
Sehr geehrte Damen und Herren,

für Rückfragen zu der beigefügten Publikation „IPO Watch Europe Q 3 2018“ stehen Ihnen folgende Ansprechpartner gerne zur Verfügung:



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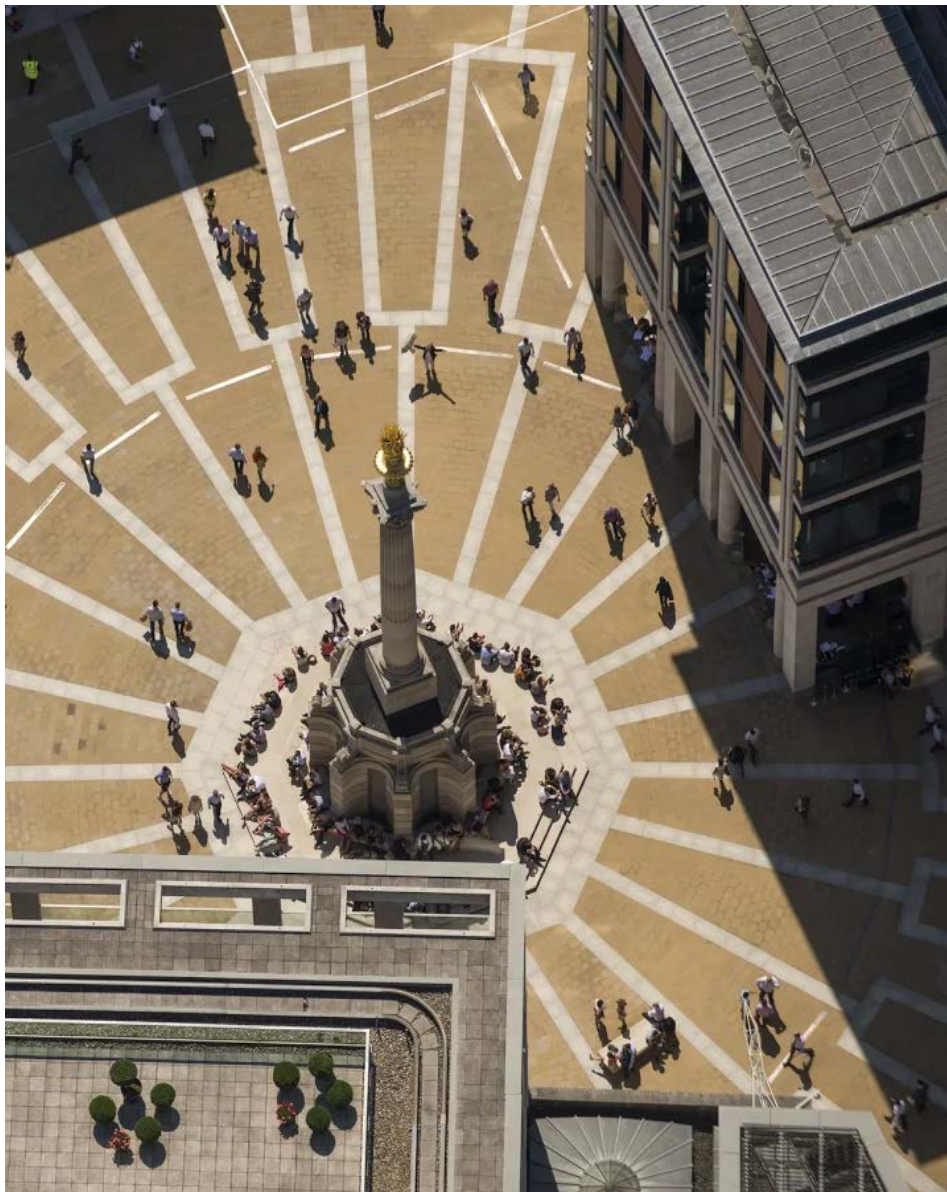
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IPO Watch

Europe Q3 2018



€3.9bn

raised in Q3 2018

(Q3 2017: €8.3bn, 53% decrease)

