

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

NEIMAN MARCUS GROUP INC  
Form SC 13D  
May 10, 2005

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549  
SCHEDULE 13D

Under the Securities Exchange Act of 1934  
(Amendment No. \_\_\_\_\_)\*

The Neiman Marcus Group, Inc.

-----  
(Name of Issuer)

Class B Common Stock, par value \$0.01 per share

-----  
(Title of Class of Securities)

640204202

-----  
(CUSIP Number)

David Spuria, Esq.  
Texas Pacific Group  
301 Commerce Street, Suite 3300  
Fort Worth, TX 76102  
(817) 871-4000

Scott A. Arenare, Esq.  
Warburg Pincus LLC  
466 Lexington Avenue  
New York, NY 10017  
(212) 878-0600

With copies to:

David Leinwand, Esq.  
Cleary Gottlieb Steen & Hamilton LLP  
One Liberty Plaza  
New York, NY 10006  
(212) 225-2000

Steven J. Gartner, Esq.  
Willkie Farr and Gallagher LLP  
787 Seventh Avenue  
New York, NY 10019  
(212) 728-8000

(Name, Address and Telephone Number of Person Authorized to  
Receive Notices and Communications)

May 1, 2005

-----  
(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition which is the subject of this Schedule 13D, and is filing this schedule because of ss.ss. 240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box.

Note: Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See ss. 240.13d-7(b) for other parties to whom copies are to be sent.

\*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1746 (3-00)

Page 1 of 15 Pages

CUSIP No. 640204202

SCHEDULE 13D

Page 2 of 15 Pages

- 1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON  
  
TPG Advisors III, Inc.
- 2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a)   
(b)
- 3 SEC USE ONLY
- 4 SOURCE OF FUNDS  
  
OO
- 5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO  
ITEMS 2(d) or 2(e)
- 6 CITIZENSHIP OR PLACE OF ORGANIZATION  
  
Delaware
- |                  |    |                          |                        |
|------------------|----|--------------------------|------------------------|
|                  | 7  | SOLE VOTING POWER        |                        |
|                  |    |                          | 0                      |
| NUMBER OF SHARES |    |                          |                        |
| BENEFICIALLY     | 8  | SHARED VOTING POWER      |                        |
| OWNED BY         |    |                          | 6,038,586 (See Item 5) |
| EACH REPORTING   |    |                          |                        |
| PERSON           | 9  | SOLE DISPOSITIVE POWER   |                        |
| WITH             |    |                          | 0                      |
|                  | 10 | SHARED DISPOSITIVE POWER |                        |
|                  |    |                          | 0                      |
- 11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
  
6,038,586 (See Item 5)
- 12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES
- 13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
  
31.1% (See Item 5)
- 14 TYPE OF REPORTING PERSON

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

CO

CUSIP No. 640204202

SCHEDULE 13D

Page 3 of 15 Pages

- 1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON  
  
TPG Advisors IV, Inc.
- 2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a)   
(b)
- 3 SEC USE ONLY
- 4 SOURCE OF FUNDS  
  
OO
- 5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO  
ITEMS 2(d) or 2(e)
- 6 CITIZENSHIP OR PLACE OF ORGANIZATION  
  
Delaware
- |  |    |   |
|--|----|---|
|  | 7  | SOLE VOTING POWER<br>0                        |
| NUMBER OF SHARES<br>BENEFICIALLY<br>OWNED BY<br>EACH REPORTING<br>PERSON<br>WITH | 8  | SHARED VOTING POWER<br>6,038,586 (See Item 5) |
|  | 9  | SOLE DISPOSITIVE POWER<br>0                   |
|  | 10 | SHARED DISPOSITIVE POWER<br>0                 |
- 11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
  
6,038,586 (See Item 5)
- 12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES
- 13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
  
31.1% (See Item 5)
- 14 TYPE OF REPORTING PERSON  
  
CO

CUSIP No. 640204202

SCHEDULE 13D

Page 4 of 15 Pages

- 1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON  
  
Warburg Pincus Private Equity VIII, L.P.

