

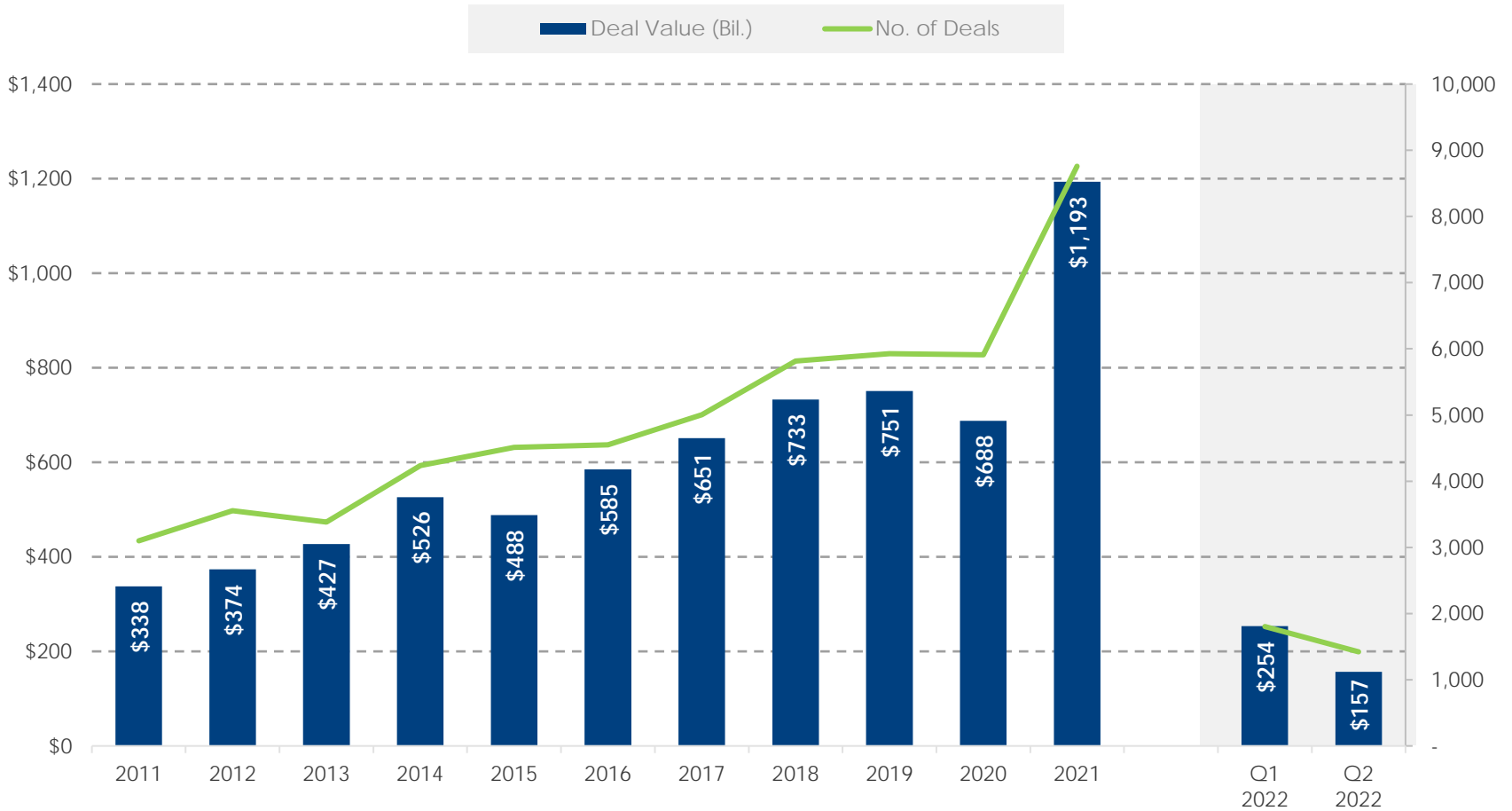
AMERICAN INVESTMENT COUNCIL

2022-Q2 Private Equity Trends

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