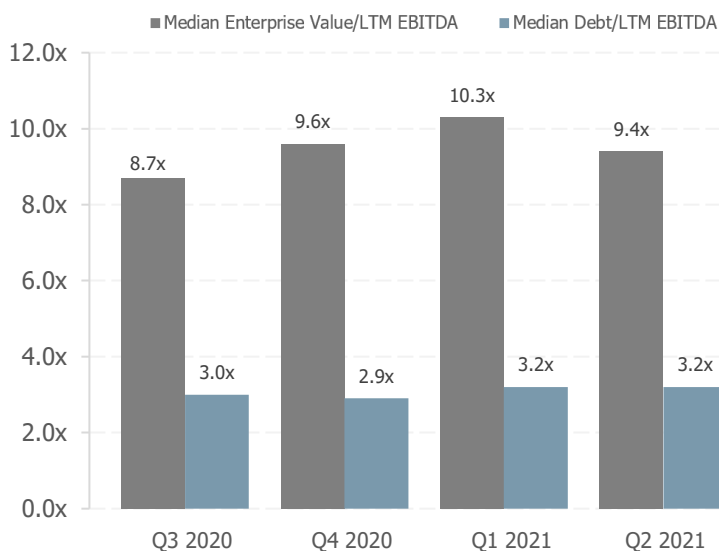


Market Update Q2 2021

- After experiencing a steady recovery from the COVID-19 driven lows, Amherst Partners' automotive index continues to perform in line with the broader market
- The global chip shortage, which has disproportionately impacted the automotive sector, is not expected to be fully resolved until supply chains recover in 2022 – with the total cost to the U.S. automotive industry estimated to be \$110 billion in revenue for FY 2021
 - Ford is one of the domestic OEMs feeling the greatest pain, with June sales falling 26.9%⁽¹⁾ compared to the same month last year. The company also recently announced production cuts and complete work stoppages across several assembly plants for July
 - Foreign automakers have fared markedly better than U.S.-based competitors, as Hyundai and KIA are expected to report their highest-ever market share of U.S. sales in Q2 2021
- Aggregate M&A deal value in Q2 2021 totaled \$4.7 billion, up by 327% when compared to Q2 2020 (\$1.1 billion). Deal volume also increased in Q2 2021 to 25 deals as compared to 8 closed transactions in Q2 2020
 - One of the more significant transactions in the current quarter occurred in June when Unifrax agreed to purchase Lydall, Inc (NYSE:LDL) for \$1.4 billion, consolidating its electric vehicle battery technology and other material solutions

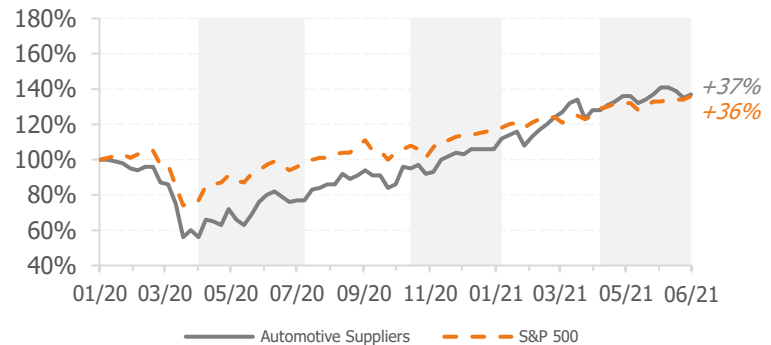
(1) Per company announcement

Valuation Multiples



Source: S&P Capital IQ as of June 30, 2021

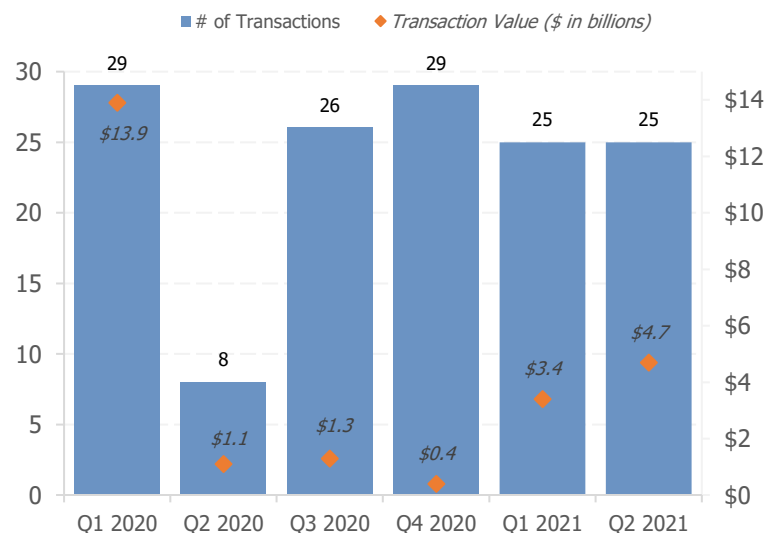
Amherst Partners' Automotive Index Recent Performance



AMHERST AUTO SUPPLIER INDEX



U.S. M&A Activity – Auto Suppliers



AUTOMOTIVE **IQ** *in brief*

About Amherst

With a track record spanning over 25 years, Amherst Partners is a boutique investment banking firm focused on providing M&A advisory and capital raising services, primarily for closely-held businesses.

Securities related transactions are offered through Amherst's wholly owned subsidiary, One Amherst LLC, a registered broker-dealer and member of FINRA and SIPC.

For more information, visit our website at amherstpartners.com.

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