

Origins of the UK Listed Private Equity sector

John Newlands

Athex Workshop 1 March 2016



BREWIN DOLPHIN

ORIGINS OF THE UK PRIVATE EQUITY SECTOR

1930s - The Great Depression



- 1929 Wall Street Crash.
- UK unemployment 20% by the end of 1930.

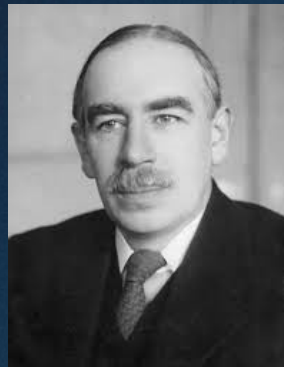
ORIGINS OF THE PRIVATE EQUITY SECTOR

THE MACMILLAN COMMITTEE

Aim: to determine whether the banking and financial system was helping or hindering trade and industry.



Lord
Macmillan



J Maynard
Keynes



Ernest
Bevin



Reginald
McKenna

THE “MACMILLAN FUNDING GAP”

“great difficulty is experienced by smaller and medium-sized businesses in raising the capital which they may from time to time require, even when the security offered is perfectly sound.”

The Macmillan Report, 1931



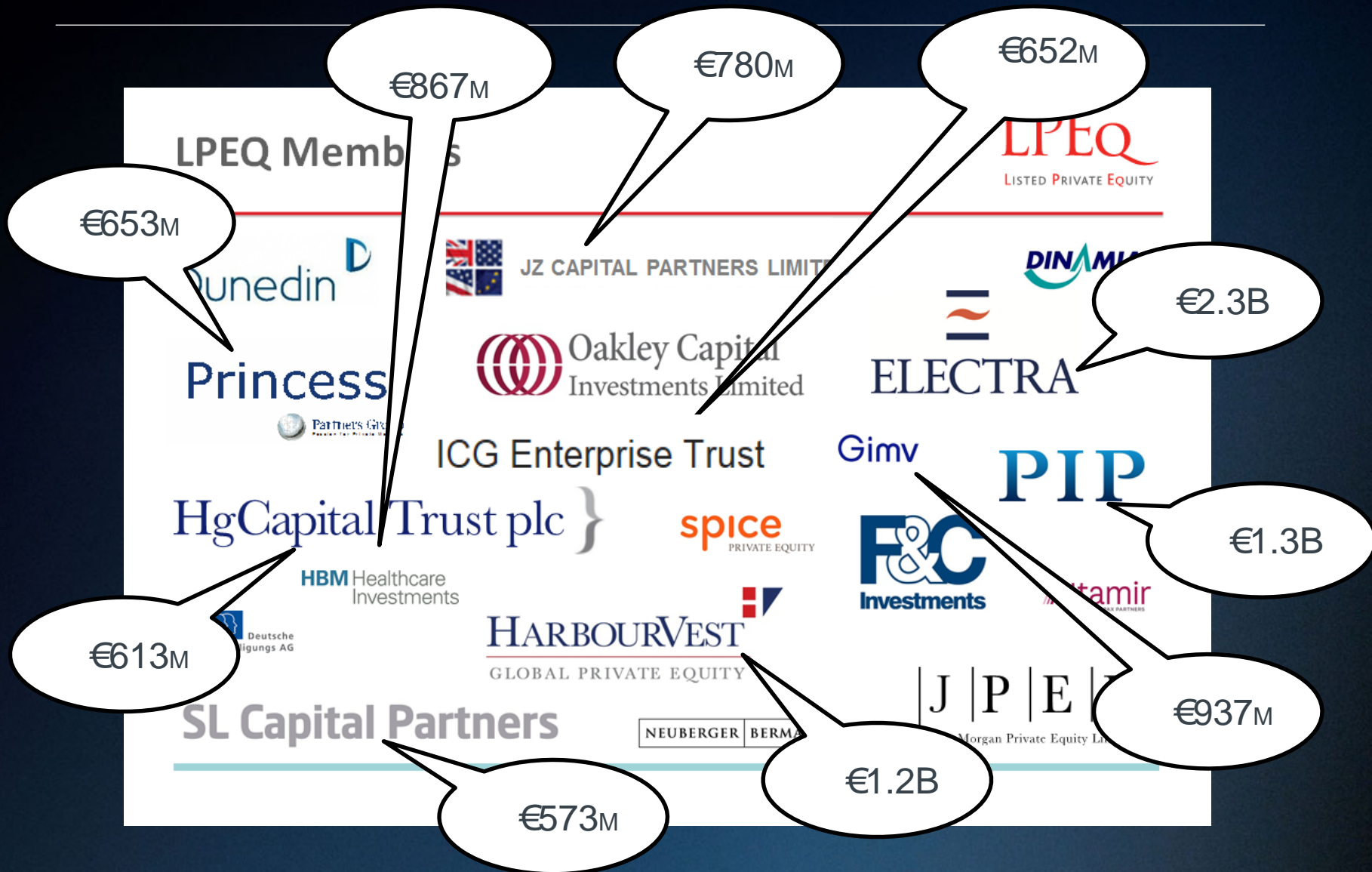
BREWIN DOLPHIN

EARLY INITIATIVES TO FINANCE INDUSTRY

- 1945: The Industrial and Commercial Finance Corporation.
- 1945: The Finance Corporation for Industry (larger companies).
- 1973: ICFC & FCI merge to become Finance for Industry (FFI).
- 1983: Rebranded as Investors in Industry (3i).
- 1994: Flotation of 3i. Dawn of the listed private equity sector.



LISTED P/E - FUND EXAMPLES TODAY



Total Assets as at 25 February 2016;
data source Morningstar



BREWIN DOLPHIN

DISCLAIMER

The value of investments can fall and you may get back less than you invested.

Past performance is not a guide to future performance.

No investment is suitable in all cases and if you have any doubts as to an investment's suitability then you should contact us.

The information contained in this document is believed to be reliable and accurate, but without further investigation cannot be warranted as to accuracy or completeness.

The opinions expressed in this document are not necessarily the views held throughout Brewin Dolphin Ltd.

We or a connected party may have positions in or options on the securities mentioned herein or may buy, sell or offer to make a purchase or sale of such securities from time to time. In addition we reserve the right to act as a principal or as agent with regard to the sale or purchase of any security mentioned in this document. For further information, please refer to our conflicts policy, which is available on request, or can be accessed via our website at www.brewin.co.uk.

Brewin Dolphin Ltd is authorised and regulated by the Financial Conduct Authority.



BREWIN DOLPHIN