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a)   
(b)

3 SEC USE ONLY

4 SOURCE OF FUNDS

OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO  
ITEMS 2(d) or 2(e)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Delaware

	7	SOLE VOTING POWER
		0
NUMBER OF SHARES		
BENEFICIALLY	8	SHARED VOTING POWER
OWNED BY		6,038,586 (See Item 5)
EACH REPORTING		
PERSON	9	SOLE DISPOSITIVE POWER
WITH		0
	10	SHARED DISPOSITIVE POWER
		0

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

6,038,586 (See Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

31.1% (See Item 5)

14 TYPE OF REPORTING PERSON

PN

CUSIP No. 640204202

SCHEDULE 13D

Page 5 of 15 Pages

1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

Warburg Pincus LLC

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a)   
(b)

3 SEC USE ONLY

4 SOURCE OF FUNDS

OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

ITEMS 2(d) or 2(e)

|\_ |

6 CITIZENSHIP OR PLACE OF ORGANIZATION

New York

	7	SOLE VOTING POWER
		0
NUMBER OF SHARES		
BENEFICIALLY	8	SHARED VOTING POWER
OWNED BY		6,038,586 (See Item 5)
EACH REPORTING		
PERSON	9	SOLE DISPOSITIVE POWER
WITH		0
	10	SHARED DISPOSITIVE POWER
		0

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

6,038,586 (See Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES |\_ |

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

31.1% (See Item 5)

14 TYPE OF REPORTING PERSON

OO

CUSIP No. 640204202

SCHEDULE 13D

Page 6 of 15 Pages

1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

Warburg Pincus Partners LLC

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a) |\_ |  
(b) |X |

3 SEC USE ONLY

4 SOURCE OF FUNDS

OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO  
ITEMS 2(d) or 2(e) |\_ |

6 CITIZENSHIP OR PLACE OF ORGANIZATION

New York

	7	SOLE VOTING POWER
		0
NUMBER OF SHARES		
BENEFICIALLY	8	SHARED VOTING POWER
OWNED BY		6,038,586 (See Item 5)

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

EACH REPORTING PERSON WITH 9 SOLE DISPOSITIVE POWER 0

10 SHARED DISPOSITIVE POWER 0

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
6,038,586 (See Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
31.1% (See Item 5)

14 TYPE OF REPORTING PERSON  
OO

CUSIP No. 640204202 SCHEDULE 13D Page 7 of 15 Pages

1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON  
Warburg Pincus & Co.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a)   
(b)

3 SEC USE ONLY

4 SOURCE OF FUNDS  
OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO  
ITEMS 2(d) or 2(e)

6 CITIZENSHIP OR PLACE OF ORGANIZATION  
New York

7 SOLE VOTING POWER  
0

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH 8 SHARED VOTING POWER  
6,038,586 (See Item 5)

9 SOLE DISPOSITIVE POWER  
0

10 SHARED DISPOSITIVE POWER  
0

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
6,038,586 (See Item 5)

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
31.1% (See Item 5)

14 TYPE OF REPORTING PERSON  
PN

CUSIP No. 640204202

SCHEDULE 13D

Page 8 of 15 Pages

1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON  
Newton Acquisition, Inc.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a)   
(b)

3 SEC USE ONLY

4 SOURCE OF FUNDS  
OO

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO  
ITEMS 2(d) or 2(e)

6 CITIZENSHIP OR PLACE OF ORGANIZATION  
Delaware

	7	SOLE VOTING POWER 0
NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	8	SHARED VOTING POWER 6,038,586 (See Item 5)
	9	SOLE DISPOSITIVE POWER 0
	10	SHARED DISPOSITIVE POWER 0

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
6,038,586 (See Item 5)

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
31.1% (See Item 5)

14 TYPE OF REPORTING PERSON  
CO

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

CUSIP No. 640204202

SCHEDULE 13D

Page 9 of 15 Pages

- 1 NAME OF REPORTING PERSON  
S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON  
  
Newton Acquisition Merger Sub., Inc.
- 2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (a)   
(b)
- 3 SEC USE ONLY
- 4 SOURCE OF FUNDS  
  
OO
- 5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO  
ITEMS 2(d) or 2(e)
- 6 CITIZENSHIP OR PLACE OF ORGANIZATION  
  
Delaware
- |                  |    |                          |  |
|------------------|----|--------------------------|--|
|                  | 7  | SOLE VOTING POWER        |  |
|                  |    | 0                        |  |
| NUMBER OF SHARES |    |                          |  |
| BENEFICIALLY     | 8  | SHARED VOTING POWER      |  |
| OWNED BY         |    | 6,038,586 (See Item 5)   |  |
| EACH REPORTING   |    |                          |  |
| PERSON           | 9  | SOLE DISPOSITIVE POWER   |  |
| WITH             |    | 0                        |  |
|                  | 10 | SHARED DISPOSITIVE POWER |  |
|                  |    | 0                        |  |
- 11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON  
  
6,038,586 (See Item 5)
- 12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES
- 13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)  
  
31.1% (See Item 5)
- 14 TYPE OF REPORTING PERSON  
  
CO

Item 1. Security and Issuer.  
-----

This statement on Schedule 13D (the "Schedule 13D") relates to the Class B Common Stock, par value \$0.01 per share (the "Class B Common Stock"), of The Neiman Marcus Group, Inc., a Delaware corporation (the "Company"), whose principal executive offices are located at One Marcus Square, 1618 Main Street, Dallas, Texas 75201.



## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

Item 2. Identity and Background.  
-----

This Schedule 13D is being filed jointly by the following persons (collectively, the "Reporting Persons"): TPG Advisors III, Inc., a Delaware corporation ("Advisors III"), TPG Advisors IV, Inc., a Delaware corporation ("Advisors IV"), Warburg Pincus Private Equity VIII, L.P., a Delaware limited partnership ("WP VIII"), Warburg Pincus Partners LLC, a New York limited liability company ("WP Partners"), Warburg Pincus & Co., a New York general partnership ("WP"), Warburg Pincus LLC, a New York limited liability company ("WP LLC" and, together with WP VIII, WP Partners and WP, the "WP Reporting Persons"), Newton Acquisition, Inc., a Delaware corporation ("Parent"), and Newton Acquisition Merger Sub., Inc., a Delaware corporation ("Merger Sub"). The agreement among the Reporting Persons relating to the joint filing of this statement is attached as Exhibit 1 hereto. Information in this Schedule 13D with respect to each of the Reporting Persons is given solely by that particular Reporting Person and none of the other Reporting Persons has any responsibility for the accuracy or completeness of information with respect to any other Reporting Person.

Advisors III and Advisors IV

The address of the principal business of each of Advisors III and Advisors IV is 301 Commerce Street, Suite 3300, Fort Worth, Texas 76102.

The principal business of Advisors III is serving as the sole general partner of related entities engaged in making investments in securities of public and private corporations.

The principal business of Advisors IV is serving as the sole general partner of related entities engaged in making investments in securities of public and private companies.

The name, residence or business address, and present principal occupation or employment of each director, executive officer and controlling person of each of Advisors III and Advisors IV are described on Schedule I hereto.

Except as otherwise indicated on Schedule I hereto, each of Advisors III and Advisors IV and the individuals referred to on Schedule I hereto is a United States citizen.

During the last five years, none of Advisors III and Advisors IV and, to the knowledge of Advisors III and Advisors IV, none of the executive officers or directors named on Schedule I, has been (1) convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) or (2) a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

WP Reporting Persons

The address of the principal business and principal office of each of the WP Reporting Persons is 466 Lexington Avenue, New York, New York 10017.

The principal business of WP VIII is that of making private equity and related investments. The principal business of WP is acting as managing member of WP Partners. The principal business of WP Partners is acting as the general partner of WP VIII and certain related private equity funds, and the principal business of WP LLC is acting as manager of WP VIII and certain related private

## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

equity funds.

The name, residence or business address, and present principal occupation or employment of each partner, member, director and controlling person of WP Partners, WP and WP LLC are described on Schedule II hereto.

Except as otherwise indicated on Schedule II hereto, each of the WP Reporting Persons and the individuals referred to on Schedule II hereto is a United States citizen.

During the last five years, none of the WP Reporting Persons and, to the knowledge of the WP Reporting Persons, none of the partners, members or directors named on Schedule II, has been (1) convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) or (2) a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

### Parent and Merger Sub

The address of the principal business of each of Parent and Merger Sub is 301 Commerce Street, Suite 3300, Fort Worth, Texas 76102.

Parent is a newly formed Delaware corporation, formed to serve as the sole stockholder of Merger Sub. Merger Sub is a newly formed Delaware limited liability company formed solely to merge with and into the Company in accordance with the Merger Agreement (as defined in Item 4).

The name, residence or business address, and present principal occupation or employment of each director, executive officer and controlling person of Parent and Merger Sub are described on Schedule III hereto.

Except as otherwise indicated on Schedule III hereto, each of Parent, Merger Sub and the individuals referred to on Schedule III hereto is a United States citizen.

During the last five years, none of Parent and Merger Sub and, to the knowledge of Parent and Merger Sub, none of the executive officers or directors listed on Schedule III, has been (1) convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors) or (2) a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

### Item 3. Source and Amount of Funds or Other Consideration.

-----

As an inducement to Parent and Merger Sub to enter into the Merger Agreement (as defined in Item 4), Parent and Merger Sub entered into a Stockholder Agreement, dated as of May 1, 2005 (the "Stockholder Agreement"), with the parties signatory thereto (collectively, the "Stockholders") who are persons and entities related to the family of Richard A. Smith. Parent did not pay additional consideration in connection with the execution and delivery of the Stockholder Agreement. In addition, the Stockholders delivered an irrevocable proxy for the purpose of voting the shares covered by the Stockholder Agreement.