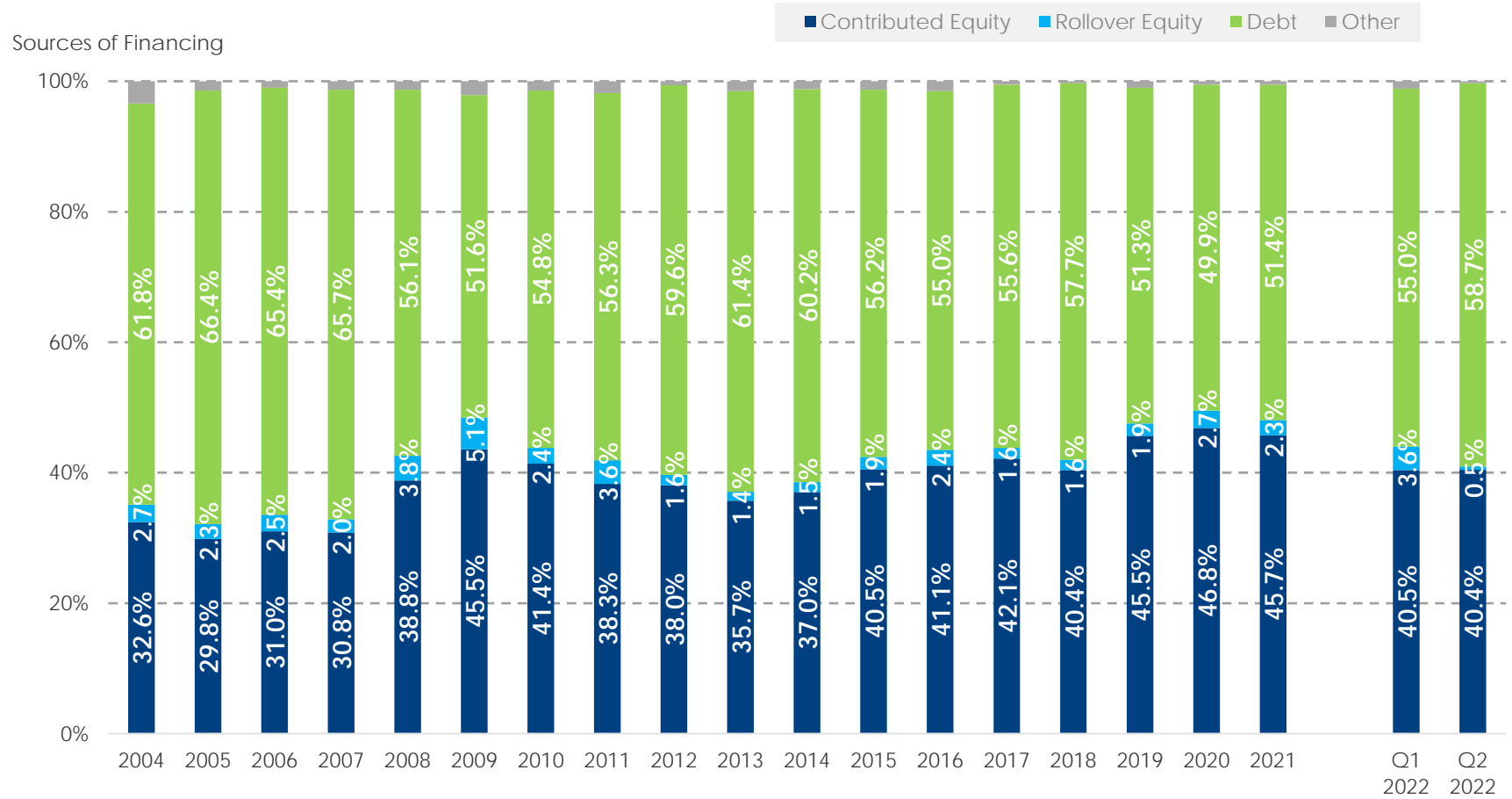
2022-Q2 Investment volume and number of deals decreased by 42% and 28% respectively from 2021-Q2