64 IPOs

in Q3 2018 across Europe

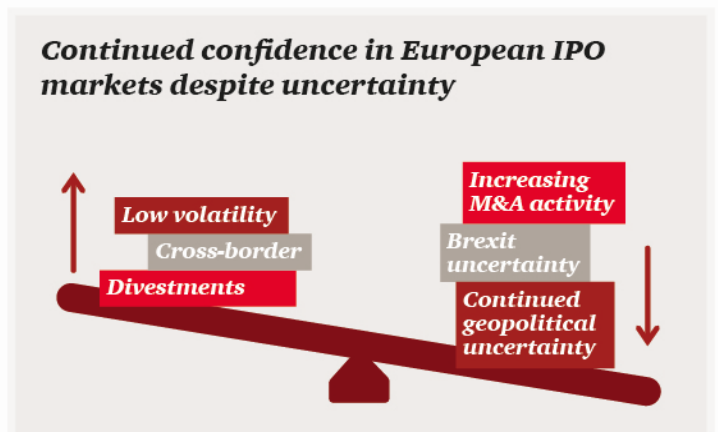
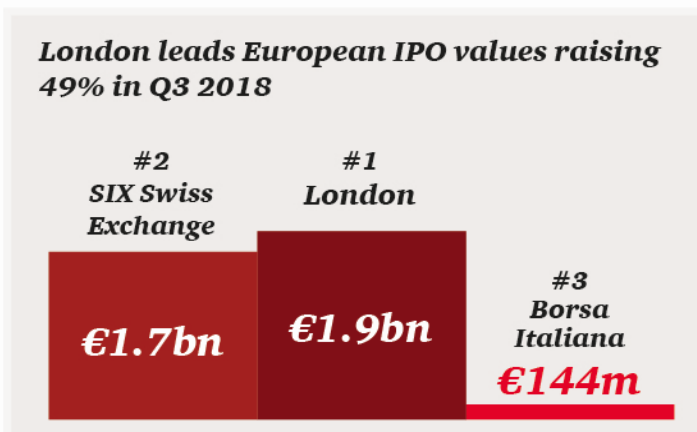
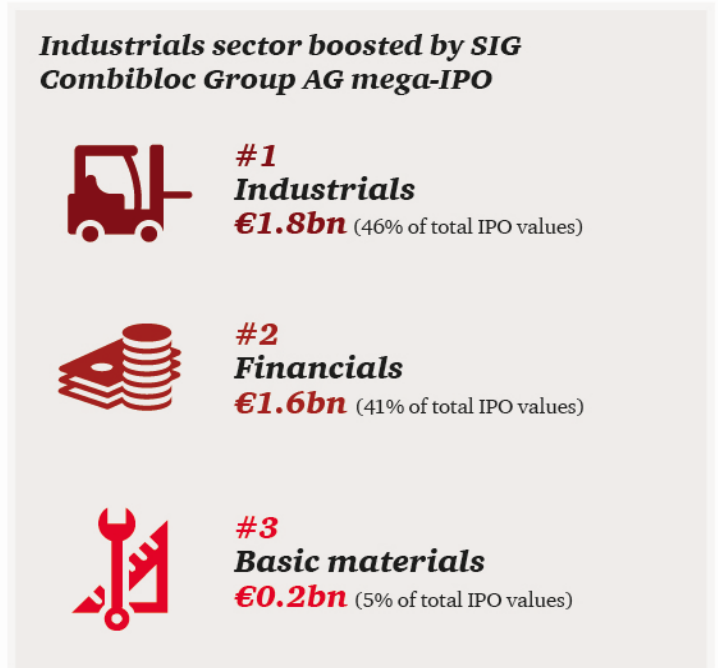
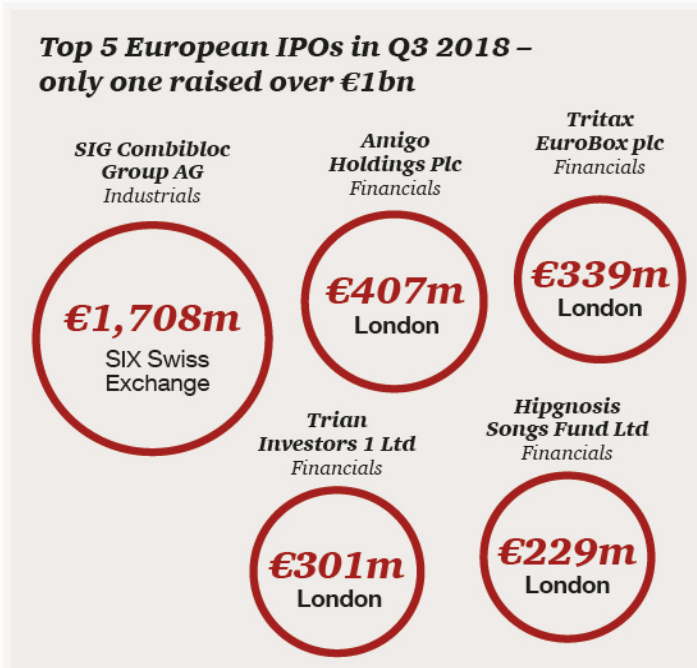
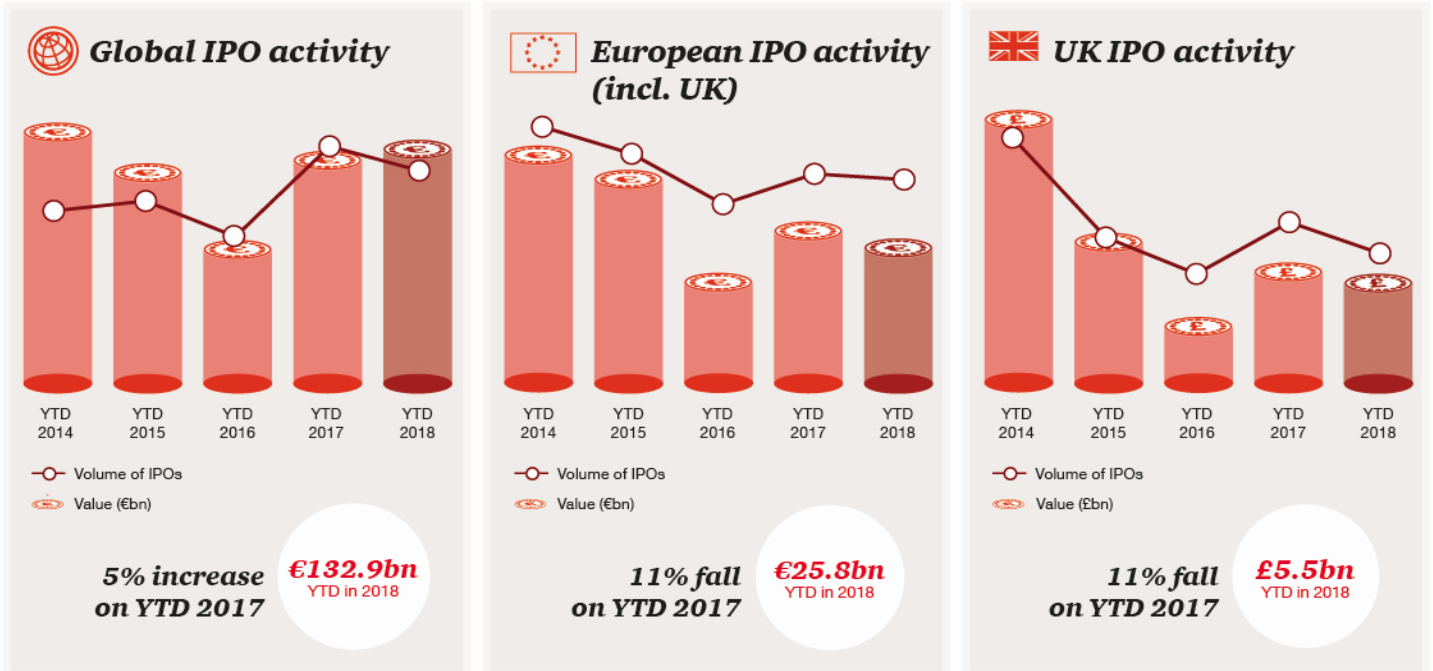
(Q3 2017: 76 IPOs, 16% decrease)

€25.8bn

IPO Proceeds raised in YTD 2018

(YTD 2017: €29.1bn, 11% decrease)

European IPO markets raise €3.9bn in Q3 2018, with proceeds down 53% compared to Q3 2017



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Outlook

“Geopolitical headwinds and the summer hiatus muted activity in Q3, with European IPO values at their lowest levels for 2 years. The pipeline going into Q4 looks relatively healthy as volatility continues to be low and there a number of mega-IPOs expected.

