

June Recap

- Although June 2011 deal volume fell shy of the year-ago period by one IPO, the market for initial offerings remains strong in 2011, up 23% year-to-date compared to 2010 by deal count with 74 companies debuting so far this year. Additionally, total proceeds are up sharply as the average deal size for the first six months of 2011 has more than doubled to \$333mm from \$142mm in the comparable year-ago period on the strength of \$5 billion-plus IPOs year-to-date.
- The US-Based 25 Index eked out a gain in June as secondary markets recovered over the last four days of the month. The International 25 Index, however, dropped 11.5% in June, underperforming the S&P 500 for the second straight month as allegations of accounting fraud hit a number of Chinese companies and more than two dozen China-based companies disclosed auditor resignations. Strikingly, members of the International 25 Index saw daily stock price slumps of more than 10% on 17 different occasions throughout June. Members of the US-based Index experienced only three occurrences of daily stock price drops greater than 10%.
- Looking forward, the backlog (pg. 2) is trending slightly smaller. The current backlog contains 109 deals, just two shy of the year-ago figure, but sizes of individual filings are skewing lower, especially among international IPOs. In fact, although the number of international filings remains unchanged at 11, the group's aggregate filed proceeds fell 66% from a year earlier to \$714mm. Last year's international backlog included two \$600 million-plus deals (SMART Technologies and NXP Semiconductors), while the largest internationally-domiciled filed offering in the current backlog is a relatively paltry \$200mm. On a sector basis, filed proceeds of Healthcare issuers plummeted 91% y/y against tough year-ago comparisons thanks to HCA's billion dollar-plus filing inflating last year's figure.

Activity & Performance Statistics for US-Listed IPOs

Year-over-Year Summary Statistics

Issuer Group	2011	2010	YoY #	2011	2010	YoY \$
	#	#	Δ	(\$M)	(\$M)	% Δ
US-Based IPOs	54	49	5 ↑	19,081.2	7,124.7	167.8 ↑
International IPOs	20	11	9 ↑	5,524.8	1,607.8	243.6 ↑
YTD Total	74	60	14 ↑	24,605.9	8,732.6	181.8 ↑

- 2011 Performance -

Offer vs. File Range	Avg % Δ		
	1-Day	1-Wk	1-Mo
Below	11	30	13
Within	5	11	4
Above	16	41	17
Avg % Δ	10.0	0.4	-0.1
Avg % Δ Off/Curr	12.2	-3.0	-11.0
Avg % Δ	10.6	-0.5	-3.3
Avg % Δ	14.6	-0.1	9.7

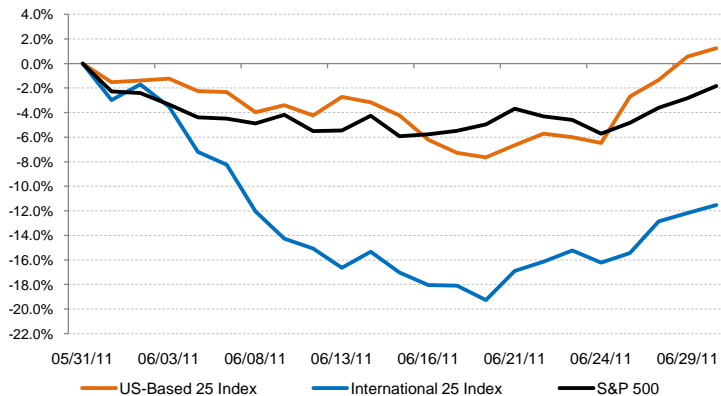
Year-over-Year Activity by Month

Month	2011	2010	YoY #	2011	2010	YoY \$
	#	#	Δ	(\$M)	(\$M)	% Δ
January	8	5	3 ↑	3,906.4	732.6	433.2 ↑
February	16	7	9 ↑	4,263.5	1,189.4	258.4 ↑
March	6	13	-7 ↓	4,915.9	2,120.6	131.8 ↑
April	16	15	1 ↑	3,780.4	1,885.2	100.5 ↑
May	19	10	9 ↑	5,910.4	1,009.1	485.7 ↑
June	9	10	-1 ↓	1,829.4	1,795.6	1.9 ↑
July	-	9	-	-	1,934.4	-
August	-	11	-	-	1,242.3	-
September	-	7	-	-	1,043.7	-
October	-	21	-	-	2,836.5	-
November	-	19	-	-	18,370.6	-
December	-	18	-	-	3,223.6	-

