



Intelligence for Equity Capital Markets

Week Ending January 18, 2019

Weekly Commentary

U.S. markets ended the week higher following predominantly strong corporate earnings and positive trade news regarding U.S.-China relations. The DJIA rose 3.0%, the S&P 500 climbed 2.9%, and the NASDAQ ascended 2.7%.

In energy news, crude oil futures increased 4.3% to close the week at \$53.80 per barrel after hitting a six-week high on Friday upon the news that China plans to eliminate its trade surplus with the United States. Natural gas rose 18.2% to close at \$3.48 per mmbtu, as the Energy Information Administration reported a decrease of 81 bcf to approximately 2,533 trillion cubic feet for the week ended January 11. Analysts were expecting a decline of 77 bcf.

In U.S. economic news, PPI for the month December registered a fall of 0.2%, compared to the consensus estimates of 0.1% fall, and lower than prior month's growth of 0.1%. The Empire State Manufacturing Survey for January came in at 3.9, below the consensus estimates of 12.2, and lower than the upwardly-revised prior month reading of 11.5. The MBA Mortgage Applications Index grew 13.5% for the week ended January 12, compared to the prior week's growth of 23.5%. Import prices for the month of December registered a fall of 1.0%, compared to the downwardly prior month's fall of 1.9%. Export prices for December registered a fall of 0.6%, compared to the upwardly-revised prior month's fall of 0.8%. In labor news, initial claims for the week ended January 12 were reported as 213,000, below the prior week's reading of 216,000, and missing consensus estimates of 221,000. Continuing claims for the week ended January 5 were reported as 1,737,000, compared to the downwardly-revised prior week's reading of 1,719,000. Elsewhere, the Philadelphia Fed Index for January read 17.0, higher than the downwardly-revised prior month reading of 9.1, and above the consensus estimates of 10.5. Industrial production for the month of December registered 0.3% growth, below the downwardly-revised prior month growth of 0.4%, and beating the consensus estimates of 0.2%. Finally, capacity utilization for the same month registered 78.7%, above the upwardly-revised prior month reading of 78.6%, and above the consensus estimates of 78.5%.

In corporate news, United Health, United Continental, and VF Corporation all beat analysts' earnings estimates. Meanwhile, Delta and PPG reported mixed earnings. In M&A news, Nasdaq has engaged in talks to potentially purchase the Oslo Bors exchange, a deal that could beat out Euronext's €625 million bid to purchase the Norwegian exchange from its shareholders. Separately, Viacom is in discussions to buy Pluto TV, an advertisement-supported streaming service, in a deal valued between \$300 million and \$500 million.

U.S. Equity and Equity Related League Table

Deal Type	2019 YTD			2018 YTD		
	Proceeds (\$M)	Mkt. Share %	# of Deals	Proceeds (\$M)	Mkt. Share %	# of Deals
Initial Public Offerings	0.0	0.0	0	4,092.6	23.7	8
Follow-Ons	979.8	29.5	8	6,901.2	40.0	20
<i>Accelerated</i>	215.1	6.5	3	288.3	1.7	5
<i>Fully-Marketed</i>	764.7	23.0	5	6,612.9	38.3	15
Blocks	1,368.4	41.2	3	2,847.6	16.5	7
Equity Related	975.6	29.4	3	3,412.9	19.8	6
Total:	3,323.9		14	17,254.2		41

Rank	Manager	Proceeds (\$M)	Mkt. Share %	# of Deals	2018 Proceeds (\$M)	2018 Mkt. Share %	2018 # of Deals
1	Barclays	708.7	21.3	9	2,124.0	12.3	9
2	JP Morgan	466.2	14.0	10	1,255.4	7.3	12
3	Credit Suisse	271.7	8.2	6	659.8	3.8	4
4	Citi	249.5	7.5	6	1,087.3	6.3	8
5	Cowen Group	249.3	7.5	4	497.7	2.9	5
6	Goldman Sachs & Co.	234.3	7.0	4	1,865.6	10.8	13
7	Bank of America ML	234.2	7.0	4	2,531.3	14.7	12
8	BMO	150.0	4.5	1	0.0	0.0	0
9	RBC Capital Markets	128.4	3.9	2	2,120.9	12.3	6
10	Wells Fargo Securities	120.0	3.6	1	469.1	2.7	6
Sub Total:		2,812.4			12,611.2		