That said, the weak aftermarket performance of a number of recent IPOs and the wider uncertainty around the Brexit negotiations may deter prospective IPO candidates from completing a transaction on the public markets before the end of the year.”

Mark Hughes
Partner, UK Capital Markets Leader at PwC

European IPO trends

For the second quarter in a row, the London Stock Exchange is the most active in terms of volume and the largest contributor to European IPO values, representing almost half of all European IPO proceeds raised

Figure 1: Top 3 stock exchanges in Europe in Q3 2018 (by offering value)



London

16 IPOs raised: **€1.9bn**

Largest sector: **Financials**

Largest IPO: **Amigo Holdings Plc**
(€407m)



SIX Swiss Exchange

2 IPOs raised: **€1.7bn**

Largest sector: **Industrials**

Largest IPO: **SIG Combibloc Group AG**
(€1.7bn)

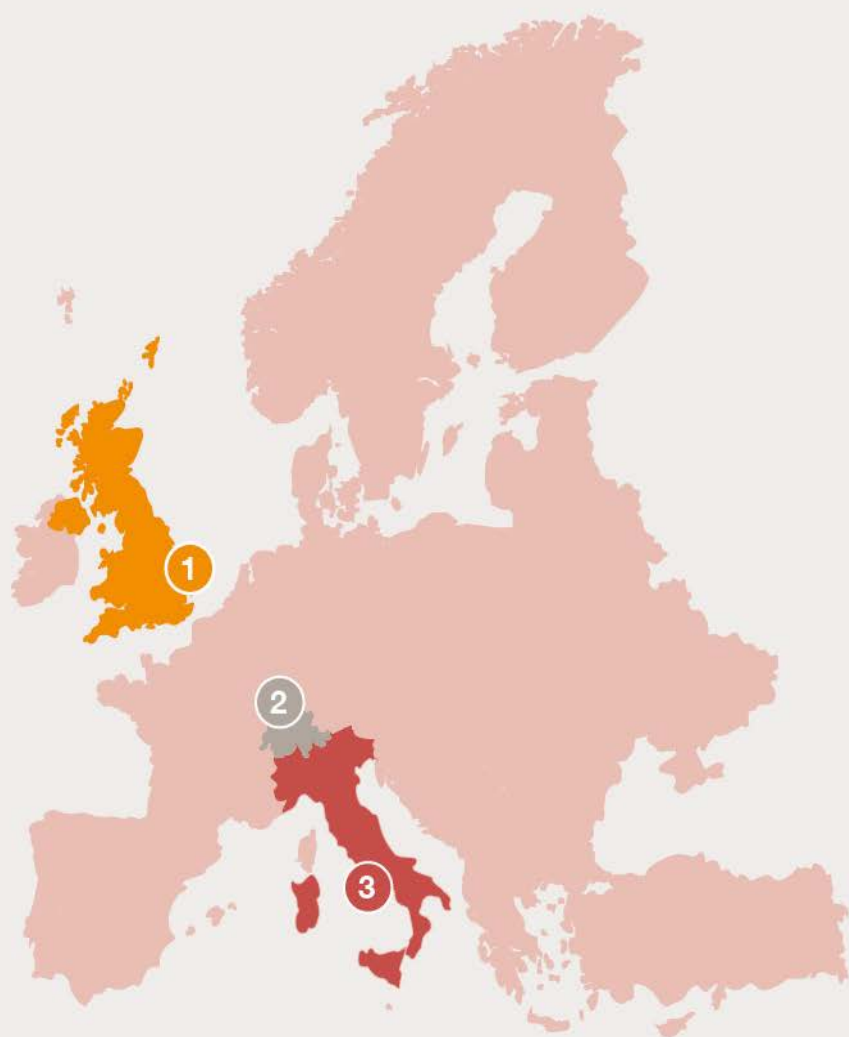


Borsa Italiana

12 IPOs raised : **€144m**

Largest sector: **Consumer Goods**

Largest IPO: **THESPAC SpA**
(€60m)



European IPO trends

Q3 2018 European IPO values and volumes are below levels seen in Q3 2017, however, have recovered from Q3 2016, when activity was dampened following the UK's vote to leave the EU