### Item 4. Purpose of Transaction.

## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

-----

On May 1, 2005, Parent, Merger Sub, and the Company entered into an Agreement and Plan of Merger (the "Merger Agreement") providing for the merger (the "Merger") of Merger Sub with and into the Company, which will result in the Company becoming a wholly-owned subsidiary of Parent. Subject to the terms and conditions of the Merger Agreement, at the effective time of the Merger, each share of Class A Common Stock, par value \$0.01 per share, of the Company (the "Class A Common Stock"), Class B Common Stock and Class C Common Stock, par value \$0.01 per share, of the Company (together with the Class A and Class B Common Stock, the "Common Stock") issued and outstanding immediately prior to the effective time of the Merger will be converted into the right to receive \$100.00 in cash (other than shares held in the treasury of the Company or owned by Merger Sub, Parent or any wholly-owned subsidiary of Parent or the Company and other than shares held by a stockholder who properly demands statutory appraisal rights).

In connection with the Merger Agreement, the Stockholders entered into a Stockholder Agreement with Parent and Merger Sub with respect to (i) 16,471 shares of Class A Common Stock and 6,038,586 shares of Class B Common Stock, collectively representing all of the Common Stock beneficially owned by the Stockholders as of the date of the Stockholder Agreement, and (ii) any Common Stock acquired by such Stockholders after the date of the Stockholder Agreement (collectively, the "Covered Shares"). Subject to the terms and conditions of the Stockholder Agreement, each Stockholder has agreed to vote all of the Covered Shares that such Stockholder is entitled to vote (a) to approve and adopt the Merger and the Merger Agreement and (b) against (i) any Acquisition Proposal (as defined in the Merger Agreement), (ii) any extraordinary dividend or distribution by the Company or any subsidiary, (iii) any change in the capital structure of the Company or any of its subsidiaries (other than pursuant to the Merger Agreement) and (iv) any other action that would reasonably be expected to, in any material respect, prevent, impede, interfere with, delay, postpone, frustrate the purposes of or attempt to discourage the transactions contemplated by the Merger Agreement. In addition, each Stockholder agreed that any agreements among the Stockholders or any of them which could be construed to limit their respective rights to enter into or perform under the Stockholder Agreement would be amended to the full extent necessary to assure that entering into and performing under the Stockholder Agreement would be permitted under each such agreement without breach of such agreement.

Each Stockholder irrevocably and unconditionally granted a proxy appointing Parent as such Stockholder's attorney-in-fact and proxy to vote the Covered Shares as described above.

Each Stockholder also agreed not to, without the prior written consent of Parent or Merger Sub, (i) grant any proxies or enter into any voting trust or other agreement or arrangement with respect to the voting of any Covered Shares in a manner inconsistent with the terms of the Stockholder Agreement, (ii) voluntarily take any action that would or is reasonably likely to (A) make any representation or warranty contained therein untrue or incorrect in any material respect or (B) have the effect in any material respect of preventing such Stockholder from performing its obligations under the Stockholder Agreement or (iii) voluntarily sell (as defined in the Stockholder Agreement), assign, transfer, encumber or otherwise dispose of, or enter into any contract, option or other arrangement or understanding with respect to the direct or indirect sale, assignment, transfer, encumbrance or other disposition of, any Covered Shares during the term of the Stockholder Agreement except for transfers (A) to any person or entity who is subject to the Stockholder Agreement or who becomes bound thereby as a Stockholder by operation of law or by becoming party to the Stockholder Agreement or (B) to charitable organizations, provided such shares constitute, in the aggregate (including all shares so transferred to charitable organizations by all Stockholders from May 1, 2005), not more than 250,000

## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

shares of the outstanding shares of Common Stock (the "Cap"). Any shares transferred to any charitable organization on the terms and conditions of clause (iii) (A) above will not be counted toward the Cap.

Each Stockholder has agreed to not, directly or indirectly, (i) take any action to solicit or initiate any Acquisition Proposal or (ii) engage in negotiations with, or disclose any nonpublic information relating to the Company or any of its subsidiaries or afford access to the properties, books or records of the Company or any of its subsidiaries to, any person that may be considering making, or has made, an Acquisition Proposal or has agreed to endorse an Acquisition Proposal. Each Stockholder has also agreed to promptly notify Parent and Merger Sub after receipt of an Acquisition Proposal or any request for nonpublic information relating to the Company or any of its subsidiaries or for access to the properties, books or records of the Company or any of its subsidiaries by any person that may be considering making, or has made, an Acquisition Proposal and to advise Merger Sub of the status and material details of any such Acquisition Proposal or request. Each Stockholder has further agreed not to exercise any rights to demand appraisal of any Covered Shares in connection with the Merger.