- 2011 Performance by Month-

Offer vs. File Range	Avg % Δ		
	1-Day	1-Wk	1-Mo
Below	1	4	3
Within	2	12	2
Above	1	2	3
Avg % Δ	8.4	2.4	1.1
Avg % Δ	7.0	1.6	0.6
Avg % Δ	33.7	-3.0	-2.8
Avg % Δ	7.9	1.2	0.3
Avg % Δ	10.9	-3.5	-11.5
Avg % Δ	7.6	-2.5	-
Avg % Δ	15.3	-	-

Ipreo IPO Indices: 1-Month Trailing Performance †



Trailing 1-Month Performance Summary

Index	1-Mo Return (%)	Avg Daily % Δ	1-Mo Daily Std. Dev.	Best Day % Δ	Worst Day % Δ
US-Based 25 Index	1.24	0.06	1.38	4.05	-2.07
International 25 Index	-11.52	-0.50	1.97	3.04	-4.14
S&P 500 Index	-1.83	-0.03	1.05	1.34	-2.28

Year-over-Year Activity by Sector

Sector	2011	2010	YoY #	2011	2010	YoY \$
	#	#	Δ	(\$M)	(\$M)	% Δ
Technology/Telecom	22	15	7 ↑	5,391.9	1,270.8	324.3 ↑
Healthcare	11	7	4 ↑	4,851.3	560.2	766.1 ↑
Consumer Cyc.	9	7	2 ↑	3,943.9	909.2	333.8 ↑
Energy	3	2	1 ↑	3,653.0	678.0	438.8 ↑
Financials	11	11	0 -	2,476.5	2,022.2	22.5 ↑
REIT	5	5	0 -	1,601.0	859.0	86.4 ↑
Transportation	4	4	0 -	1,296.0	795.6	62.9 ↑
Industrials	4	3	1 ↑	713.9	925.1	-22.8 ↓
Materials	4	5	-1 ↓	600.4	672.5	-10.7 ↓
Consumer Non-Cyc.	1	1	0 -	78.1	40.1	94.9 ↑
Utilities	-	-	-	-	-	-

- 2011 Performance by Sector-

Offer vs. File Range	Avg % Δ		
	1-Day	1-Wk	1-Mo
Below	4	10	8
Within	2	9	-
Above	1	5	3
Avg % Δ	21.2	-4.5	-10.7
Avg % Δ	6.8	-1.9	2.6
Avg % Δ	16.0	2.5	-3.7
Avg % Δ	0.4	0.5	-5.8
Avg % Δ	-1.6	-1.1	-3.0
Avg % Δ	-1.3	0.2	1.8
Avg % Δ	12.2	1.9	-1.9
Avg % Δ	14.7	6.9	6.1
Avg % Δ	4.2	7.9	9.4
Avg % Δ	-4.4	4.6	-6.2
Avg % Δ	-	-	-
Avg % Δ	4.3	-	38.3
Avg % Δ	8.8	-	8.8
Avg % Δ	-9.4	-	-9.4
Avg % Δ	-5.4	-	-5.4
Avg % Δ	3.0	-	3.0
Avg % Δ	-3.2	-	-3.2
Avg % Δ	42.8	-	42.8
Avg % Δ	8.5	-	8.5
Avg % Δ	3.9	-	3.9

Year-over-Year Activity by Leading Bookrunners

Broker	2011	2010	YoY #	2011	2010	YoY \$
	#	#	Δ	(\$M)	(\$M)	% Δ
Goldman Sachs	19	18	1 ↑	3,693.9	1,197.0	208.6 ↑
Morgan Stanley	25	20	5 ↑	3,108.5	1,539.1	102.0 ↑
Barclays PLC	15	8	7 ↑	3,068.0	831.6	268.9 ↑
Deutsche Bank	21	11	10 ↑	2,485.7	494.3	402.8 ↑
J.P. Morgan	20	18	2 ↑	2,330.1	908.6	156.4 ↑
BofA Merrill Lynch	18	12	6 ↑	2,204.2	741.7	197.2 ↑
Citi	18	7	11 ↑	2,185.1	547.2	299.3 ↑
Credit Suisse	15	12	3 ↑	1,823.8	612.4	197.8 ↑
Wells Fargo	6	2	4 ↑	980.7	137.0	615.9 ↑
UBS AG	9	9	0 -	493.0	659.8	-25.3 ↓