Figure 2: European IPO activity YTD September since 2008

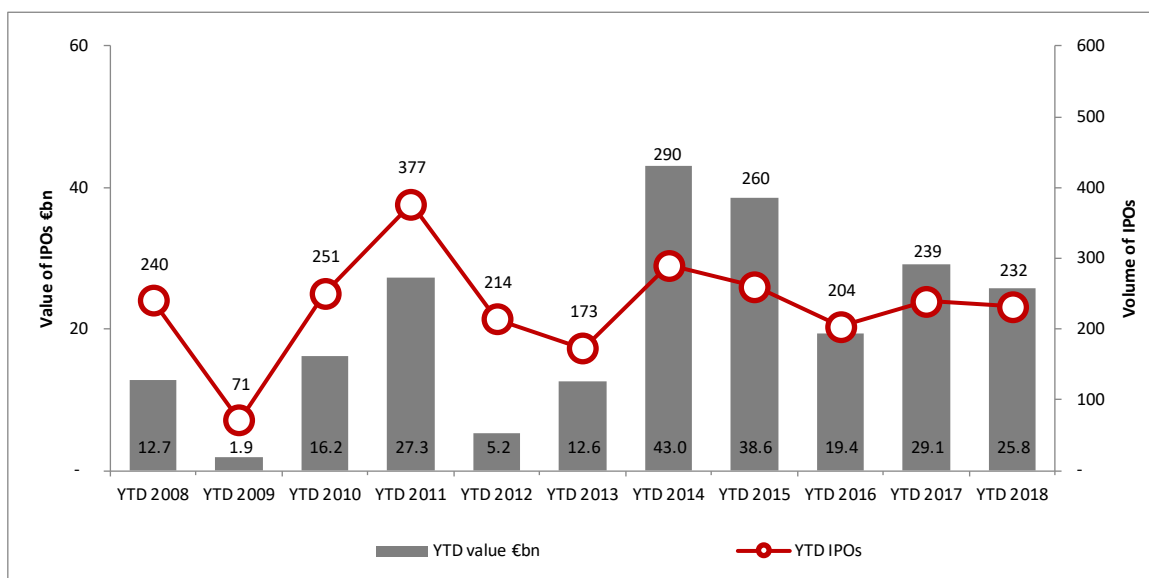
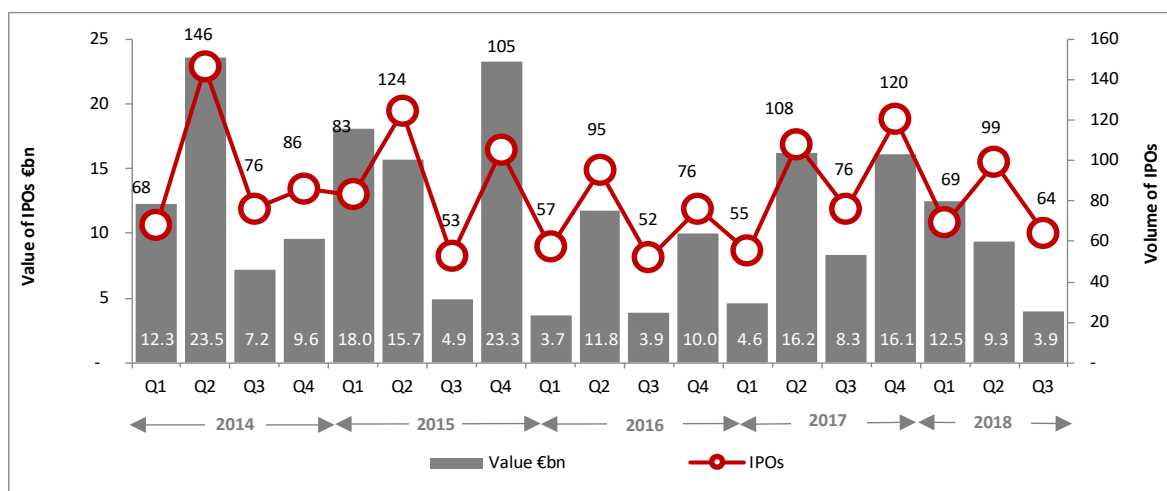


Figure 3: Quarterly European IPO activity since 2014



*Mega-IPOs are those raising in excess of €1bn

Note: Excludes IPOs on Borsa Istanbul, Zagreb Stock Exchange and Bucharest Stock Exchange pre 2011

Source: Dealogic and Stock Exchanges

Market volatility

Volatility remains stable despite geopolitical tensions, however, IPO activity in Europe remains muted

Figure 4: Volatility tracked against European IPO values

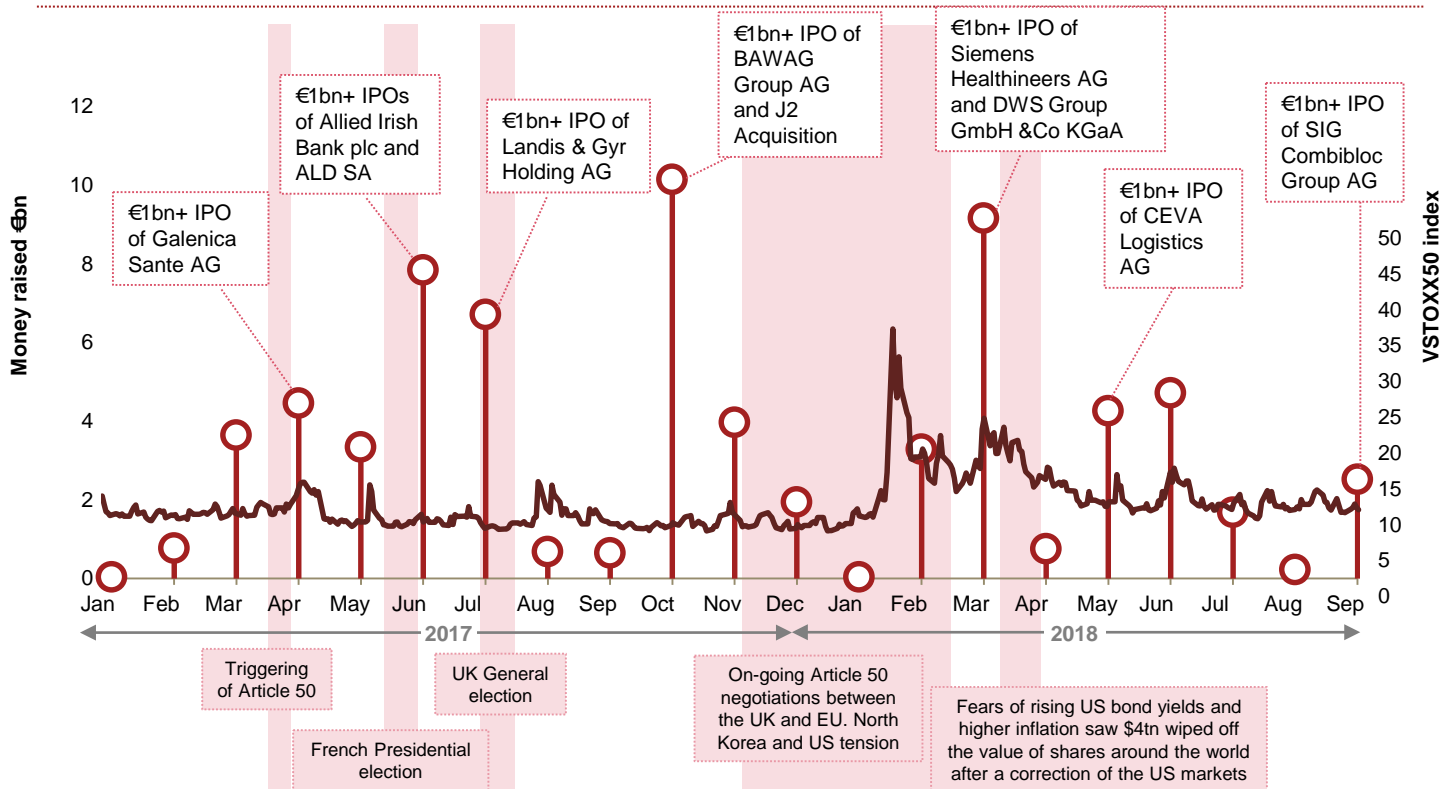
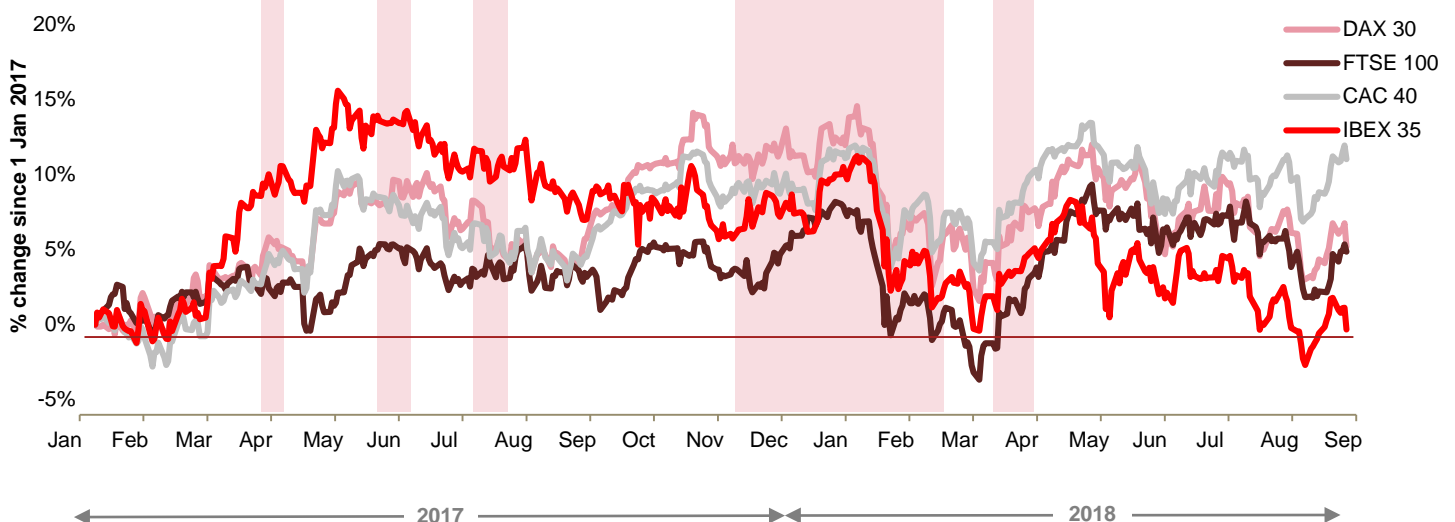


