



#### Weekly Commentary

- U.S. markets ended the week lower, dragged down by losses in Semiconductors and Information Technology, which decreased by 1.4% and 1.0%, respectively. This week, the DJIA decreased 0.1%, the S&P fell 0.4%, and the NASDAQ dropped 0.8%.

- In energy news, crude oil futures increased 3.3% to close the week at \$60.420 per barrel as the active U.S. based oil rig count matched last weeks' figure of 747. Natural gas rose 10.7% to close at \$2.953 per mmbtu, as the Energy Information Administration reported a decrease of 112 bcf to approximately 3.332 trillion cubic feet for the week ended December 22<sup>nd</sup>. Analysts were expecting a decline of 112 bcf.

- In U.S. economic news, the Advanced International Trade in Goods index for November showed a \$69.7 billion deficit, less than the prior month's upwardly revised \$68.1 billion deficit. In labor news, initial claims for the week ended December 23<sup>rd</sup> were 245,000, matching the prior week's claims figure, and beating consensus estimates of 238,000. Continuing claims of 1,943,000 was the result for the week ended December 16<sup>th</sup>, coming in higher than the upwardly revised 1,936,000 figure reported in the previous week. In housing news, the Case-Shiller Home Price Index registered a 6.4% growth for October, beating both September's growth of 6.2% and consensus estimates of 6.3%. Additionally, Pending Home Sales for November registered a 0.2% increase, down from October's 3.5% increase, but beating consensus estimates of a 0.7% drop. Consumer Confidence Index showed a December reading of 122.1, below both November's downwardly revised figure of 128.6 and analysts' estimates of 128.0. Finally, the Chicago PMI moved to 67.6 in December, increasing from the November reading of 63.9 and beating analyst estimates of 61.9.

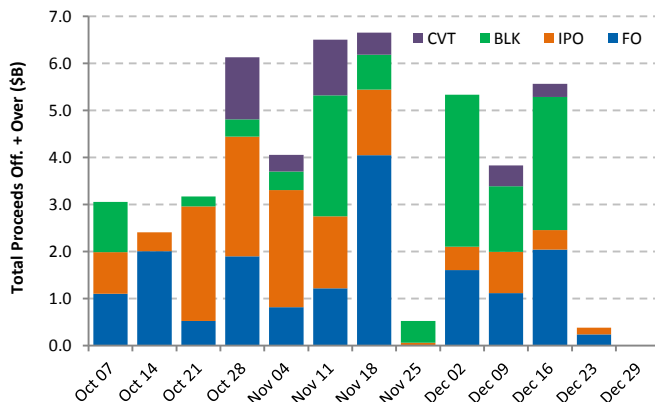
- In corporate news, there were no notable earnings reports this week. In M&A news, Uber Technologies Inc. has agreed to sell a major stake in the company to SoftBank Group for approximately \$48 billion. Additionally, Mallinckrodt plc will acquire Sucampo Pharmaceuticals, Inc. in a \$1.2 billion deal. Lastly, Brookfield Infrastructure Partners announced plans to sell its 27.8% interest in ETC Transmission Holdings, S.L. to China Power Grid International Co., Ltd for \$1.3 billion.

#### U.S. IPO Pricing Performance

Month	Totals		Pricing Range			% Change	
	Proceeds (\$M)	# of Deals	Above	Within	Below	Offer / 1 Day	Offer / 1 Mo.
Jul/17	964.9	8	13%	75%	13%	25.1	42.6
Aug/17	785.1	4		75%	25%	(0.4)	(2.6)
Sep/17	2,593.0	14	7%	79%	14%	20.8	14.4
Oct/17	6,572.4	17	47%	35%		28.6	22.9
Nov/17	3,539.4	22	14%	59%	27%	1.2	8.0
Dec/17	1,309.0	9		100%		9.3	-
<b>YTD 17</b>	<b>37,639.8</b>	<b>144</b>	<b>17%</b>	<b>64%</b>	<b>19%</b>	<b>11.4</b>	<b>15.9</b>

