

February Recap

- The IPO market's hibernation finally ended in February as the second month of the year brought four new issuers to the market for aggregate proceeds of \$435.7M. Perhaps unsurprisingly, all four debuts came from the Healthcare sector, continuing the sector's popularity into the new year. Specifically, BeiGene, LTD. priced for total proceeds of \$182.2M, the largest debut of the month, while Editas Medicine, Inc. took the second place spot with \$108.6M in proceeds. As it stands, 2016 YTD's four debuts stand in sharp contrast to the 22 IPOs for aggregate proceeds of \$4.2B that debuted in the comparable period of 2015.

- The U.S.-Based 25 Index continued to struggle in February, posting a loss of 3.33% while the S&P posted a marginal loss of 0.41% during the month. Moreover, the International 25 Index fared slightly better, posting a marginal gain of 0.08% in February. Furthermore, February's four IPOs saw an average first day gain of 1.3% with the best performance coming from BeiGene LTD.'s first day increase of 18.0%, while Editas Medicine, Inc. saw a rise of 13.8% in its first day of trading. Notably, Editas Medicine is now currently trading 80.9% higher than its offer price, while BeiGene is holding steady at 22.0% above its offer price.

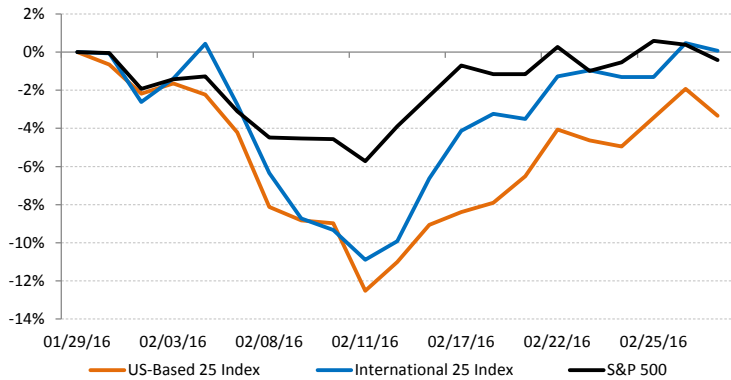
- The current 6-month IPO backlog stands at 50 issuers seeking to raise \$7.3B, slightly below the 61 deals for \$8.9B in the prior-year period. By sector, Healthcare continues to dominate in terms of deal count, with 21 issuers looking to raise \$2.4B in proceeds, while Consumer Services takes the top spot in terms of proceeds with 12 issuers seeking to generate \$2.8B. Notably, only two IPOs filed during the month of February, US Foods Holding Corp. and Sensus Healthcare, Inc., which are currently expected to raise \$100.0M and \$23.0M, respectively.

Activity & Performance Statistics for US-Listed IPOs

Year-over-Year Summary Statistics						- 2016 Performance -							
Issuer Group	2016	2015	YoY #	2016	2015	YoY \$	Offer vs. File Range			Avg % Δ	Avg % Δ	Avg % Δ	Avg % Δ
	#	#	Δ	(\$M)	(\$M)	% Δ	Below	Within	Above	1-Day	1-Wk	1-Mo	Off/Curr
US-Based IPOs	4	19	-15 ↓	435.7	3,957.2	-89.0 ↓	1	3	0	1.3	-10.1	-	18.7
International IPOs	0	3	-3 ↓	0.0	207.6	NM	-	-	-	-	-	-	-
YTD Total	4	22	-18 ↓	435.7	4,164.8	-89.5 ↓	1	3	0	1.3	-10.1	-	18.7