- 2011 Performance by Bookrunner -

Offer vs. File Range	Avg % Δ		
	1-Day	1-Wk	1-Mo
Below	4	5	10
Within	3	11	11
Above	4	7	4
Avg % Δ	16.7	0.0	0.2
Avg % Δ	19.2	-3.1	-4.7
Avg % Δ	8.9	0.6	-0.8
Avg % Δ	10.4	0.9	-3.1
Avg % Δ	16.4	-1.0	-2.5
Avg % Δ	11.4	2.9	-0.2
Avg % Δ	10.8	0.6	0.6
Avg % Δ	4.7	1.3	-2.7
Avg % Δ	0.5	1.1	0.4
Avg % Δ	11.0	-1.6	-1.3
Avg % Δ	15.7	-	15.7
Avg % Δ	20.2	-	20.2
Avg % Δ	8.4	-	8.4
Avg % Δ	8.4	-	8.4
Avg % Δ	17.7	-	17.7
Avg % Δ	11.3	-	11.3
Avg % Δ	8.3	-	8.3
Avg % Δ	3.9	-	3.9
Avg % Δ	-1.7	-	-1.7
Avg % Δ	3.5	-	3.5

Leaders & Laggards

Trade Date	Issuer	Sector	Country	1-Day Offer/	
				Price Δ %	Curr Δ %
05/19/11	LinkedIn Corp.	Technology/Telecom	United States	109.4	100.2
04/20/11	Sagent Pharmaceuticals, Inc.	Healthcare	United States	24.4	68.6
06/09/11	Fusion-io, Inc.	Technology/Telecom	United States	18.4	58.4
04/21/11	Responsys, Inc.	Technology/Telecom	United States	28.3	47.8
05/04/11	RPX Corporation	Industrials	United States	25.7	47.5
Average				41.3	64.5

Trade Date	Issuer	Sector	Country	1-Day Offer/	
				Price Δ %	Curr Δ %
05/11/11	FriendFinder Networks Inc.	Technology/Telecom	United States	-21.5	-59.4
12/09/10	Bona Film Group Limited	Industrials	China	-22.4	-56.5
02/03/11	Trunkbow International Holdings Limited	Technology/Telecom	China	-5.2	-52.4
05/05/11	NetQin Mobile Inc.	Technology/Telecom	China	-19.1	-52.2
12/10/10	Lentuo International Inc.	Consumer Cyc.	China	4.8	-39.4
Average				-12.7	-52.0

Note: Leaders & Laggards universe includes members of the US-Based 25 Index or the International 25 Index

Year-over-Year Activity by Geography

Domicile Region	2011 #	2010 #	YoY # Δ	2011 (\$M)	2010 (\$M)	YoY \$ % Δ
North America	55	50	5 ↑	19,276.2	7,272.1	165.1 ↑
Asia/Pacific	11	8	3 ↑	1,688.8	635.1	165.9 ↑
Europe	6	2	4 ↑	2,077.5	825.3	151.7 ↑
Latin America	2	-	2 ↑	1,563.5	-	-
Rest of World	-	-	-	-	-	-

- 2011 Performance by Geography -

Offer vs. File Range	Avg % Δ			Avg % Δ			
	Below	Within	Above	1-Day	1-Wk	1-Mo	Off/Curr
	12	30	13	9.7	0.4	-0.4	14.0
	1	8	2	16.7	-6.5	-18.9	-16.9
	3	2	1	5.1	-2.2	-1.9	17.9
	-	1	1	16.9	12.1	3.3	12.8
	-	-	-	-	-	-	-

Domicile Country

Domicile Country	2011 #	2010 #	YoY # Δ	2011 (\$M)	2010 (\$M)	YoY \$ % Δ
United States	54	47	7 ↑	19,081.2	6,948.2	174.6 ↑
China	11	7	4 ↑	1,688.8	472.6	257.3 ↑
Netherlands	2	1	1 ↑	431.1	568.8	-24.2 ↓
Brazil	1	-	1 ↑	314.3	-	-
Canada	1	1	0	195.0	147.4	32.3 ↑