Pricing range % based on number of deals and revised file price/range

#### Trailing U.S. New Issuance by Deal Type



Source: Ipreo Capital Markets Analytics

#### U.S. Equity and Equity Related League Table

Deal Type	2017 YTD			2016 YTD		
	Proceeds (\$M)	Mkt. Share %	# of Deals	Proceeds (\$M)	Mkt. Share %	# of Deals
Initial Public Offerings	47,435.6	20.2	178	23,606.8	10.9	102
Follow-Ons	91,568.7	39.0	425	72,745.5	33.7	306
<i>Accelerated</i>	24,284.4	10.4	186	30,254.9	14.0	168
<i>Fully-Marketed</i>	67,284.4	28.7	239	42,490.6	19.7	138
Blocks	61,170.1	26.1	195	85,135.3	39.4	212
Equity Related	34,359.7	14.7	98	34,641.8	16.0	71
<b>Total:</b>	<b>234,534.1</b>		<b>896</b>	<b>216,129.4</b>		<b>691</b>

Rank	Manager	Proceeds (\$M)	Mkt. Share %	# of Deals	2016 YTD Proceeds (\$M)	2016 YTD Mkt. Share %	2016 YTD # of Deals
1	Morgan Stanley	29,543.2	12.6	227	23,342.2	10.7	138
2	Goldman Sachs & Co.	28,817.7	12.3	197	27,511.4	12.7	141
3	JP Morgan	26,341.8	11.2	243	31,283.9	14.4	203
4	Bank of America ML	22,022.1	9.4	200	19,221.7	8.8	148
5	Citi	18,484.3	7.9	175	15,495.9	7.1	117
6	Credit Suisse	16,030.1	6.8	148	16,300.2	7.5	127
7	Barclays	15,911.5	6.8	136	15,555.8	7.2	110
8	Wells Fargo Securities	10,262.1	4.4	118	9,553.0	4.4	120
9	Deutsche Bank	9,614.1	4.1	83	13,226.7	6.1	68
10	RBC Capital Markets	6,731.4	2.9	97	6,582.2	3.0	83
<b>Sub Total:</b>		<b>183,758.4</b>			<b>178,073.0</b>		

League table proceeds are apportioned

Note: Ipreo's Early Edition excludes closed-end funds and private placements as well as rights and 'best efforts' offerings. All deals have greater than or equal to \$20M in proceeds.

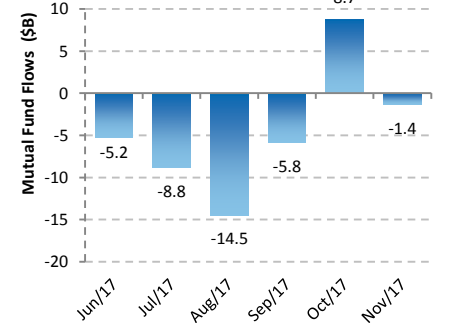
#### U.S. Follow-On Pricing Performance

Month	Totals		Marketing Period		% Change		
	Proceeds (\$M)	# of Deals	Accelerated	Fully-Mktd	Last / Offer	File / Offer	Offer / 1 Mo.
Jul/17	7,528.3	25	32%	68%	(5.7)	(10.0)	(1.9)
Aug/17	5,382.7	25	36%	64%	(5.3)	(8.9)	14.2
Sep/17	8,745.1	35	34%	66%	(5.3)	(7.4)	5.5
Oct/17	6,084.3	37	30%	70%	(6.6)	(8.1)	6.3
Nov/17	6,994.2	39	41%	59%	(5.9)	(10.1)	15.1
Dec/17	3,389.9	23	57%	43%	(5.9)	(11.5)	-
<b>YTD 17</b>	<b>91,127.1</b>	<b>413</b>	<b>44%</b>	<b>56%</b>	<b>(5.8)</b>	<b>(8.1)</b>	<b>6.2</b>

Accelerated refers to deals marketed in one or less trading days | Excludes equity units