The 10 largest U.S. private equity deals in 2022-Q2 accounted for 23% of total deal value

Rank	Company	Description	Date	Investment Value (Bil.)	Financial Sponsor
1	Anaplan	Business/Productivity Software	06/21/2022	\$10.70	Thoma Bravo
2	Datto	Systems and Information Management	06/23/2022	\$6.20	Insight Partners, Ireland Strategic Investment Fund, Kaseya, Sixth Street Partners, TPG
3	Oldcastle BuildingEnvelope	Building Products	04/29/2022	\$3.45	KPS Capital Partners
4	Houghton Mifflin Harcourt	Publishing	04/07/2022	\$2.80	Veritas Capital
5	Bottomline Technologies	Financial Software	05/13/2022	\$2.60	Thoma Bravo
6	Veracode	Network Management Software	04/29/2022	\$2.50	Sixth Street Partners, TA Associates Management
7	Annaly Capital Management	Real Estate Investment Trusts	05/26/2022	\$2.40	Ares Credit Group
8	Prudential Annuities Life Assurance Corporation	Life and Health Insurance	04/01/2022	\$2.20	Fortitude Re, The Carlyle Group
9	Ferro	Multi-line Chemicals	04/21/2022	\$2.10	American Securities, Prince
10	Tivity Health	Other Healthcare Services	06/28/2022	\$2.00	Stone Point Capital

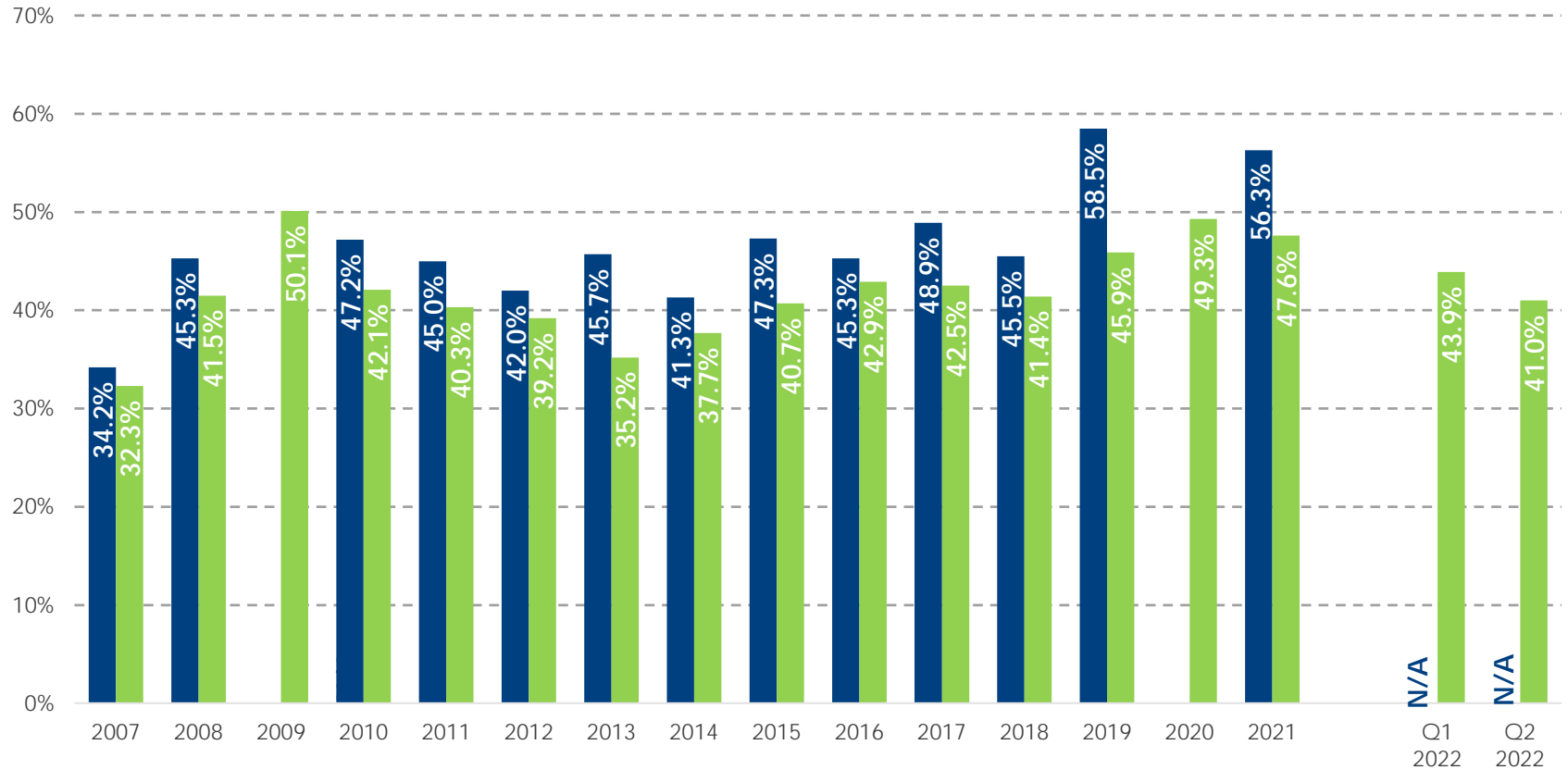
The average proportion of equity financing for LBO transactions decreased to 40.9% in 2022-Q2