Most Recent IPOs

File Date	Trade Date	Issuer	Sector	Country	Proceeds (\$M)	Price vs. Range	1-Day Price Δ %	Offer/Curr Δ %
1 03/07/11	06/30/11	AG Mortgage Investment Trust, Inc.	REIT	United States	110.0	Within	-1.8	-1.8
2 03/11/11	06/29/11	HomeAway, Inc.	Consumer Cyc.	United States	216.0	Within	48.9	43.3
3 04/11/11	06/24/11	KiOR, Inc.	Materials	United States	150.0	Below	0.0	1.0
4 04/15/11	06/22/11	Vanguard Health Systems, Inc.	Healthcare	United States	450.0	Below	0.3	-4.6
5 03/01/11	06/21/11	Fidus Investment Corp.	Financials	United States	70.1	Within	0.0	-1.3
6 04/15/11	06/17/11	Bankrate, Inc.	Financials	United States	300.0	Within	2.3	10.5
7 02/11/11	06/15/11	Pandora Media, Inc.	Technology/Telecom	United States	234.9	Above	8.9	18.2
8 03/09/11	06/09/11	Fusion-io, Inc.	Technology/Telecom	United States	233.7	Above	18.4	58.4
9 05/18/11	06/09/11	Taomee Holdings Ltd.	Consumer Cyc.	China	64.7	Within	-8.6	13.8
10 03/11/11	05/27/11	Solazyme, Inc.	Materials	United States	197.6	Above	15.1	27.6
Average							8.3	16.5

Activity in the Backlog

Key Backlog Statistics

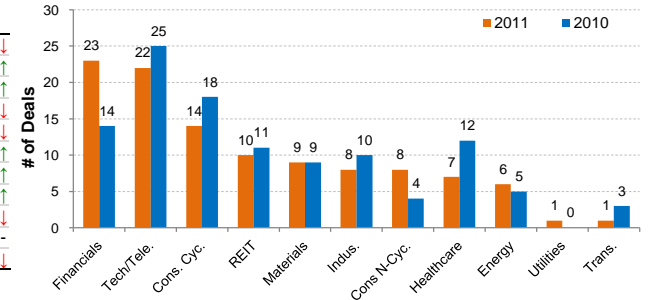
Issuer Group	2011 #	2010 #	YoY # Δ	2011 (\$M)	2010 (\$M)	YoY \$ % Δ
US IPOs	98	100	-2 ↓	20,412.9	24,968.8	-18.2 ↓
International IPOs	11	11	-	713.5	2,105.0	-66.1 ↓
Total	109	111	-2 ↓	21,126.4	27,073.8	-22.0 ↓

Backlog by Deal Size

Deal Size	2011 #	2010 #	YoY # Δ	2011 (\$M)	2010 (\$M)	YoY \$ % Δ
\$500M or More	9	11	-2 ↓	6,412.5	12,422.5	-48.4 ↓
\$300 to \$500M	18	13	5 ↑	6,016.3	4,909.4	22.5 ↑
\$100 to \$300M	51	48	3 ↑	7,115.0	7,432.7	-4.3 ↓
Less than \$100M	31	39	-8 ↓	1,582.6	2,309.1	-31.5 ↓

Backlog by Sector

Sector	2011 #	2010 #	YoY # Δ	2011 (\$M)	2010 (\$M)	YoY \$ % Δ
REIT	10	11	-1 ↓	3,700.0	4,034.8	-8.3 ↓
Financials	23	14	9 ↑	3,552.8	3,488.2	1.9 ↑
Technology/Telecom	22	25	-3 ↓	3,452.8	3,118.7	10.7 ↑
Consumer Cyc.	14	18	-4 ↓	2,975.3	5,070.8	-41.3 ↓
Materials	9	9	-	2,395.0	2,412.0	-0.7 ↓
Industrials	8	10	-2 ↓	1,479.3	1,403.5	5.4 ↑
Energy	6	5	1 ↑	1,440.0	922.2	56.2 ↑
Consumer Non-Cyc.	8	4	4 ↑	1,248.8	728.8	71.3 ↑
Healthcare	7	12	-5 ↓	494.5	5,531.8	-91.1 ↓
Utilities	1	-	1 ↑	250.0	-	-
Transportation	1	3	-2 ↓	138.0	363.0	-62.0 ↓