#### TTM Equity New Issuance and Fund Flows

Month	Equity New Issuance	Mutual Fund Flows
Dec/16	7.4	27.4
Jan/17	14.1	9.7
Feb/17	5.7	20.1
Mar/17	17.5	12.5
Apr/17	9.4	1.1
May/17	15.8	(3.1)
Jun/17	9.9	(5.2)
Jul/17	9.0	(8.8)
Aug/17	6.1	(14.5)
Sep/17	11.0	(5.8)
Oct/17	12.8	8.7
Nov/17	11.2	(1.4)



Excludes equity-related issues  
Funds flow source: Morningstar



Priced Deals

Week Ending December 29, 2017

**New Issuance Recap:**

With many on vacation in the week separating Christmas and New Year's Eve, the capital markets also took a break as zero deals came to market last week. The lack of deal activity does not come as a surprise as the final week of trading is typically marked with little or no deal activity. Of note, the capital markets have not had a deal price in the final week of the year since 2008 which saw Utilities issuer SCANA Corp price a secondary offering for \$102.2M in proceeds. Considering the year behind us, 2017 has marked a resurgence for the capital markets, recording a rise in both deal activity and proceeds as compared to 2016. Total deal count grew 29.7% year-over-year to rest at 896 while proceeds only edged up 8.5% on-year to \$234.5B. Focusing on the IPO market, significant gains were realized as total market share rose from 10.9% in 2016 to 20.2% in 2017. IPO deal count rose significantly, 74.5% year-over-year, landing at 178. Meanwhile, resulting proceeds catapulted 100.9% year-over-year to an aggregate of \$47.4B. Furthermore, the IPO market generated greater proceeds than any year since 2014, which had a blockbuster year, hauling in \$95.4B in total IPO-related proceeds. Looking ahead to this week, the deal-activity doldrums looks to continue as zero deals are currently expected to price.

- 0 U.S. deals priced last week with total proceeds of \$0.0 M. There were 0 IPOs (\$0.0 M), 0 Follow-Ons (\$0.0 M), 0 block trades (\$0.0 M), and 0 convertible deals (\$0.0 M).
- 4 mandated deals filed last week for a total of \$397.8 M.
- 6 shelf registrations filed last week for a total of \$2,132.4 M.
- 0 deals were withdrawn or postponed last week for \$0.0 M.
- 0 deals are expected to price this week (\$0.0 M).

**U.S. IPOs**

Offer Date	Issuer	Ticker	Proceeds Inc. Ovl. (\$M)	Shares Offered Inc. Ovl.	Offer Price	Initial File Range	Price Performance % Change			Bookrunner(s)	Industry
							Initial File / Offer	Offer / 1 Day	Offer / Current		
No IPOs Priced Last Week											

**U.S. Marketed Follow-Ons**

Offer Date	Issuer	Ticker	Proceeds Inc. Ovl. (\$M)	Shares Offered Inc. Ovl.	Offer Price	Accelerated Deal	Price Performance % Change			Bookrunner(s)	Industry
							Initial File / Offer	Last Sale / Offer	Offer / Current		
No Follow-Ons Priced Last Week											

**U.S. Block Deals**

Offer Date	Issuer	Ticker	Proceeds Inc. Ovl. (\$M)	Shares Offered Inc. Ovl.	Offer Price	Deal Size in # of Trading Days	Price Performance % Change			Bookrunner(s)	Industry
							Initial File / Offer	Last Sale / Offer	Offer / Current		
No Block Deals Priced Last Week											

**U.S. Equity Related**

**Convertible Debt**

Offer Date	Issuer	Ticker	Proceeds Inc. Ovl. (\$M)	Coupon	Premium	Maturity	Bookrunner(s)	Industry
No Convertible Deals Priced Last Week								



## Deal Pipeline

Week Ending December 29, 2017

### Expected Deals

#### IPOs

Expected Date	Filing Date	Issuer	Ticker	Proceeds Filed (\$M)	Current Filed Price / Range	Shares Filed	Bookrunner(s)	Industry
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No IPOs Expected to Price This Week or Next

#### Follow-Ons

Expected Date	Filing Date	Issuer	Ticker	Proceeds Filed (\$M)	Current Filed Price / Range	Shares Filed	Bookrunner(s)	Industry
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No Follow-Ons Expected to Price This Week or Next