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. IPO Pricing Performance

Month	Totals		Pricing Range			% Change	
	Proceeds (\$M)	# of Deals	Above	Within	Below	Offer / 1 Day	Offer / 1 Mo.
Aug/18	1,672.4	8	63%		38%	9.3	11.4
Sep/18	5,931.7	22	18%	77%	5%	21.9	(3.3)
Oct/18	5,414.7	22	18%	55%	27%	18.6	26.1
Nov/18	355.1	6		100%		1.9	(2.8)
Dec/18	2,075.8	7		100%		0.6	6.5
Jan/19	0.0	0				-	-
YTD 19	0.0	0				-	-

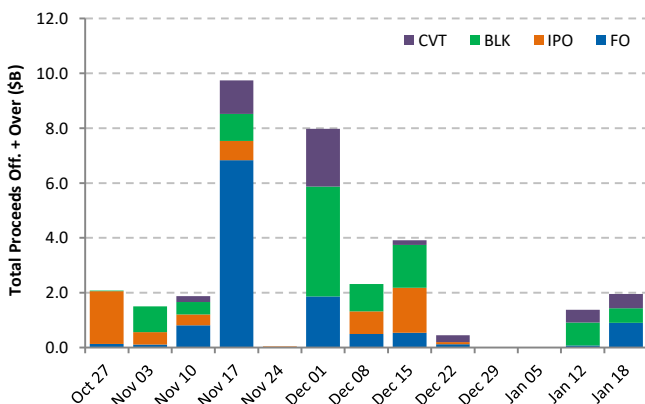
Pricing range % based on number of deals and revised file price/range

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.
Aug/18	6,995.6	32	47%	53%	(4.7)	(7.6)	13.1
Sep/18	12,509.1	42	19%	81%	(3.4)	(7.4)	(10.0)
Oct/18	3,480.3	24	54%	46%	(7.4)	(9.9)	(4.3)
Nov/18	9,482.8	29	31%	69%	(6.6)	(9.5)	(2.7)
Dec/18	1,111.7	16	56%	44%	(8.3)	(11.4)	4.7
Jan/19	979.8	8	38%	63%	(4.5)	(4.5)	-
YTD 19	979.8	8	38%	63%	(4.5)	(4.5)	-

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

Trailing U.S. New Issuance by Deal Type

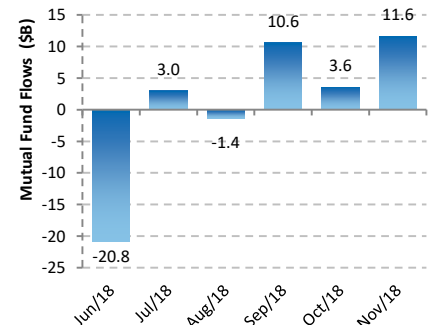


Source: Ipreo Capital Markets Analytics

TTM Equity New Issuance and Fund Flows

Month	Equity New Issuance	Mutual Fund Flows
Dec/17	4.5	6.1
Jan/18	19.3	17.1
Feb/18	9.1	(26.1)
Mar/18	13.2	(21.4)
Apr/18	11.8	6.6
May/18	20.0	20.7
Jun/18	14.6	(20.8)
Jul/18	11.6	3.0
Aug/18	9.0	(1.4)
Sep/18	17.6	10.6
Oct/18	9.2	3.6
Nov/18	9.9	11.6

Excludes equity-related issues
Funds flow source: Morningstar





Priced Deals

Week Ending January 18, 2019

New Issuance Recap:

The U.S. government remained in partial shutdown this week with the U.S. new issuance market remaining in a subdued state of its own as 11 deals (0 IPOs, 7 FOs, 2 BLKs, 2 CVTs) priced for aggregate proceeds of \$1.94B. On the bright side, overall deal count has increased in consecutive weeks following back-to-back weeks of inactivity bookending the new year, but the resurgence has been unspectacular. For the fourth week in a row, not a single IPO has debuted on U.S. exchanges. A reduction in resources available to the SEC resulting from the partial government shutdown is partially responsible for this, but the compounding effects of unfavorable market conditions are not helping. Alnylam Pharmaceuticals, Inc.'s \$387.5M block trade secured the biggest purse of the week, and was followed by Aurora Cannabis Inc. (CVT, \$300.0M) and Acceleron Pharma Inc. (FO, \$230.0M). Energizer Holdings, Inc. became the first Consumer Goods company to issue new equity in 2019 and did so on multiple fronts. In concurrent offerings, the battery-maker secured \$215.6M in a marketed Follow-On of common stock and another \$215.6M in a mandatory convertible preferred stock offering. With no end to the government shutdown apparent in the near-term, the outlook for next week is as bleak as one would expect. New Fortress Energy LLC is poised to break the IPO ice in 2019 and price a \$399.6M debut, but it is currently the only deal expected to price of any offering type.