Year-over-Year Activity by Month						- 2016 Performance by Month -							
Month	2016	2015	YoY #	2016	2015	YoY \$	Offer vs. File Range			Avg % Δ	Avg % Δ	Avg % Δ	Avg % Δ
	#	#	Δ	(\$M)	(\$M)	% Δ	Below	Within	Above	1-Day	1-Wk	1-Mo	Off/Curr
January	0	13	-13 ↓	-	1,669.4	-	0	0	0	-	-	-	-
February	4	9	-5 ↓	435.7	2,495.4	-82.5 ↓	1	3	0	1.3	-10.1	-	18.7
March	-	9	-	-	1,587.6	-	-	-	-	-	-	-	-
April	-	15	-	-	2,811.9	-	-	-	-	-	-	-	-
May	-	17	-	-	4,481.6	-	-	-	-	-	-	-	-
June	-	30	-	-	6,732.1	-	-	-	-	-	-	-	-
July	-	16	-	-	3,152.6	-	-	-	-	-	-	-	-
August	-	8	-	-	1,427.5	-	-	-	-	-	-	-	-
September	-	7	-	-	1,162.8	-	-	-	-	-	-	-	-
October	-	13	-	-	5,308.2	-	-	-	-	-	-	-	-
November	-	11	-	-	1,346.3	-	-	-	-	-	-	-	-
December	-	2	-	-	606.3	-	-	-	-	-	-	-	-

Ipreo IPO Indices: 1-Month Trailing Performance †



Year-over-Year Activity by Sector						- 2016 Performance by Sector -							
Sector	2016	2015	YoY #	2016	2015	YoY \$	Offer vs. File Range			Avg % Δ	Avg % Δ	Avg % Δ	Avg % Δ
	#	#	Δ	(\$M)	(\$M)	% Δ	Below	Within	Above	1-Day	1-Wk	1-Mo	Off/Curr
Healthcare	4	13	-9 ↓	435.7	1,624.0	-73.2 ↓	1	3	0	1.3	-10.1	-	18.7
Basic Materials	0	0	0	0.0	0.0	-	-	-	-	-	-	-	-
Consumer Goods	0	0	0	0.0	0.0	-	-	-	-	-	-	-	-
Consumer Svcs.	0	1	-1 ↓	0.0	120.8	NM	-	-	-	-	-	-	-
Energy	0	1	-1 ↓	0.0	1,238.2	NM	-	-	-	-	-	-	-
Financials	0	2	-2 ↓	0.0	53.0	NM	-	-	-	-	-	-	-
Industrials	0	1	-1 ↓	0.0	116.4	NM	-	-	-	-	-	-	-
Tech/Telecom	0	1	-1 ↓	0.0	201.3	NM	-	-	-	-	-	-	-
Utilities	0	0	0	0.0	0.0	-	-	-	-	-	-	-	-
REIT	0	3	-3 ↓	0.0	811.2	NM	-	-	-	-	-	-	-

Year-over-Year Activity by Leading Bookrunners						- 2016 Performance by Bookrunner -							
Broker	2016	2015	YoY #	2016	2015	YoY \$	Offer vs. File Range			Avg % Δ	Avg % Δ	Avg % Δ	Avg % Δ
	#	#	Δ	(\$M)	(\$M)	% Δ	Below	Within	Above	1-Day	1-Wk	1-Mo	Off/Curr
Morgan Stanley	2	5	-3 ↓	115.0	537.3	-78.6 ↓	0	2	0	15.9	-16.6	-	51.4
Goldman Sachs	2	3	-1 ↓	108.2	338.0	-68.0 ↓	0	2	0	4.1	-0.7	-	9.5
Cowen	1	4	-3 ↓	60.7	103.4	-41.3 ↓	0	1	0	18.0	-5.1	-	22.0
J.P. Morgan	1	5	-4 ↓	54.3	477.5	-88.6 ↓	0	1	0	13.8	-28.1	-	80.9
Jefferies	1	3	-2 ↓	47.5	109.7	-56.7 ↓	0	1	0	-9.8	3.8	-	-3.0
Leerink	1	2	-1 ↓	25.0	92.1	-72.9 ↓	1	0	0	-17.0	-10.8	-	-25.0
RBC	1	2	-1 ↓	25.0	201.3	-87.6 ↓	1	0	0	-17.0	-10.8	-	-25.0
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-