#### Equity Related

Expected Date	Filing Date	Issuer	Ticker	Proceeds Filed (\$M)	Current Filed Price / Range	Shares Filed	Bookrunner(s)	Industry
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No Converts Expected to Price This Week or Next

### Recent Filings

Filing Date	Expected Date	Issuer	Ticker	Type	Proceeds Filed (\$M)	Current Filed Price / Range	Shares Filed	Bookrunner(s)	Industry
12/26/17	To be ann.	PagSeguro Digital Ltd.	PAGS	IPO	100.0	N/A	N/A	GS, MS, CS, DB, JPM, BAML	Technology
12/27/17	To be ann.	Gates Industrial Corporation plc	GTES	IPO	100.0	N/A	N/A	CITI, MS, UBS, BRCLY, CS, GS, RBC	Industrials
12/28/17	To be ann.	Menlo Therapeutics, Inc.	MNLO	IPO	97.8	N/A	N/A	JEFFER, PIPER, GUGGEN	Healthcare
12/29/17	To be ann.	Solid Biosciences Inc.	SLDB	IPO	100.0	N/A	N/A	JPM, GS, LEERINK	Healthcare

Total (\$M): 397.8  
# of Deals: 4

### Shelf Filings

Filing Date	Issuer	Ticker	Proceeds Filed (\$M)	Filing as % of Market Value	Exchange	Shelf Filing Type	Industry
12/26/17	Ituran Location & Control Ltd.	ITRN	143.9	20.0%	NASDAQ	Common Stock	Technology
12/26/17	Ituran Location & Control Ltd.	ITRN	88.5	12.3%	NASDAQ	Common Stock	Technology
12/27/17	Drive Shack Inc.	NCT	1,000.0	266.7%	NYSE	Universal	Consumer Services
12/28/17	Iovance Biotherapeutics, Inc.	IOVA	250.0	41.5%	NASDAQ	Universal	Healthcare
12/28/17	BioLineRx, Ltd.	BLRX	150.0	145.3%	NASDAQ	Universal	Healthcare
12/29/17	Dynex Capital, Inc.	DX	500.0	107.3%	NYSE	Universal	REIT

Total (\$M): 2,132.4  
# of Deals: 6

### Withdrawn / Postponed

Withdrawn / Postponed Date	Filing Date	Issuer	Ticker	Type	Proceeds Filed (\$M)	Reason	Status	Bookrunner(s)	Industry
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No Withdrawn or Postponed Deals Last Week



Market Performance

Global Indices	Close	1 Week Change	1 Month Change	2017 YTD	2016	52 Week	
						High	52 Week Low
Dow Jones	24,719.2	-0.1%	3.3%	25.1%	13.4%	24,876.1	19,677.9
S&P 500	2,673.6	-0.4%	1.8%	19.4%	9.5%	2,695.0	2,233.6
NASDAQ	6,903.4	-0.8%	1.2%	28.2%	7.5%	7,003.9	5,371.9
FTSE 100	7,687.8	1.3%	4.0%	7.6%	-4.1%	10,258.3	8,650.3
CAC 40	5,312.6	-1.0%	-1.6%	9.3%	1.8%	6,474.0	5,058.3
DAX	12,917.6	-1.2%	-1.1%	12.5%	3.8%	15,753.9	11,963.1
Nikkei 225	22,764.9	-0.6%	0.7%	19.1%	3.6%	205.7	160.9
Hang Seng	29,919.2	1.2%	1.0%	36.0%	0.4%	3,866.2	2,783.6
ASX/S&P 200	6,065.1	-0.1%	0.9%	7.0%	6.5%	4,743.5	4,081.6
Brazil - Bovespa	76,402.1	1.6%	5.1%	26.9%	68.9%	24,948.5	18,150.4
Mexico - Bolsa	49,354.4	2.0%	3.6%	8.1%	-11.0%	2,938.7	2,075.1
Toronto: TSX	16,209.1	0.3%	1.5%	6.0%	21.7%	12,883.3	11,158.7
VIX	11.0	11.5%	3.2%	-21.4%	-22.9%	17.3	8.6