- 11 U.S. deals priced last week with total proceeds of \$1,948.7 M. There were 0 IPOs (\$0.0 M), 7 Follow-Ons (\$904.7 M), 2 block trades (\$528.3 M), and 2 convertible deals (\$515.6 M).
- 2 mandated deals filed last week for a total of \$280.0 M.
- 1 shelf registration filed last week for a total of \$50.0 M.
- 1 deal was withdrawn or postponed last week for \$30.0 M.
- 1 deal is expected to price this week (\$399.6 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		
1/15/19	Acceleron Pharma Inc.	XLRN	230.0	5,348,838	43.00		-7.41	-2.09	-4.67	CITI, JPM, LEERINK	Healthcare
1/15/19	Energizer Holdings, Inc.	ENR	215.6	4,076,086	46.00		-3.06	-1.75	1.83	JPM, BRCLY, CITI, BAML, EVERCORE, MITSUFIN	Consumer Goods
1/15/19	Everbridge, Inc.	EVBG	127.1	2,300,000	55.25		5.78	-1.99	3.46	JPM, BAML, CS	Technology
1/15/19	Stemline Therapeutics, Inc.	STML	92.0	8,888,889	9.00		-0.88	-9.46	18.67	JPM, COWEN	Healthcare
1/16/19	Revance Therapeutics, Inc.	RVNC	100.0	5,882,353	17.00		-15.80	-6.16	4.76	GS, COWEN, PIPER	Healthcare
1/16/19	Mirati Therapeutics, Inc.	MRTX	100.0	1,612,903	62.00	●	-0.75	-0.75	4.71	JPM, CITI, COWEN, BRCLY, CS	Healthcare
1/17/19	Kindred Biosciences, Inc.	KIN	40.0	4,215,000	9.50	●	-11.30	-11.30	3.68	BRCLY, STFL	Healthcare
Total (\$M):			904.7				Mean: (4.8)	(4.8)	4.6		
# of Deals:			7				Median: (3.1)	(2.1)	3.7		

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		
1/14/19	Alnylam Pharmaceuticals, Inc.	ALNY	387.5	5,000,000	77.50	5	-7.76	-7.76	7.25	BRCLY	Healthcare
1/14/19	ARMOUR Residential REIT, Inc.	ARR	140.8	6,000,000	20.41	9	-2.99	-2.99	1.13	MS, BRCLY, CITI, CS, GS, JPM	REIT
Total (\$M):			528.3				Mean: (5.4)	(5.4)	4.2		
# of Deals:			2				Median: (5.4)	(5.4)	4.2		

U.S. Equity Related

Convertible Debt

Offer Date	Issuer	Ticker	Proceeds Inc. Ovl. (\$M)	Coupon	Premium	Maturity	Bookrunner(s)	Industry
1/17/19	Aurora Cannabis Inc.	ACB	300.0	5.50	10.04	02/28/2024	BMO, COWEN	Healthcare
Total (\$M):			515.6					
# of Deals:			2					



Deal Pipeline

Week Ending January 18, 2019

Expected Deals

IPOs

Expected Date	Filing Date	Issuer	Ticker	Proceeds Filed (\$M)	Current Filed Price / Range	Shares Filed	Bookrunner(s)	Industry
01/24/2019	11/9/18	New Fortress Energy LLC	NFE	399.6	17.00 - 19.00	22,200,000	MS, BRCLY, CITI, CS, EVERCORE, ALLEN	Energy
				Total (\$M):				
				# of Deals:				

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
1/14/19	To be ann.	Brainsway Ltd.	BWAY	FO	30.0	N/A	N/A	CFCO	Healthcare
1/18/19	To be ann.	DiamondPeak Holdings Corp.	DPHC.U	IPO	250.0	10.00 - 10.00	25,000,000	DB	Blank Check
					Total (\$M):				
					# of Deals:				

Shelf Filings

Filing Date	Issuer	Ticker	Proceeds Filed (\$M)	Filing as % of Market Value	Exchange	Shelf Filing Type	Industry
1/15/19	Northern Dynasty Minerals, LTD	NAK	50.0	25.9%	-	Universal	Basic Materials
			Total (\$M):				
			# of Deals:				