The Stockholder Agreement will terminate upon the earlier to occur of the effective time of the Merger and the termination of the Merger Agreement in accordance with its terms.

The preceding summary of certain provisions of the Merger Agreement and the Stockholder Agreement is not intended to be complete and is qualified in its entirety by reference to the full text of such agreements. A copy of the Merger Agreement was filed as Exhibit 2.1 to a report on Form 8-K filed by the Company on May 4, 2005, and is incorporated herein by reference. A copy of the Stockholder Agreement has been filed herewith as Exhibit 2 to this Schedule 13D and is incorporated herein by reference.

Other than as described above, none of the Reporting Persons has any plans or proposals that relate to or would result in any of the actions described in Item 4 of Schedule 13D (although the Reporting Persons reserve the right to develop such plans).

### Item 5. Interest in Securities of the Issuer.

-----

As of the date hereof, neither Parent nor Merger Sub owns any shares of Common Stock. Parent and Merger Sub may, however, be deemed to have shared voting power with respect to 16,471 shares of Class A Common Stock and 6,038,586 shares of Class B Common Stock, which are subject to the Stockholder Agreement described above in Item 4 and which together represent 12.4% of the outstanding Common Stock. Advisors III, Advisors IV, WP VIII, WP Partners, WP and WP LLC are, indirectly, the sole stockholders of Parent. As a result, each of Advisors III, Advisors IV, WP VIII, WP Partners WP and WP LLC may be deemed to beneficially own any shares of Common Stock that may be deemed to be beneficially owned by Parent.

Each of the Reporting Persons disclaims beneficial ownership of any Common Stock. Neither the filing of this Schedule 13D nor any of its contents shall be deemed to constitute an admission that any Reporting Person or any of its affiliates is the beneficial owner of any Common Stock for purposes of Section 13(d) of the Exchange Act or for any other purpose.

Except as disclosed in this Schedule 13D, none of the Reporting Persons, nor (i) to the knowledge of Advisors III and Advisors IV, any of the persons named on Schedule I hereto, (ii) to the knowledge of the WP Reporting Persons, any of the persons named on Schedule II hereto and (iii) to the knowledge of Parent and Merger Sub, any of the persons named on Schedule III

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

hereto, as of the date hereof, has power to vote or to direct the vote or to dispose or direct the disposition of any of the shares of Common Stock.

Except as set forth in this Schedule 13D, none of the Reporting Persons, nor (i) to the knowledge of Advisors III and Advisors IV, any of the persons named on Schedule I hereto, (ii) to the knowledge of the WP Reporting Persons, any of the persons named on Schedule II hereto and (iii) to the knowledge of Parent and Merger Sub, any of the persons named on Schedule III hereto, has beneficial ownership of, or has engaged in any transaction during the past 60 days in, any shares of Common Stock.

No Reporting Person has the right to receive dividends from and the proceeds from the sale of any of the Covered Shares that are the subject to the Stockholder Agreement and reported in this Item 5.

Percentages set forth in this Schedule 13D were calculated based on 29,525,199 shares of Class A Common Stock and 19,422,379 shares of Class B Common Stock issued and outstanding as of April 28, 2005, as represented by the Company in the Merger Agreement.

Item 6. Contracts, Arrangements, Understanding or Relationships with Respect to Securities of the Issuer.

Except as set forth in response to other Items of this 13D and the agreements incorporated herein by reference and set forth as exhibits hereto, to the best knowledge of the Reporting Persons, there are no other contracts, arrangements, understandings or relationships (legal or otherwise) among the persons named in Item 2 and between such persons and any person with respect to any securities of the Company, including but not limited to, transfer or voting of any of the securities of the Company, joint ventures, loan or option arrangements, puts or calls, guarantees of profits, division of profits or loss, or the giving or withholding of proxies, or a pledge or contingency the occurrence of which would give another person voting power over the securities of the Company.

Item 7. Material to be Filed as Exhibits

Exhibit 1 Joint Filing Agreement, dated May 9, among the Reporting Persons, relating to the filing of a joint statement on Schedule 13D.

Exhibit 2 The Stockholder Agreement, dated as of May 1, 2005, by and among Newton Acquisition, Inc., Newton Acquisition Merger Sub., Inc. and the parties signatory thereto.

SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement with respect to TPG Advisors III, Inc. is true, complete and correct.

Dated: May 9, 2005

TPG ADVISORS III, INC.

By: /s/ David A. Spuria

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

Name: David A. Spuria  
Title: Vice President and Secretary

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement with respect to TPG Advisors IV, Inc. is true, complete and correct.

