

Edgar Filing: RARE MEDIUM GROUP INC - Form SC TO-T/A

* For purposes of calculating the filing fee only, this amount is based on the purchase of 15,002,909 outstanding shares of Common Stock at the tender offer price of \$0.28 per share.

Check the box if any part of the fee is offset as provided by Rule 0-11 (a) (2) and identify the filing with which the offsetting fee was previously paid. Identify the previous filing by registration statement number, or the Form or Schedule and the date of its filing.

Amount Previously Paid: \$386.47 Filing Party: : AP/RM Acquisition, LLC

Form or Registration No.: Schedule TO Date Filed:: April 9, 2002

Check the box if the filing relates solely to preliminary communications made before the commencement of a tender offer.

Check the appropriate boxes below to designate any transactions to which the statement relates:

- third-party tender offer subject to Rule 14d-1.
- issuer tender offer subject to Rule 13e-4.
- going-private transaction subject to Rule 13e-3.
- amendment to Schedule 13D under Rule 13d-2.

Check the following box if the filing is a final amendment reporting the results of the tender offer:

This Amendment No. 1 amends and supplements the Tender Offer Statement on Schedule TO filed with the Securities and Exchange Commission on April 9, 2002 (the "Schedule TO") by AP/RM Acquisition, LLC, a Delaware limited liability company (the "Purchaser"), in connection with the offer by the Purchaser to purchase up to 15,002,909 shares of common stock, par value \$0.01 per share (the "Common Stock"), of Rare Medium Group, Inc., a Delaware corporation (the "Company"), at a price of \$0.28 per share of Common Stock, net to the seller in cash, without interest and subject to the terms and conditions set forth in the Offer to Purchase, dated April 9, 2002 (the "Offer to Purchase"), and the related Letter of Transmittal (the "Letter of Transmittal"), which together, as each may be amended or supplemented from time to time, constitute the "Offer" and which are annexed to and filed with the Schedule TO as Exhibits (a) (1) (i) and (a) (1) (ii), respectively. Capitalized terms used herein but not otherwise defined have the meaning ascribed to such terms in the Offer to Purchase.

Item 1. Summary Term Sheet.

Item 1 is hereby amended as follows:

The section of the Offer to Purchase captioned "Summary Term Sheet" is hereby amended by adding to the response to the question "If I decide not to tender, how will the offer affect my shares?" before the cross-reference to Section 11 the following:

If all 15,002,909 shares of common stock are tendered and accepted for purchase, we and the Apollo Stockholders would own approximately 49.9% of the voting power of Rare Medium. Because of this large ownership percentage, we and the Apollo Stockholders could have significant influence over Rare Medium's affairs and policies, such as the election of directors, the appointment of new management and the approval of any other action requiring stockholder approval,

Edgar Filing: RARE MEDIUM GROUP INC - Form SC TO-T/A

including amendments to Rare Medium's certificate of incorporation, mergers and sales of all or substantially all of Rare Medium's assets. In addition, if all currently outstanding shares of series A convertible preferred stock were converted and all series 1-A and 2-A warrants were exercised, we and the Apollo Stockholders would own approximately 60.3% of the outstanding voting common stock of Rare Medium. If we and the Apollo Stockholders owned more than 50% of Rare Medium's voting power, we and the Apollo Stockholders could effectively control the corporate affairs and policies of Rare Medium.

Item 11. Additional Information.

(b) The section of the Offer to Purchase captioned "Section 11 - Effects of the Offer on the Market for the Shares of Common Stock" is hereby amended by adding the following paragraph as the last paragraph of the section:

If all 15,002,909 shares of Common Stock are tendered and accepted for purchase, the Purchaser and the Apollo Stockholders would own approximately 49.9% of the voting power of the Company. Because of this large ownership percentage, the Purchaser and the Apollo Stockholders could have significant influence over the Company's affairs and policies, such as the election of directors, the appointment of new management and the approval of any other action requiring stockholder approval, including amendments to the Company's certificate of incorporation, mergers and sales of all or substantially all of the Company's assets. In addition, if all currently outstanding shares of Preferred Stock were converted and all Warrants were exercised, the Purchaser and the Apollo Stockholders would own approximately 60.3% of the outstanding voting common stock of the Company. If the Purchaser and the Apollo Stockholders owned more than 50% of the Company's voting power, the Purchaser and the Apollo Stockholders could effectively control the corporate affairs and policies of the Company.

SIGNATURES

After due inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

AP/RM ACQUISITION, LLC

Dated: April 23, 2002

By: Apollo Management IV, L.P.
its general partner

By: AIF IV Management, L.P.
its general partner

By:

Name: Andrew D. Africk
Title: Vice President

APOLLO INVESTMENT FUND IV, L.P.

Dated: April 23, 2002

By: Apollo Advisors IV, L.P.
its general partner

By: Apollo Capital Management IV, Inc.

Edgar Filing: RARE MEDIUM GROUP INC - Form SC TO-T/A

its general partner

By:

Name: Andrew D. Africk

Title: Vice President