Withdrawn / Postponed

Withdrawn / Postponed Date	Filing Date	Issuer	Ticker	Type	Proceeds Filed (\$M)	Reason	Status	Bookrunner(s)	Industry
1/16/19	8/27/18	Alzheon, Inc.	ALZH	IPO	30.0		Withdrawn	FFM, HCWAIN	Healthcare
					Total (\$M):				
					# of Deals:				



Last Week and This Week

Week Ending January 18, 2019

Market Performance

Global Indices	Close	1 Week Change	1 Month Change	2019 YTD	2018	52 Week High	52 Week Low
Dow Jones	24,706.4	3.0%	5.9%	5.9%	-5.6%	26,951.8	21,712.5
S&P 500	2,670.7	2.9%	6.5%	6.5%	-6.2%	2,940.9	2,346.6
NASDAQ	7,157.2	2.7%	7.8%	7.9%	-3.9%	8,133.3	6,190.2
FTSE 100	6,968.3	0.7%	3.0%	3.6%	-17.6%	10,997.2	8,258.6
CAC 40	4,875.9	2.0%	2.1%	3.1%	-15.2%	6,908.9	5,195.0
DAX	11,205.5	2.9%	4.1%	6.1%	-22.2%	16,810.8	11,720.9
Nikkei 225	20,666.1	1.5%	-1.5%	3.3%	-9.7%	220.5	171.8
Hang Seng	27,090.8	1.6%	4.7%	4.8%	-13.7%	4,283.1	3,128.9
ASX/S&P 200	5,879.6	1.8%	5.4%	4.1%	-16.2%	4,930.0	3,813.9
Brazil - Bovespa	96,096.8	2.6%	12.2%	9.3%	-1.5%	27,272.9	17,791.6
Mexico - Bolsa	44,241.5	1.6%	6.9%	6.2%	-16.2%	2,770.9	1,914.0
Toronto: TSX	15,303.8	2.4%	7.3%	6.8%	-18.9%	13,276.7	10,126.7
VIX	17.8	-2.1%	-30.4%	-30.0%	130.3%	50.3	10.2

52 Week High	52 Week Low
939.4	723.5
605.2	500.6
579.4	398.4
501.3	370.5
1,107.3	921.2
678.7	507.5
1,332.9	1,011.3
401.6	296.6
1,191.6	1,004.8
2,443.1	1,785.7
1,464.6	1,066.4
169.1	130.9
287.0	240.9

Bond Yields	Close	1 Week Change	1 Month Change	2019 YTD	2018
U.S. Treasury - 2 Year	2.62	+ 7 bps	- 1.3 bps	+ 12 bps	+ 62 bps
U.S. Treasury - 10 Year	2.79	+ 9 bps	+ 2 bps	+ 11 bps	+ 25 bps
U.S. Treasury - 30 Year	3.10	+ 7 bps	+ 10 bps	+ 8 bps	+ 26 bps

Currency Markets	Close	1 Week Change	1 Month Change	2019 YTD	2018
EUR in USD	1.137	-1.0%	-0.5%	-0.6%	-4.8%
USD in JPY	109.665	1.2%	-2.3%	0.0%	-2.6%
GBP in USD	1.291	0.7%	2.1%	1.3%	-5.9%
CAD in USD	1.325	0.0%	-1.3%	-3.0%	9.0%

Commodities	Close	1 Week Change	2019 YTD	2018
Crude Oil	53.80	4.3%	18.5%	-24.8%
Natural Gas	3.48	18.2%	22.1%	-3.5%
Gold	1281.30	-0.6%	0.0%	-2.1%

Economic Indicators

Monday 1/21/19			Tuesday 1/22/19			Wednesday 1/23/19			Thursday 1/24/19			Friday 1/25/19		
Indicator	Period	Expectation	Indicator	Period	Expectation	Indicator	Period	Expectation	Indicator	Period	Expectation	Indicator	Period	Expectation
No Announcements Scheduled			Existing Home Sales	Dec	5.25M	MBA Mortgage	1/19	NA	Initial Claims	1/19	217K	No Announcements Scheduled		
						Apps Index			Continuing Claims	1/19	NA			
						FHFA Housing Price Index	Nov	0.3%	Leading Indicators	Dec	NA			
						EIA Crude Oil Inventories	1/19	NA	EIA Natural Gas Inventories	1/19	NA			

Source: Briefing.com