Leaders & Laggards

Trade Date	Issuer	Sector	Country	1-Day Price Δ %	Offer/Curr Δ %	Trade Date	Issuer	Sector	Country	1-Day Price Δ %	Offer/Curr Δ %
11/11/15	Advanced Accelerator Applications S.A.	Healthcare	France	53.1	109.2	03/20/15	SteadyMed Ltd.	Healthcare	Israel	1.2	-71.9
02/03/16	Editas Medicine, Inc.	Healthcare	United States	13.8	80.9	11/20/14	Cnova N.V.	Consumer Svcs.	Netherlands	2.1	-68.6
10/07/15	Aclaris Therapeutics, Inc.	Healthcare	United States	0.5	66.7	02/05/15	Nexvet Biopharma plc	Healthcare	Ireland	-11.2	-66.1
11/20/15	Duluth Holdings Inc.	Consumer Svcs.	United States	13.8	37.9	07/16/15	ProNai Therapeutics, Inc.	Healthcare	Canada	81.2	-65.4
03/26/15	SolarEdge Technologies Inc.	Energy	Israel	15.0	35.9	11/13/14	Sky Solar Holdings, Ltd.	Utilities	Hong Kong	14.4	-62.8
Average				19.2	66.1	Average				17.5	-66.9

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	2016	2015	YoY #	2016 (\$M)	2015 (\$M)	YoY \$ % Δ	- 2016 Performance by Geography -			Avg % Δ 1-Day	Avg % Δ 1-Wk	Avg % Δ 1-Mo	Avg % Δ Off/Curr
	#	#	Δ				Below	Within	Above				
North America	4	19	-15 ↓	435.7	3,957.2	-89.0	1	3	0	1.3	-10.1	-	18.7
Asia/Pacific	0	0	0 -	0.0	0.0	-	0	0	0	-	-	-	-
Europe	0	3	-3 ↓	0.0	207.6	NM	0	0	0	-	-	-	-
Latin America	0	0	0 -	0.0	0.0	-	0	0	0	-	-	-	-
Rest of World	0	0	0 -	0.0	0.0	-	0	0	0	-	-	-	-

Domicile Country

Domicile Country	2016 #	2015 #	YoY # Δ	2016 (\$M)	2015 (\$M)	YoY \$ % Δ	Below	Within	Above	Avg % Δ 1-Day	Avg % Δ 1-Wk	Avg % Δ 1-Mo	Avg % Δ Off/Curr
United States	3	19	-16 ↓	253.6	3,957.2	-93.6	1	2	0	-4.3	-11.7	-	17.7
Cayman Islands	1	0	1 ↑	182.2	0.0	NM	0	1	0	18.0	-5.1	-	22.0
Bermuda	0	0	0 -	0.0	0.0	-	0	0	0	-	-	-	-
Brazil	0	0	0 -	0.0	0.0	-	0	0	0	-	-	-	-
Canada	0	0	0 -	0.0	0.0	-	0	0	0	-	-	-	-

Most Recent IPOs

File Date	Price Date	Issuer	Sector	Country	Proceeds (\$M)	Price vs. Range	1-Day Price Δ %	Offer/Curr Δ %
1 12/23/15	02/10/16	Proteostasis Therapeutics, Inc.	Healthcare	United States	50.0	Below	-17.0	-25.0
2 01/15/16	02/10/16	AveXis, Inc.	Healthcare	United States	95.0	Within	-9.8	-3.0
3 10/16/15	02/02/16	BeiGene, LTD.	Healthcare	Cayman Islands	182.2	Within	18.0	22.0
4 01/04/16	02/02/16	Editas Medicine, Inc.	Healthcare	United States	108.6	Within	13.8	80.9
5 11/16/15	12/17/15	Yirendai Ltd.	Tech/Telecom	China	75.0	Within	-9.0	-40.5
6 11/09/15	12/09/15	Atlassian Corporation PLC	Tech/Telecom	Australia	531.3	Above	32.3	13.2
7 10/06/15	11/19/15	Duluth Holdings Inc.	Consumer Svcs.	United States	80.0	Below	13.8	37.9
8 10/13/15	11/19/15	Axsome Therapeutics, Inc.	Healthcare	United States	51.0	Below	-2.9	-13.7
9 10/14/15	11/18/15	Square, Inc	Tech/Telecom	United States	243.0	Below	45.2	16.0
10 10/16/15	11/18/15	Mimecast, LTD	Tech/Telecom	United Kingdom	77.5	Within	1.0	-6.4
Average							8.5	8.1