Top June Filings

File Date	Expected Date	Issuer	Sector	Country	Proceeds (\$M)
1 06/09/11	Undisclosed	Avaya Holdings Corp.	Technology/Telecom	United States	1,000.0
2 06/02/11	Undisclosed	Groupon, Inc.	Consumer Cyc.	United States	750.0
3 06/27/11	Undisclosed	Trinseo S.A.	Materials	United States	400.0
4 06/29/11	Undisclosed	Avenue Capital Mortgage REIT Inc.	REIT	United States	300.0
5 06/23/11	Undisclosed	North American Financial Holdings	Financials	United States	300.0
6 06/17/11	Undisclosed	Ubiquiti Networks, Inc.	Technology	United States	200.0
7 06/08/11	Undisclosed	Xunlei Ltd.	Technology	China	200.0
8 06/07/11	Undisclosed	Bonanza Creek Energy, Inc.	Energy	United States	200.0
9 06/23/11	Undisclosed	Clovis Oncology, Inc.	Healthcare	United States	149.5
10 06/29/11	Undisclosed	Luca Technologies Inc.	Healthcare	United States	125.0

Top 10 IPOs in the Backlog

File Date	Expected Date	Issuer	Sector	Country	Proceeds (\$M)
1 06/09/11	Undisclosed	Avaya Holdings Corp.	Technology/Telecom	United States	1,000.0
2 04/21/11	Undisclosed	Momentive Performance Materials	Materials	United States	862.5
3 06/02/11	Undisclosed	Groupon, Inc.	Consumer Cyc.	United States	750.0
4 04/29/11	Undisclosed	WPX Energy, Inc.	Energy	United States	750.0
5 03/18/11	Undisclosed	Allison Transmission Holdings, Inc.	Consumer Cyc.	United States	750.0
6 05/25/11	Undisclosed	Rexnord Corp.	Industrials	United States	700.0
7 04/05/11	Undisclosed	PIMCO REIT, Inc.	REIT	United States	600.0
8 05/13/11	Undisclosed	Springleaf REIT Inc.	REIT	United States	500.0
9 03/31/11	Undisclosed	American Capital Mortgage Investment	REIT	United States	500.0
10 01/22/10	Undisclosed	Ryerson Holding Corp.	Materials	United States	400.0

IPO Brief Notes

The IPO Brief tracks offering statistics and aftermarket performance of IPOs satisfying the following criteria:

- Must be publicly traded on a US-based stock exchange
- Must raise initial proceeds greater than or equal to \$20M

IPOs that are excluded from the report include:

- Closed End Funds (CEF)
- Special Purpose Acquisition Companies (SPAC)
- Private Investments in Public Equity (PIPE)
- Unit Offerings
- Private Placements / 144A

Other Notes:

Offer vs. File range statistics are based on the most recent amended file range. Proceeds do not include any exercised over-allotment. "US-Based IPOs" are US-domiciled and US-listed. "International IPOs" are non-US domiciled and US-listed. Proceeds by bookrunner are apportioned proceeds. The backlog tracks deals filed or amended within a trailing 180-day period.

IPO Indexing Methodology

The Ipreo IPO indices track trailing one-month price performance of the 25 most-recent US-domiciled IPOs, and the 25 most-recent non-US domiciled ("International") IPOs (members of both constituents must be listed on US-based exchange). Exclusions from the constituent groups are detailed above.

Trailing price performance is calculated by taking an un-weighted average of daily percent changes across a given historical date's 25 US and 25 International most-recent IPOs. The 25 US and 25 International constituents may not remain consistent over the full 30-day period, and can adjust daily to accommodate new IPO or release old IPOs falling out of the relevant grouping. The un-weighted average daily percent change is then applied to a base value of 100 given to each index, including the benchmark S&P 500. The basic indexing formula is given below:

$$\text{Index Value (Day Current)} = \text{Index Value (Prior Day)} \times \left(1 + \frac{\text{Avg Current Day \% } \Delta}{100} \right)$$

About Ipreo Capital Markets

Ipreo Capital Markets Analytics is a consultative service focused on providing strategic intelligence on the equity capital markets. Our dedicated team of experienced analysts combine best-of-breed data and innovative solutions to help clients understand the new issuance market and win mandates for both marketed and non-marketed deals.

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