Zacks Small-Cap Research

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Garnero Group Acq. Co. (GGAC-NASDAQ)

Merger agreement terminated; per share liquidation price approximately $10.05.

Having terminated the business combination, the liquidation distribution value is approximately $10.05 per share.

Current Price (07/22/16)	$10.05
Valuation	**$10.05**

OUTLOOK

Garnero Group Acquisition Company is a Special Purpose Acquisition Company (SPAC) that attempted consummating a business combination with Grupo Colombo, a leading men's apparel retailer in Brazil. The agreement has been terminated. The time frame for a completing a business combination having expired, Garnero Group Acquisition Company is making a liquidation distribution to shareholders of approximately $10.05 per share.

SUMMARY DATA

52-Week High	**$10.15**
52-Week Low	**$9.52**
One-Year Return (%)	**2.45**
Beta	**-0.07**
Average Daily Volume (shrs.)	**2,517**
Shares Outstanding (million)	**18.7**
Market Capitalization ($ mil.)	**$187**
Short Interest Ratio (days)	**0.14**
Institutional Ownership (%)	**38.5**
Insider Ownership (%)	**22.3**
Annual Cash Dividend	**$0.00**
Dividend Yield (%)	**0.00**
5-Yr. Historical Growth Rates	
Sales (%)	**N/A**
Earnings Per Share (%)	**N/A**
Dividend (%)	**N/A**
P/E using TTM EPS	**N/A**
P/E using 2016 Estimate	**N/M**
P/E using 2017 Estimate	**N/M**

Risk Level	**Above Average**
Type of Stock	**Small - Value**
Industry	**SPAC**

ZACKS ESTIMATES

Revenue
(in millions of $)

	Q1 (Sep)	Q2 (Dec)	Q3 (Mar)	Q4 (Jun)	Year (Jun)
2014	N/A	N/A	N/A	N/A	0.0 A
2015	N/A	N/A	N/A	N/A	0.0 A
2016	N/A	N/A	N/A	N/A	0.0 E
2017					0.0 E

Earnings per Share

	Q1 (Sep)	Q2 (Dec)	Q3 (Mar)	Q4 (Jun)	Year (Jun)
2014	N/A	N/A	-$0.00 A	-$0.00 A	-$0.00 A
2015	-$0.06 A	-$0.13 A	-$0.03 A	-$0.01 A	-$0.23 A
2016	-$0.07 A	-$0.04 A	-$0.06 A	$0.00 E	-$0.17 E
2017					$0.00 E

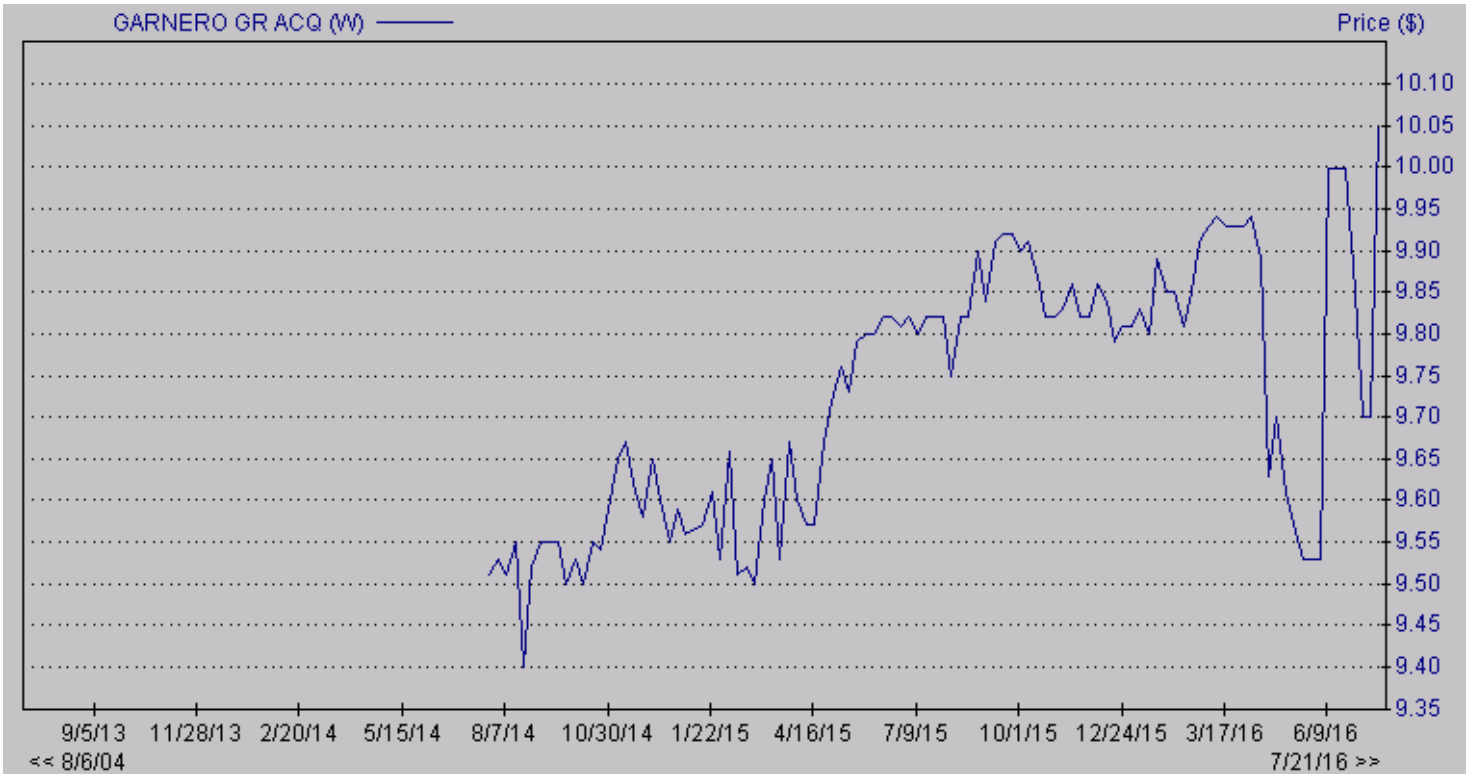
Zacks Projected EPS Growth Rate - Next 5 Years % **0**

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KEY POINTS

- **Garnero Group Acquisition Company**
  - A Special Purpose Acquisition Company (SPAC) structured with investor protections.
  - On July 1, 2014, Garnero Group completed initial public offering (IPO).
    - The buyers of GGAC's Units invested in a collective investment structure where the sponsors were given a blank check to buy an undisclosed operating company.
- On August 27, 2015, a definitive investment agreement to merge with Grupo Colombo was announced.
- The **deadline for the business combination** was extended several times, ultimately to **July 19, 2016**.
- The **extraordinary general meeting** on July 19, 2016 was **adjourned without considering any business**.
- On July 20, 2016, Garnero Group Acquisition Company announced that **the proposed merger agreement with Grupo Colombo has been terminated**, and Garnero Group Acquisition Company **entered the liquidation phase**.
  - Garnero Group Acquisition Company ceased its corporate existence on July 22, 2016
  - GGAC shareholders will now receive their *pro rata* portion of the trust account (aka **liquidating distribution)** estimated to be **approximately $10.05 per GGAC share**.
  - No payments will be made for warrants (GGACW) and/or rights (GGACR).

HISTORICAL STOCK PRICE



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