Dated: May 9, 2005

TPG ADVISORS IV, INC.

By: /s/ David A. Spuria

-----  
Name: David A. Spuria  
Title: Vice President and Secretary

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement with respect to Warburg Pincus Private Equity VIII, L.P. is true, complete and correct.

Dated: May 9, 2005

WARBURG PINCUS PRIVATE EQUITY VIII, L.P.

By: WARBURG PINCUS PARTNERS LLC,  
Its General Partner

By: WARBURG PINCUS & CO.,  
Its Managing Member

By: /s/ Scott A. Arenare

-----  
Name: Scott A. Arenare  
Title: Partner

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement with respect to Warburg Pincus LLC is true, complete and correct.

Dated: May 9, 2005

WARBURG PINCUS LLC

By: /s/ Scott A. Arenare

-----  
Name: Scott A. Arenare  
Title: Managing Director

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement with respect to Warburg Pincus & Co. is true, complete and correct.

Dated: May 9, 2005

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

WARBURG PINCUS & CO.

By: /s/ Scott A. Arenare

-----  
Name: Scott A. Arenare

Title: Partner

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement with respect to Warburg Pincus Partners LLC is true, complete and correct.

Dated: May 9, 2005

WARBURG PINCUS PARTNERS LLC

By: Warburg Pincus & Co., its Managing Member

By: /s/ Scott A. Arenare

-----  
Name: Scott A. Arenare

Title: Partner

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement with respect to Newton Acquisition, Inc. is true, complete and correct.

Dated: May 9, 2005

NEWTON ACQUISITION, INC.

By: /s/ David A. Spuria

-----  
Name: David A. Spuria

Title: Vice President and Secretary

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement with respect to Newton Acquisition Merger Sub., Inc. is true, complete and correct.

Dated: May 9, 2005

NEWTON ACQUISITION MERGER SUB., INC.

By: /s/ David A. Spuria

-----  
Name: David A. Spuria

Title: Vice President and Secretary

SCHEDULE I

## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

The name, position, present principal occupation and business address of each director and executive officer of Advisors III and Advisors IV are set forth below.

All individuals listed below are U.S. citizens.

Name ----	Position -----	Business Address -----
David Bonderman	Chairman of the Board of Directors and President of Advisors III and Advisors IV and Director	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
James G. Coulter	Director and Vice President of Advisors III and Advisors IV	345 California Street, Suite 3300, San Francisco, California 94104
William S. Price, III	Director and Vice President of Advisors III and Advisors IV	345 California Street, Suite 3300, San Francisco, California 94104
James J. O'Brien	Vice President and Assistant Treasurer of Advisors III and Advisors IV	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
David A. Spuria	Vice President and Secretary of Advisors III and Advisors IV	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
John E. Viola	Vice President and Treasurer of Advisors III and Advisors IV	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
Richard A. Ekleberry	Vice President and Assistant Secretary of Advisors III and Advisors IV	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
Thoman E. Reinhart	Vice President of Advisors III and Advisors IV	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
Jonathan Coslet	Vice President of Advisors III and Advisors IV	345 California Street, Suite 3300, San Francisco, California 94104
Linda Rogenski	Assistant Secretary of Advisors III, and Advisors IV	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
S. Michelle Reese	Assistant Secretary of Advisors III and Advisors IV	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102

SCHEDULE II



## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

Set forth below is the name, position and present principal occupation of each of the general partners of WP and members of WP LLC. The sole general partner of WP VIII is WP Partners, a subsidiary of WP. Except as otherwise indicated, the business address of each of such persons is 466 Lexington Avenue, New York, New York 10017, and each of such persons is a citizen of the United States.