Activity in the Backlog

Key Backlog Statistics

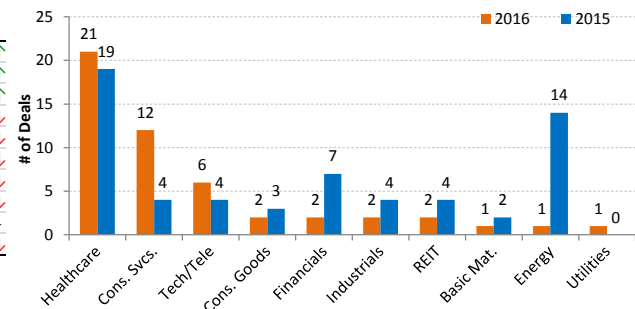
Issuer Group	2016 #	2015 #	YoY # Δ	2016 (\$M)	2015 (\$M)	YoY \$ % Δ
US IPOs	39	49	-10 ↓	6,133.7	7,475.1	-17.9 ↓
International IPOs	11	12	-1 ↓	1,191.9	1,442.7	-17.4 ↓
Total	50	61	-11 ↓	7,325.6	8,917.8	-17.4 ↓

Backlog by Deal Size

Deal Size	2016 #	2015 #	YoY # Δ	2016 (\$M)	2015 (\$M)	YoY \$ % Δ
\$500M or More	2	1	1 ↑	2,600.0	900.4	188.8 ↑
\$300 to \$500M	1	7	-6 ↓	350.0	2,615.2	-86.6 ↓
\$100 to \$300M	27	27	0 -	3,142.5	3,931.6	-20.1 ↓
Less than \$100M	20	26	-6 ↓	1,233.1	1,470.6	-16.2 ↓

Backlog by Sector

Sector	2016 #	2015 #	YoY # Δ	2016 (\$M)	2015 (\$M)	YoY \$ % Δ
Consumer Svcs.	12	4	8 ↑	2,779.2	665.8	317.5 ↑
Healthcare	21	19	2 ↑	2,435.6	1,078.4	125.8 ↑
Tech/Telecom	6	4	2 ↑	975.0	624.3	56.2 ↑
Consumer Goods	2	3	-1 ↓	297.5	426.3	-30.2 ↓
Financials	2	7	-5 ↓	200.0	517.4	-61.3 ↓
Industrials	2	4	-2 ↓	200.0	764.3	-73.8 ↓
REIT	2	4	-2 ↓	157.7	767.0	-79.4 ↓
Energy	1	14	-13 ↓	100.0	3,774.4	-97.4 ↓
Utilities	1	0	1 ↑	100.0	0.0	-
Basic Materials	1	2	-1 ↓	80.5	300.0	-73.2 ↓



Top February Filings in Backlog

File Date	Expected Date	Issuer	Sector	Country	Proceeds (\$M)
1 02/09/16	Undisclosed	US Foods Holding Corp.	Consumer Svcs.	United States	100.0
2 02/09/16	Undisclosed	Sensus Healthcare, Inc.	Healthcare	United States	23.0
3 -	-	-	-	-	-
4 -	-	-	-	-	-
5 -	-	-	-	-	-
6 -	-	-	-	-	-
7 -	-	-	-	-	-
8 -	-	-	-	-	-
9 -	-	-	-	-	-
10 -	-	-	-	-	-

Top 10 IPOs in the Backlog

File Date	Expected Date	Issuer	Sector	Country	Proceeds (\$M)
1 07/08/15	Undisclosed	Albertsons Companies, Inc.	Consumer Svcs.	United States	1,600.0
2 08/26/15	Undisclosed	Acelity Holdings, Inc.	Healthcare	United States	1,000.0
3 07/15/15	Undisclosed	UTAC Holdings Ltd.	Tech/Telecom	Singapore	350.0
4 12/22/15	Undisclosed	Nutanix, Inc.	Tech/Telecom	United States	200.0
5 07/28/15	Undisclosed	GMS Inc.	Consumer Svcs.	United States	200.0
6 07/24/15	Undisclosed	Vizio Holdings, Inc.	Consumer Goods	United States	172.5
7 11/12/14	Undisclosed	Intrepid Aviation Limited	Consumer Svcs.	United States	150.0
8 12/21/15	Undisclosed	Acacia Communications Inc	Tech/Telecom	United States	125.0
9 11/05/15	Undisclosed	Turning Point Brands, Inc.	Consumer Goods	United States	125.0
10 10/01/14	Undisclosed	Sutherland Asset Management Corp.	REIT	United States	125.0

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)
- Equity 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 overallotment. "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 Services 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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