Sectors	Close	1 Week Change	1 Month Change	2017 YTD	2016	52 Week	
						High	52 Week Low
S&P 500 Consumer Discretionary	785.3	-0.4%	2.7%	21.2%	4.3%	790.6	647.8
S&P 500 Consumer Staples	587.4	0.0%	2.7%	10.5%	2.6%	588.9	528.4
S&P 500 Energy	533.4	0.2%	6.4%	-3.8%	23.7%	560.9	454.5
S&P 500 Financials	463.9	-0.6%	2.4%	20.0%	20.1%	467.6	380.4
S&P 500 Health Care	956.3	-0.4%	0.0%	20.0%	-4.4%	970.4	796.9
S&P 500 Industrials	637.8	0.2%	3.3%	18.5%	16.1%	639.7	538.1
S&P 500 Information Technology	1,106.2	-1.0%	0.9%	36.9%	12.0%	1,128.9	807.9
S&P 500 Materials	378.9	0.1%	2.3%	21.4%	14.1%	380.1	312.2
DJ U.S. Diversified REITs	1,159.8	1.2%	-0.5%	1.1%	4.2%	1,194.4	1,108.4
S&P 500 Retail	1,733.8	0.1%	3.5%	29.1%	4.6%	1,747.0	1,343.0
Semiconductors (SOX)	1,253.0	-1.4%	-0.9%	38.2%	36.6%	1,342.1	898.5
S&P 500 Telecom Services	166.1	-0.4%	6.6%	-6.0%	17.8%	180.0	141.6
S&P 500 Utilities	267.4	0.3%	-6.1%	8.3%	12.2%	287.8	244.0

Bond Yields	Close	1 Week Change	1 Month Change	2017 YTD	2016
U.S. Treasury - 2 Year	1.88	-0.8 bps	+12 bps	+68 bps	+15 bps
U.S. Treasury - 10 Year	2.41	-7.4 bps	+3 bps	-4 bps	+18 bps
U.S. Treasury - 30 Year	2.74	-9.0 bps	-7.2 bps	-33 bps	+5 bps

Currency Markets	Close	1 Week Change	1 Month Change	2017 YTD	2016
EUR in USD	1.201	1.5%	1.3%	13.8%	-2.9%
USD in JPY	112.650	-0.6%	0.7%	-3.4%	-3.0%
GBP in USD	1.353	1.2%	0.9%	9.5%	-16.2%
CAD in USD	1.253	-1.8%	-2.5%	-6.6%	-3.5%

Commodities	Close	1 Week Change	2017 YTD	2016
Crude Oil	60.42	3.3%	12.5%	45.0%
Natural Gas	2.95	10.7%	-19.8%	57.6%
Gold	1306.30	2.2%	13.4%	8.6%

Economic Indicators

Monday 1/1/18			Tuesday 1/2/18			Wednesday 1/3/18			Thursday 1/4/18			Friday 1/5/18		
Indicator	Period	Expectation	Indicator	Period	Expectation	Indicator	Period	Expectation	Indicator	Period	Expectation	Indicator	Period	Expectation
No Announcements Scheduled			No Announcements Scheduled			MBA Mortgage Apps. Index	12/30	NA	ADP Employment Change	Dec	190K	Nonfarm Payrolls	Dec	188K
						ISM Index	Dec	58.0	Initial Claims	12/30	239K	Nonfarm Private Payrolls	Dec	185K
						Construction Spending	Nov	0.7%	Continuing Claims	12/23	NA	Unemployment Rate	Dec	4.0%
						Auto Sales	Dec	NA	Natural Gas Inventories	12/30	NA	Avg. Hourly Earnings	Dec	0.3%
						Truck Sales	Dec	NA	Crude Inventories	12/29	NA	Average Workweek	Dec	34.5
												Trade Balance	Nov	-\$47.9B
												Factory Orders	Nov	1.4%
												ISM Services	Dec	57.6

Source: Briefing.com