Figure 5: Historical performance of major European market indices since January 2017



Pricing of top 5 IPOs

The IPO of SIG Combibloc IPO on the SIX Swiss exchange was the largest IPO this quarter, with the remaining four largest IPOs listing in London

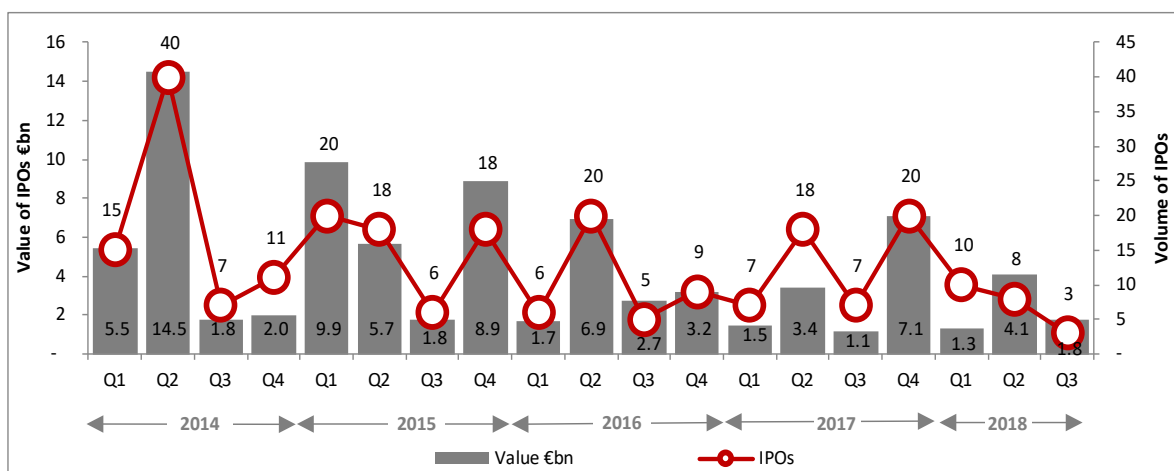
Figure 6: Top 5 European IPOs in Q3 2018

	SIG Combibloc Group AG	Amigo Holdings Plc	Tritax EuroBox plc	Triam Investors 1 Ltd	Hipgnosis Songs Fund Ltd
Exchange	SIX Swiss	London	London	London	London
IPO date	28-Sep	02-Jul	09-Jul	27-Sep	11-Jul
Money raised (€m)	1,708	407	339	301	229
Price range	CHF11.00 - CHF12.00	£2.25 - £2.95	£1.00	£1.00	£1.00
Offer price	CHF12.00	£2.75	£1.00	£1.00	£1.00

European PE trends

Volumes of PE-backed IPOs are at their lowest since Q4 2012

Figure 7: Quarterly value and volume of European PE backed IPOs since 2014



The sector story

Industrials represent the largest sector in Q3 2018, supported by the mega-IPO* of SIG Combibloc Group AG

