

# **FIN 521: Case 5: Dupont Corporation**

Due on Tuesday, April 17, 2018

**Wanbae Park, Sangwoo Park, Inhyuk Lee, Soyeon Chang**

## Question 1

From Kullman's view, the company needs transition of their business from a commodity chemical business to a specialty chemical and science-driven business, and DPC is no longer fit the strategic vision. Furthermore, expected growth rate of the division does not meet firm's target. It is the main reason why DuPont is considering a sale of the performance coating division. From the analysis by DuPont itself, it expects that annual growth of sales will be 3% to 5%, and growth of operating margin will be 10% to 12%.

## Question 2

## Question 3

According to the case, the return drivers for a private equity are the use of leverage, growth in EBITDA, and multiple arbitrage.

## Question 4

- a)
- b)
- c)
- d)
- e)

## Question 5

## Question 6

- a)
- b)
- c)
- d)
- e)

## Question 7