Equity financing decreased to 41.0% for large corporate in 2022-Q2

Equity Financing

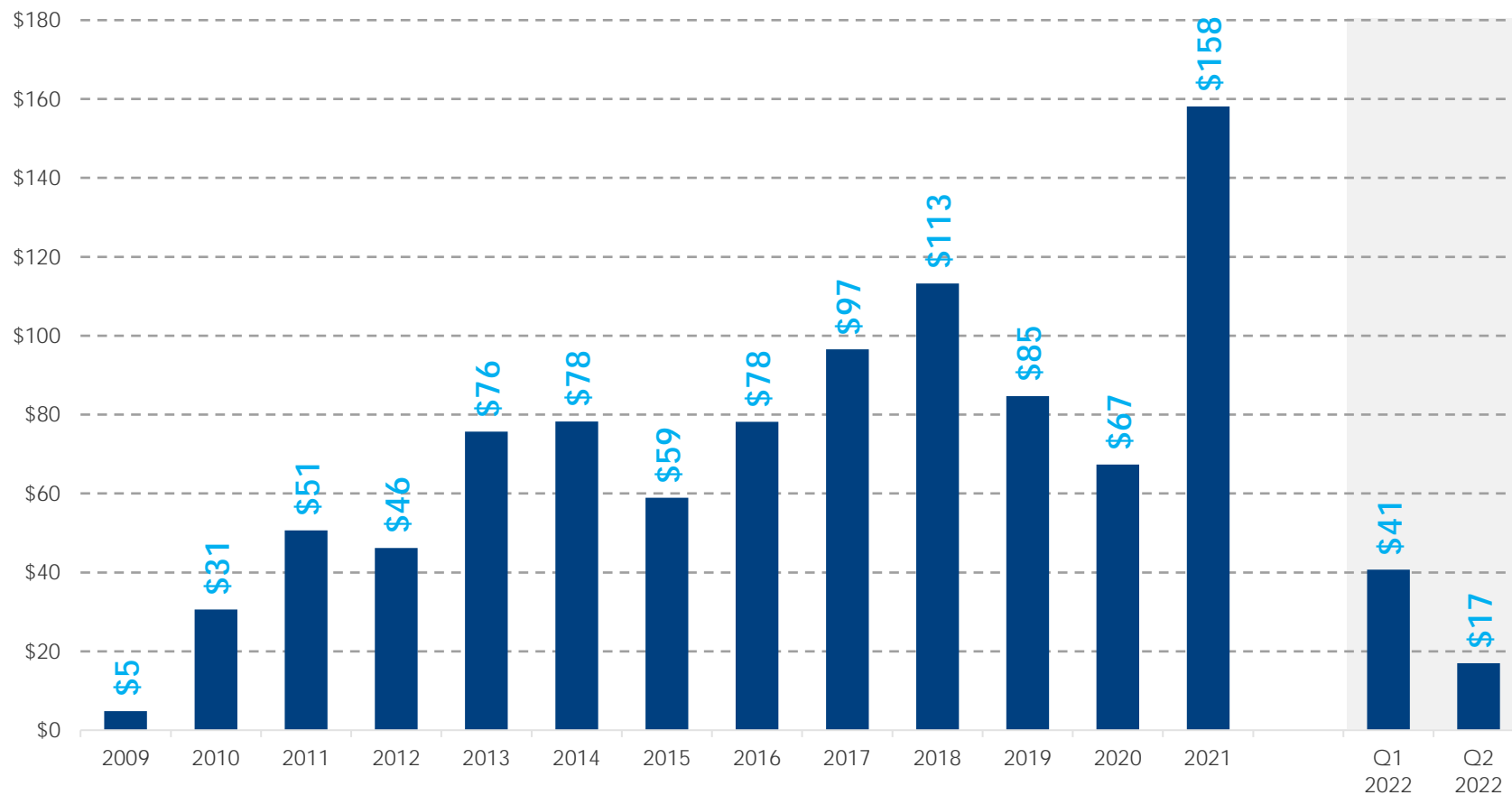
■ Middle Market ■ Large Corporate



Note: Large corporate issuers have EBITDAs of more than \$50 million. Middle market issuers have EBITDAs of \$50 million or less.

U.S. LBO loan volume in 2022-Q2 decreased 58.6% to \$17 billion as compared to 2021-Q2

Loan Volume (Bil.)