Figure 8: European IPO values by sector

By offering value (€m)	Q1 2018	Q2 2018	Q3 2018	YTD 2018	YTD 2017	Variance vs YTD 2017
Industrials	106	2,050	1,799	3,955	9,218	(5,263)
Financials	4,879	3,160	1,621	9,660	3,194	6,466
Basic Materials	779	-	173	952	639	313
Consumer Goods	436	220	132	788	4,609	(3,821)
Consumer Services	632	1,439	105	2,176	4	2,172
Health Care	4,478	246	82	4,806	2,214	2,592
Technology	331	2,029	16	2,376	251	2,125
Telecommunications	-	109	11	120	1,777	(1,657)
Oil & Gas	376	77	2	455	5,916	(5,461)
Utilities	463	18	-	481	1,248	(767)
Total	12,480	9,348	3,941	25,769	29,070	(3,301)



Industrials

12 IPOs raised
€1.8bn in Q3 2018

Largest IPO:
SIG Combibloc Group

€1,708m



Financials

20 IPOs raised
€1.6bn in Q3 2018

Largest IPO:
Amigo Holdings Plc

€407m



Basic Materials

3 IPOs raised
€173m in Q3 2018

Largest IPO:
Yellow Cake plc

€171m

*Mega-IPOs are those raising in excess of €1bn

Source: Dealogic and Stock Exchanges

UK focus – overview

Four out of the top five IPOs in Europe listed in London

Figure 9: UK IPO trends (by offering value)

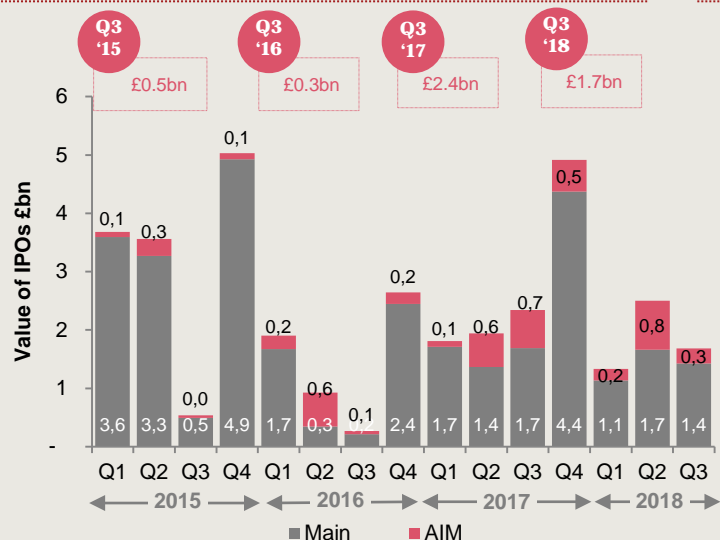


Figure 10: UK IPO trends (by volume)

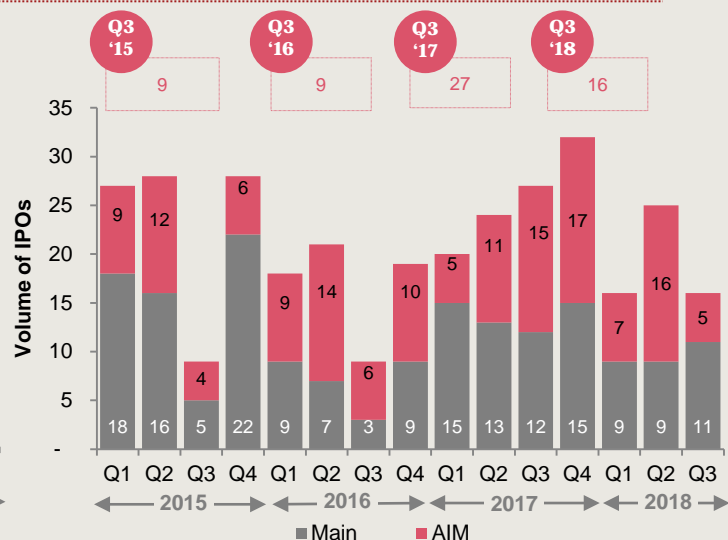


Figure 11: Top 5 UK IPOs in Q3 2018

Issuer	Value (£m)	Sector	Market	PE backed
Amigo Holdings Plc	359	Financials	Main	No
Tritax EuroBox plc	300	Financials	Main	No
Trian Investors 1 Ltd	271	Financials	Main	No
Hipgnosis Songs Fund Ltd	202	Financials	Main	No
Yellow Cake plc	151	Basic Materials	AIM	No

Note: Ranking in £ sterling may be different from ranking in Euros due to exchange rate