### GENERAL PARTNERS OF WP

NAME -----	PRESENT PRINCIPAL OCCUPATION IN ADDITION TO POSITION WITH WP, AND POSITIONS WITH THE WP REPORTING PERSONS -----
Joel Ackerman	Partner of WP; Member and Managing Director of WP LLC
Scott A. Arenare	Partner of WP; Member and Managing Director of WP LLC
Gregory Back	Partner of WP; Member and Managing Director of WP LLC
David Barr	Partner of WP; Member and Managing Director of WP LLC
Larry Bettino	Partner of WP; Member and Managing Director of WP LLC
Harold Brown	Partner of WP; Member and Managing Director of WP LLC
Sean D. Carney	Partner of WP; Member and Managing Director of WP LLC
Mark Colodny	Partner of WP; Member and Managing Director of WP LLC
Timothy J. Curt	Partner of WP; Member and Managing Director of WP LLC
W. Bowman Cutter	Partner of WP; Member and Managing Director of WP LLC
Cary J. Davis	Partner of WP; Member and Managing Director of WP LLC
Oliver M. Goldstein	Partner of WP; Member and Managing Director of WP LLC
Michael Graff	Partner of WP; Member and Managing Director of WP LLC
Patrick T. Hackett	Partner of WP; Member and Managing Director of WP LLC
Jeffrey A. Harris	Partner of WP; Member and Managing Director of WP LLC
Stewart J. Hen	Partner of WP; Member and Managing Director of WP LLC
William H. Janeway	Partner of WP; Member and Vice Chairman of WP LLC
Julie A. Johnson	Partner of WP; Member and Managing Director of WP LLC
Peter R. Kagan	Partner of WP; Member and Managing Director of WP LLC
Charles R. Kaye	Managing General Partner of WP; Managing Member and Co-President of WP LLC
Henry Kressel	Partner of WP; Member and Managing Director of WP LLC
Joseph P. Landy	Managing General Partner of WP; Managing Member and Co-President of WP LLC
Sidney Lapidus	Partner of WP; Member and Managing Director of WP LLC

Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

Kewsong Lee	Partner of WP; Member and Managing Director of WP LLC
Jonathan S. Leff	Partner of WP; Member and Managing Director of WP LLC
Reuben S. Leibowitz	Partner of WP; Member and Managing Director of WP LLC
Rodman W. Moorhead III	Partner of WP; Member and Managing Director of WP LLC
James Neary	Partner of WP; Member and Managing Director of WP LLC
Dalip Pathak	Partner of WP; Member and Managing Director of WP LLC
Lionel I. Pincus	Partner of WP; Member and Chairman of WP LLC
Michael F. Profenius	Partner of WP; Member and Managing Director of WP LLC
Stan Raatz	Partner of WP; Member and Managing Director of WP LLC
Henry B. Schacht	Partner of WP; Member and Managing Director of WP LLC
Steven G. Schneider	Partner of WP; Member and Managing Director of WP LLC
Mimi Strouse	Partner of WP; Member and Managing Director of WP LLC
Barry Taylor	Partner of WP; Member and Managing Director of WP LLC
Christopher H. Turner	Partner of WP; Member and Managing Director of WP LLC
John L. Vogelstein	Partner of WP; Member and Vice Chairman of WP LLC
John R. Vrolyk	Partner of WP; Member and Managing Director of WP LLC
Elizabeth H. Weatherman	Partner of WP; Member and Managing Director of WP LLC
David J. Wenstrup	Partner of WP; Member and Managing Director of WP LLC
Rosanne Zimmerman	Partner of WP; Member and Managing Director of WP LLC
Pincus & Company LLC*	
NL & Co.**	

\* New York limited liability company; primary activity is ownership interest in WP and WP LLC

\*\* New York limited partnership; primary activity is ownership interest in WP.

MEMBERS OF WP LLC

PRESENT PRINCIPAL OCCUPATION IN ADDITION  
TO POSITION WITH WP LLC, AND POSITIONS  
WITH THE WP REPORTING PERSONS

NAME

-----	-----
Joel Ackerman	Member and Managing Director of WP LLC; Partner of WP

## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

Scott A. Arenare	Member and Managing Director of WP LLC; Partner of WP
Gregory Back	Member and Managing Director of WP LLC; Partner of WP
David Barr	Member and Managing Director of WP LLC; Partner of WP
Larry Bettino	Member and Managing Director of WP LLC, Partner of WP
Harold Brown	Member and Managing Director of WP LLC; Partner of WP
Sean D. Carney	Member and Managing Director of WP LLC; Partner of WP
Stephen John Coates (1)	Member and Managing Director of WP LLC
Mark Colodny	Member and Managing Director of WP LLC; Partner of WP
Timothy J. Curt	Member and Managing Director of WP LLC; Partner of WP
W. Bowman Cutter	Member and Managing Director of WP LLC; Partner of WP
Cary J. Davis	Member and Managing Director of WP LLC; Partner of WP
Oliver M. Goldstein	Member and Managing Director of WP LLC; Partner of WP
Michael Graff	Member and Managing Director of WP LLC; Partner of WP
Patrick T. Hackett	Member and Managing Director of WP LLC; Partner of WP
Jeffrey A. Harris	Member and Managing Director of WP LLC; Partner of WP
Stewart J. Hen	Member and Managing Director of WP LLC; Partner of WP
Sung-Jin Hwang (2)	Member and Managing Director of WP LLC
William H. Janeway	Member and Vice Chairman of WP LLC; Partner of WP
Julie A. Johnson	Member and Managing Director of WP LLC; Partner of WP
Peter R. Kagan	Member and Managing Director of WP LLC; Partner of WP
Charles R. Kaye	Managing Member and Co-President of WP LLC; Managing General Partner of WP
Rajesh Khanna (3)	Member and Managing Director of WP LLC
Henry Kressel	Member and Managing Director of WP LLC; Partner of WP
Joseph P. Landy	Managing Member and Co-President of WP LLC; Managing General Partner of WP
Sidney Lapidus	Member and Managing Director of WP LLC; Partner of WP
Kewsong Lee	Member and Managing Director of WP LLC; Partner of WP
Jonathan S. Leff	Member and Managing Director of WP LLC; Partner of WP
Reuben S. Leibowitz	Member and Managing Director of WP LLC; Partner of WP
David Li (4)	Member and Managing Director of WP LLC
Nicholas J. Lowcock (1)	Member and Managing Director of WP LLC

## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

John W. MacIntosh (5)	Member and Managing Director of WP LLC
Rodman W. Moorhead III	Member and Managing Director of WP LLC; Partner of WP
James Neary	Member and Managing Director of WP LLC; Partner of WP
Bilge Ogut (6)	Member and Managing Director of WP LLC
Dalip Pathak	Member and Managing Director of WP LLC; Partner of WP
Lionel I. Pincus	Member and Chairman of WP LLC; Partner of WP
Pulak Chandan Prasad (3)	Member and Managing Director of WP LLC
Michael F. Profenius	Member and Managing Director of WP LLC; Partner of WP
Stan Raatz	Member and Managing Director of WP LLC; Partner of WP
Henry B. Schacht	Member and Managing Director of WP LLC; Partner of WP
Steven G. Schneider	Member and Managing Director of WP LLC; Partner of WP
Joseph C. Schull (5)	Member and Managing Director of WP LLC
Mimi Strouse	Member and Managing Director of WP LLC; Partner of WP
Chang Q. Sun (4)	Member and Managing Director of WP LLC
Barry Taylor	Member and Managing Director of WP LLC; Partner of WP
Christopher H. Turner	Member and Managing Director of WP LLC; Partner of WP
John L. Vogelstein	Member and Vice Chairman of WP LLC; Partner of WP
John R. Vrolyk	Member and Managing Director of WP LLC; Partner of WP
Elizabeth H. Weatherman	Member and Managing Director of WP LLC; Partner of WP
David J. Wenstrup	Member and Managing Director of WP LLC; Partner of WP
Peter Wilson (1)	Member and Managing Director of WP LLC
Jeremy S. Young (1)	Member and Managing Director of WP LLC
Rosanne Zimmerman	Member and Managing Director of WP LLC; Partner of WP
Pincus & Company LLC*	

(1) Citizen of United Kingdom

(2) Citizen of Korea

(3) Citizen of India

(4) Citizen of Hong Kong

(5) Citizen of Canada

(6) Citizen of Turkey

\* New York limited liability company; primary activity is ownership interest in WP and WP LLC

SCHEDULE III

## Edgar Filing: NEIMAN MARCUS GROUP INC - Form SC 13D

The name, position, present principal occupation and business address of each director and executive officer of Parent and Merger Sub are set forth below.

All individuals listed below are U.S. citizens.

Name ----	Position -----	Business Address -----
David Bonderman	Director and President of Parent and Merger Sub	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
James G. Coulter	Director and Senior Vice President of Parent and Merger Sub	345 California Street, Suite 3300, San Francisco, California 94104
William S. Price	Director and Senior Vice President of Parent and Merger Sub	345 California Street, Suite 3300, San Francisco, California 94104
Kewsong Lee	Senior Vice President of Parent and Merger Sub	466 Lexington Avenue, New York, New York 10017
John E. Viola	Vice President and Treasurer of Parent and Merger Sub	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
Jonathan Coslet	Senior Vice President of Parent and Merger Sub	345 California Street, Suite 3300, San Francisco, California 94104
Oliver Goldstein	Director, Vice President and Assistant Treasurer of Parent and Merger Sub	466 Lexington Avenue, New York, New York 10017
Carrie Wheeler	Vice President of Parent and Merger Sub	345 California Street, Suite 3300, San Francisco, California 94104
David Barr	Director and Senior Vice President of Parent and Merger Sub	466 Lexington Avenue, New York, New York 10017
David A. Spuria	Vice President and Secretary of Parent and Merger Sub	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
Tim Curt	Vice President of Parent and Merger Sub	466 Lexington Avenue, New York, New York 10017
Linda Rogenski	Assistant Secretary of Parent and Merger Sub	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102
S. Michelle Reese	Assistant Secretary of Parent and Merger Sub Texas 76102	301 Commerce Street, Suite 3300, Fort Worth, Texas 76102