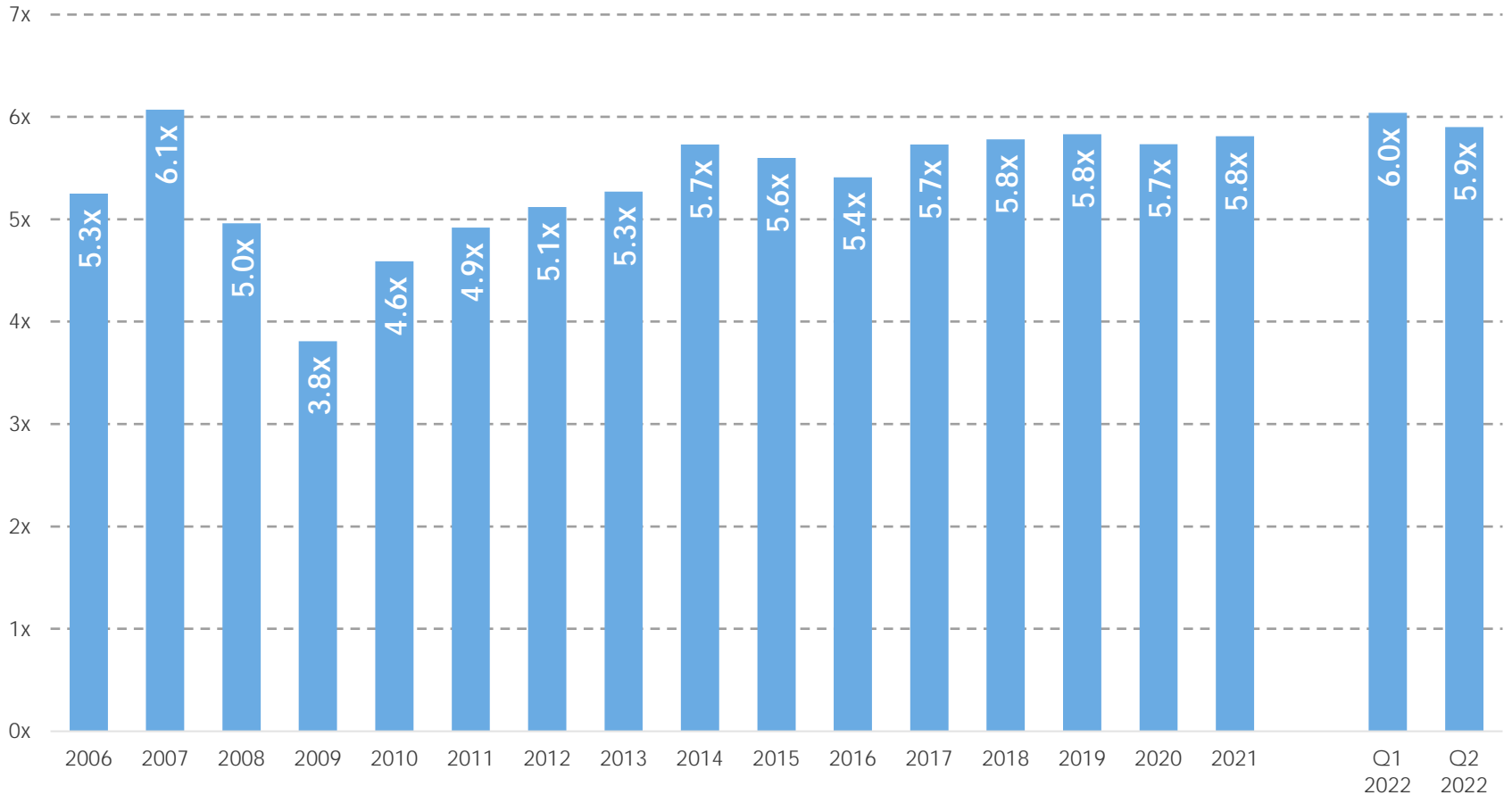
Note: Data above reflect all loans syndicated in the U.S. market for the purpose of LBOs. Ex-U.S. companies are excluded.

The 10 largest U.S. LBO loans in 2022-Q2 accounted for 87% of the total LBO loan volume

Rank	Company	Description	Launch Date ¹	Loan Value (Bil.)	Financial Sponsor
1	CDK Global	Computers & Electronics	06/02/2022	\$4.25	Brookfield Business Partner
2	Oldcastle BuildingEnvelope Inc	Building Materials	04/04/2022	\$2.03	KPS Capital Partners
3	Barracuda Networks	Computers & Electronics	05/02/2022	\$1.72	Kohlberg, Kravis & Roberts
4	Kofax	Computers & Electronics	06/06/2022	\$1.50	Clearlake Capital Group
5	BBB Industries LLC	Automotive	06/21/2022	\$1.43	Clearlake Capital Group
6	Vialto Partners	Services & Leasing	04/11/2022	\$1.17	Clayton, Dubilier & Rice
7	Veracode	Computers & Electronics	04/11/2022	\$0.89	TA Associates
8	Five Star Holding Corp	Chemicals	04/19/2022	\$0.73	Jordan Company
9	Terra Millennium	Building Materials	06/16/2022	\$0.59	HIG Capital
10	Pixelle Specialty Solutions	Forest Product	04/27/2022	\$0.57	HIG Capital

Average debt multiples for U.S. LBOs decreased to 5.9x in 2022-Q2 as compared to 6.0x in 2022-Q1