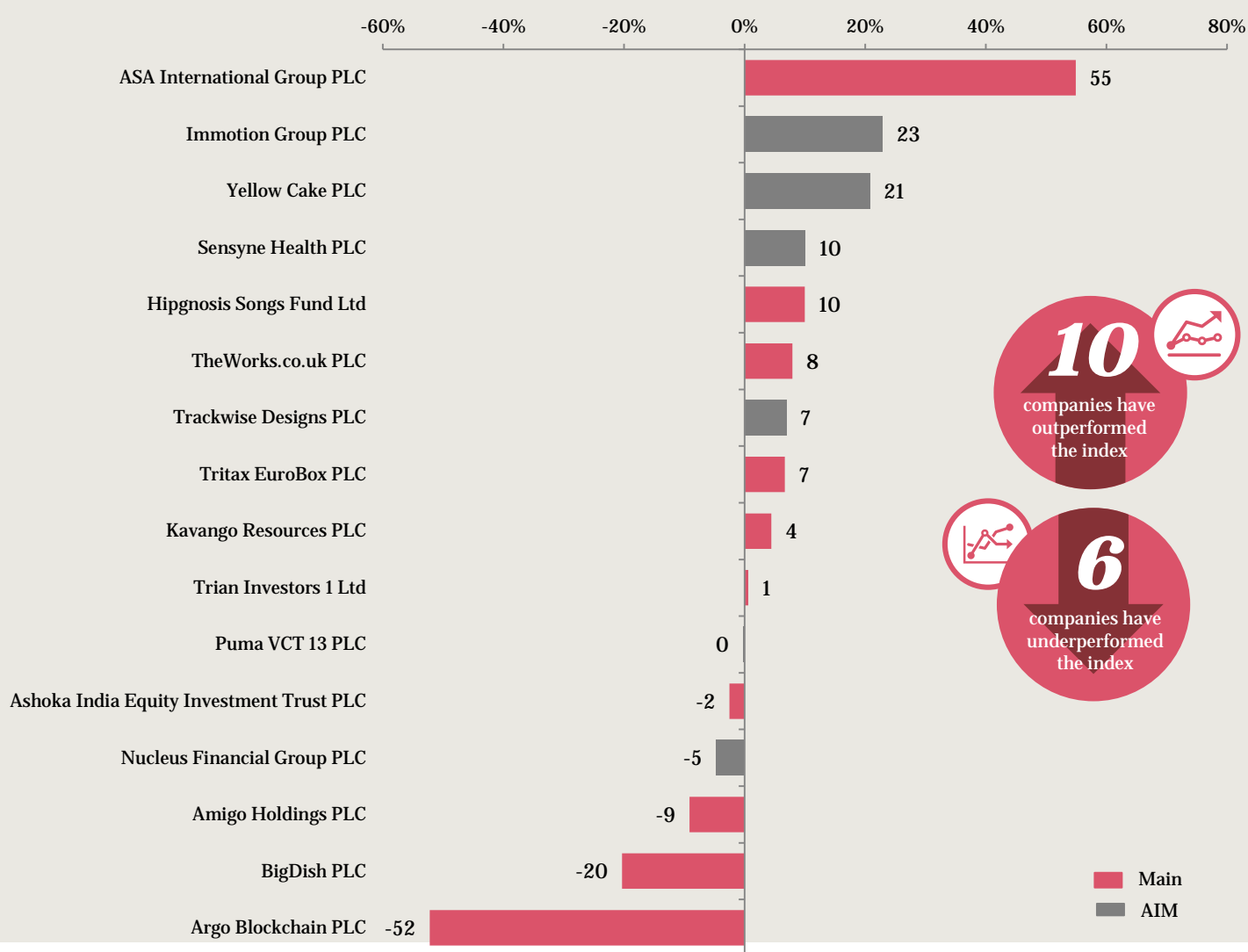
Figure 12: UK IPO value by sector

By offering value £m	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018	Variance vs Q3 2017
Financials	1,481	2,169	906	560	1,366	(115)
Basic Materials	427	1,159	2	-	153	(274)
Consumer Services	172	184	30	671	65	(107)
Health Care	15	7	-	-	60	45
Industrials	237	170	-	202	38	(199)
Technology	9	13	6	1,001	2	(7)
Oil & Gas	3	2	333	68	-	(3)
Consumer Goods	-	771	-	-	-	-
Utilities	-	441	-	-	-	-
Total	2,344	4,916	1,277	2,502	1,684	(660)

UK focus – relative performance of UK IPOs

10 out of 16 IPOs outperformed the market in Q3 2018

Figure 13: Share price performance of UK IPOs relative to the FTSE all share index, from IPO to 28 September 2018 (%)



“The financial sector dominates once again in London, accounting for over 80% of London values with ASA International Group, the African and Asian focused global microfinance provider, showing the strongest share price performance post-IPO this quarter. The relative performance of UK IPOs was also encouraging with 10 of the 16 IPOs this quarter outperforming the index, signalling that investors remain confident in those issuers coming to market.

With Brexit around the corner and negotiations still ongoing, it is promising to see a number of international issuers in the IPO pipeline, continuing to see London as ‘open for business’ and a key financial centre in Europe.”

Lucy Tarleton
 Director, UK Capital Markets Group at PwC

Global perspective

Five of the top ten global IPOs to date are Chinese Telecoms and Technology companies

Figure 14: Global IPO activity

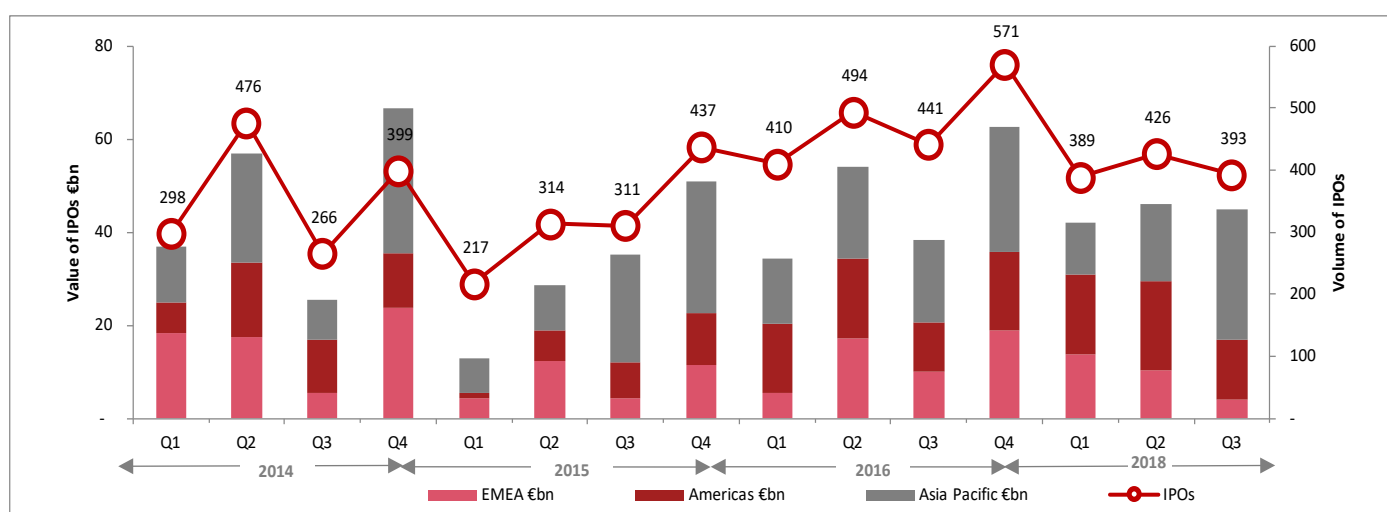


Figure 15: Top 10 global IPOs YTD 2018

Date	Issuer	Value €m	Exchange	Sector
Aug-18	China Tower Corp Ltd	6,398	Hong Kong	Telecommunications
Jul-18	Xiaomi Corp	4,694	Hong Kong	Telecommunications
Mar-18	Siemens Healthineers AG	4,200	Deutsche Börse	Health Care
Sep-18	Meituan Dianping	3,638	Hong Kong	Technology
Jun-18	Foxconn Industrial Internet Co Ltd	3,611	Shanghai	Technology
May-18	AXA Equitable Holdings Inc	2,656	NYSE	Financials
Jan-18	PagSeguro Digital Ltd	2,128	NYSE	Technology
Mar-18	iQM Inc	1,951	NASDAQ	Industrials
Sep-18	SIG Combibloc Group AG	1,708	SIX Swiss Exchange	Oil & Gas
Jul-18	Viva Energy Group Ltd	1,684	ASX	Oil & Gas

