



CARWIN ADVISORS

Carwin Advises Lenders with Rhodes Homes Chapter 11 Bankruptcy

Carwin Advisors recently served as financial advisor to a First Lien Steering Committee, representing creditors holding approximately \$400M in debt. Prior to the housing market downturn, Rhodes Homes had been one of the top five homebuilders (by annual closings) in the Las Vegas Valley. The home builder had developed several large scale properties in Nevada and Arizona, including such well known master planned communities as Rhodes Ranch and Tuscany.

Carwin's Bankruptcy Navigation

- Providing day-to-day financial and operational oversight of the company
- Developing key elements of the Plan of Reorganization
- Playing a key role in mediation proceedings, and negotiating with the Debtor on behalf of the creditors.

Results

Under the guidance as well as the hands-on management by Carwin Advisors, the home builder was able to continue finishing and closing homes throughout the bankruptcy, more than doubling its cash balance during the process. Rhodes Homes was able to generate sufficient revenue to preclude the need for Debtor-In-Possession (DIP) financing, preserve valuable resources, and establish a foundation from which to emerge from bankruptcy.

With a Plan of Reorganization now confirmed by the bankruptcy court, the situation today for the company and its creditor stakeholders looks positive. It is one of the few homebuilders likely to emerge from bankruptcy in this market and will be a much more efficient operation going forward, thanks to the efforts of Carwin Advisors. The company will retain signature properties while divesting itself of certain non-core assets. Its creditors will own the assets and re-brand to enhance its standing in the market.

At Carwin, we are more than just
thought-leaders. We bring unmatched
real-world experience to every project.

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