGEMENT	Quality of management team and systems.	<ul style="list-style-type: none"> Well-rounded management increases multiples Deep technical staff will enhance multiples Overdependence on owners lowers multiples Good financial management and reporting systems increase multiples
RISK MANAGEMENT	Lacking workplace safety, chemical security and green initiatives raise long term costs.	<ul style="list-style-type: none"> Higher multiples for documented safety procedures, disaster and emergency response plans Lower multiples for history of environmental or safety fines and violations
OTHER IMPORTANT CONSIDERATIONS	<ul style="list-style-type: none"> Certifications Customer Service Revenue Growth 	<ul style="list-style-type: none"> Reputation Industries Served Capital Expenditures

These are only a few variables and do not constitute a complete valuation. Contact us for a no charge, no obligation **Opinion of Value** that defines our view on the current business valuation and the terms under which it would be sold.

COMPANY OVERVIEW

VR Business Sales New Haven represents owners of businesses valued between \$500,000 and \$25 million or with annual revenues from \$1 million to \$25 million. Operating within a wide range of industry segments, the office provides exceptional merger and acquisition advisory services to companies operating within a wide range of industry segments in Connecticut, Southern New England and Metro NY. Independently owned and operated.



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Jeff has over thirty years of business experience including positions in engineering, manufacturing, marketing, business startup and acquisition. He owned and operated an import/export firm as well as a manufacturing company. Jeff offers a wealth of practical experience when advising clients on selling or buying a business and brings a level of professionalism to the process that makes him one of the best recognized and most admired business intermediaries in Connecticut. Jeff is one of the few business brokers in New England that has secured the prestigious designations of Certified Business Intermediary (CBI) from the International Business Brokers Association (IBBA) and a Mergers & Acquisition Master Intermediary (M&AMI) from M&A Source. He is also a member of the Board of Directors for M&A Source.