Appendix – IPOs by market

Appendix 1: European IPOs by market

	Q3 2017		Q4 2017		Q1 2018		Q2 2018		Q3 2018	
	IPOs	Value €m	IPOs	Value €m	IPOs	Value €m	IPOs	Value €m	IPOs	Value €m
TOTAL										
London Stock Exchange Group	37	3,596	44	9,438	22	2,303	31	3,484	28	2,043
<i>London Stock Exchange</i>	27	2,672	32	5,532	16	1,447	25	2,846	16	1,899
<i>Borsa Italiana</i>	10	924	12	3,906	6	856	6	638	12	144
SIX Swiss Exchange	2	2,310	1	29	3	379	3	1,426	2	1,708
Euronext	3	276	6	1,188	6	865	10	1,273	6	89
<i>Euronext Paris</i>	1	6	5	638	-	-	8	251	6	89
<i>Euronext Amsterdam</i>	1	-	-	-	4	818	1	947	-	-
<i>Euronext Dublin</i>	1	270	1	550	1	7	1	75	-	-
<i>Euronext Brussels</i>	-	-	-	-	1	40	-	-	-	-
Sofia	-	-	-	-	-	-	-	-	1	42
Nasdaq Nordic	11	537	33	1,637	13	713	24	1,805	5	21
<i>Nasdaq Stockholm</i>	9	112	24	521	5	493	14	258	2	14
<i>Nasdaq Copenhagen</i>	-	-	3	173	3	9	4	558	2	7
<i>Nasdaq Riga</i>	-	-	1	3	-	-	-	-	1	-
<i>Nasdaq Helsinki</i>	1	425	4	936	4	211	3	520	-	-
<i>Nasdaq Iceland</i>	1	-	-	-	1	-	2	322	-	-
<i>Nasdaq Tallinn</i>	-	-	1	4	-	-	1	147	-	-
Deutsche Börse	3	234	5	1,060	6	5,849	7	851	1	17
BME (Spanish Exchange)	8	-	9	674	5	646	6	-	11	9
Warsaw	9	1,227	10	41	2	24	10	48	4	8
Athens Stock Exchange	1	-	-	-	-	-	-	-	1	4
Oslo	1	29	9	247	5	1,011	5	-	4	-
Wiener Börse	-	-	1	1,680	-	-	-	-	1	-
Borsa Istanbul	-	-	-	-	6	650	3	461	-	-
Bucharest	-	-	2	64	1	40	-	-	-	-
Budapest	1	75	-	-	-	-	-	-	-	-
Total	76	8,284	120	16,058	69	12,480	99	9,348	64	3,941
EU-REGULATED										
SIX Swiss Exchange	2	2,310	1	29	3	379	3	1,426	2	1,708
London - Main	12	1,915	15	4,921	9	1,286	9	1,892	11	1,610
Euronext	3	276	4	1,161	6	865	5	1,135	2	60
Sofia	-	-	-	-	-	-	-	-	1	42
Deutsche Börse - Prime and General Standard	2	231	4	1,033	4	5,719	7	851	1	17
BME (Spanish Exchange) - Main	-	-	1	667	1	646	-	-	1	9
Warsaw - Main	2	1,215	3	23	1	22	3	45	1	5
Athens Stock Exchange	1	-	-	-	-	-	-	-	1	4
Wiener Börse	-	-	1	1,680	-	-	-	-	1	-
Budapest	1	75	-	-	-	-	-	-	-	-
Nasdaq Nordic - Main	1	425	10	1,373	2	289	10	1,639	-	-
Borsa Italiana - Main	1	344	4	3,400	-	-	2	440	-	-
Oslo Børs & Oslo Axess	1	29	5	247	3	1,011	-	-	-	-
Bucharest	-	-	2	64	1	40	-	-	-	-
EU-regulated sub-total	26	6,820	50	14,598	30	10,257	39	7,428	21	3,455
EXCHANGE-REGULATED										
London - AIM	15	757	17	611	7	161	16	954	5	289
Borsa Italiana - AIM	9	580	8	506	6	856	4	198	12	144
Euronext - Alternext	-	-	2	27	-	-	5	138	4	29
Nasdaq Nordic - First North	10	112	23	264	11	424	14	166	5	21
Warsaw - NewConnect	7	12	7	18	1	2	7	3	3	3
BME - Alternative	8	-	8	7	4	-	6	-	10	-
Oslo - MTF	-	-	4	-	2	-	5	-	4	-
Borsa Istanbul	-	-	-	-	6	650	3	461	-	-
Deutsche Börse - Scale	1	3	1	27	2	130	-	-	-	-
Exchange-regulated sub-total	50	1,464	70	1,460	39	2,223	60	1,920	43	486
Europe total	76	8,284	120	16,058	69	12,480	99	9,348	64	3,941

About IPO Watch Europe

IPO Watch Europe surveys all new primary market equity IPOs on Europe's principal stock markets and market segments (including exchanges in Austria, Belgium, Croatia, Denmark, France, Germany, Greece, the Netherlands, Ireland, Italy, Luxembourg, Norway, Poland, Portugal, Romania, Spain, Sweden, Switzerland, Turkey and the UK) on a quarterly basis. Movements between markets on the same exchange are excluded.

This survey was conducted between 1 July and 30 September 2018 and captures introductions as well as IPOs based on their first trading date. Values include greenshoe. All market data is sourced from Dealogic and the stock markets themselves and has not been independently verified by PricewaterhouseCoopers LLP.



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