Debt/EBITDA

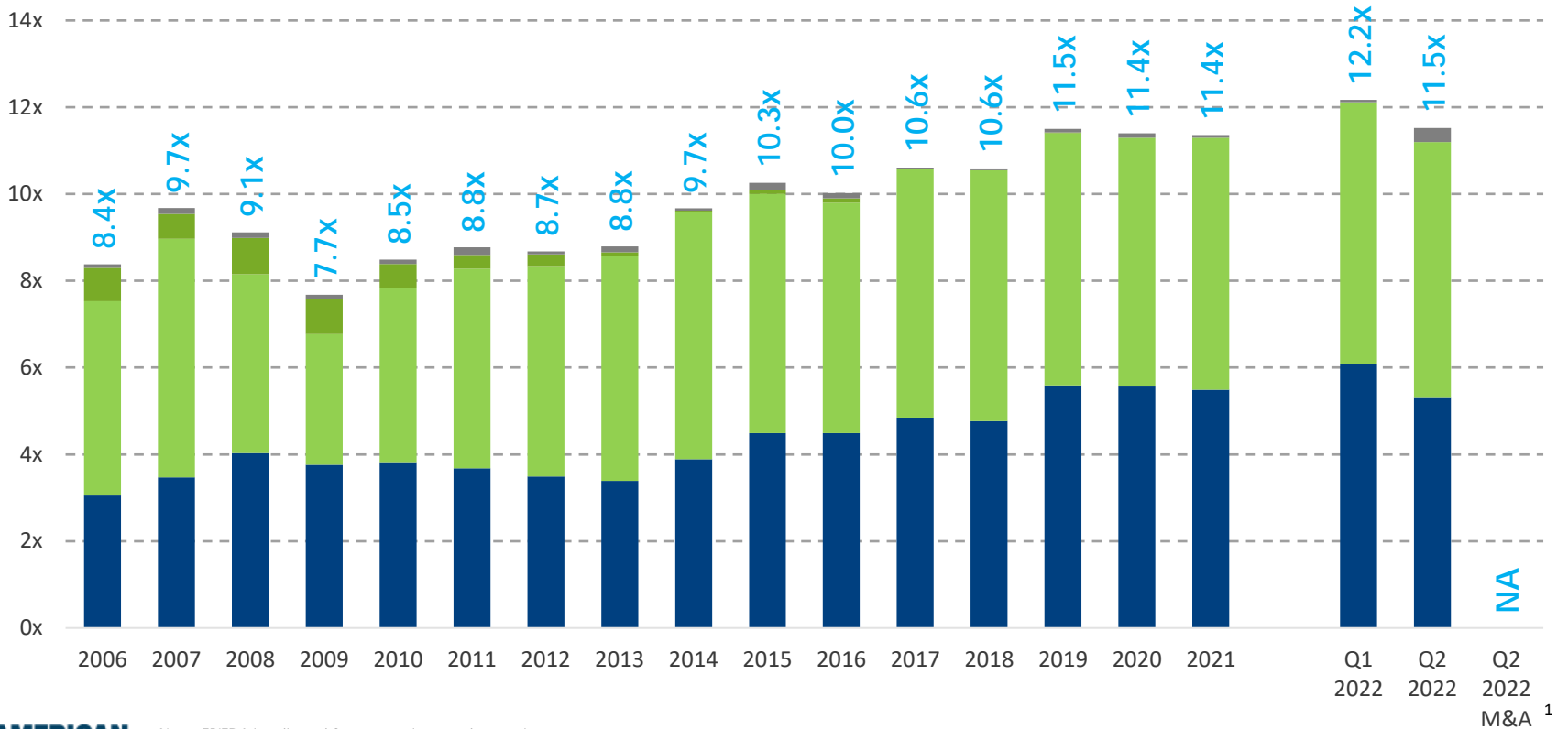


Note: EBITDA is adjusted for cost savings and synergies. Debt includes senior debt and subordinated debt.

The average purchase price multiples for U.S. LBOs decreased to 11.5x in 2022-Q2 from 12.2x in 2022-Q1

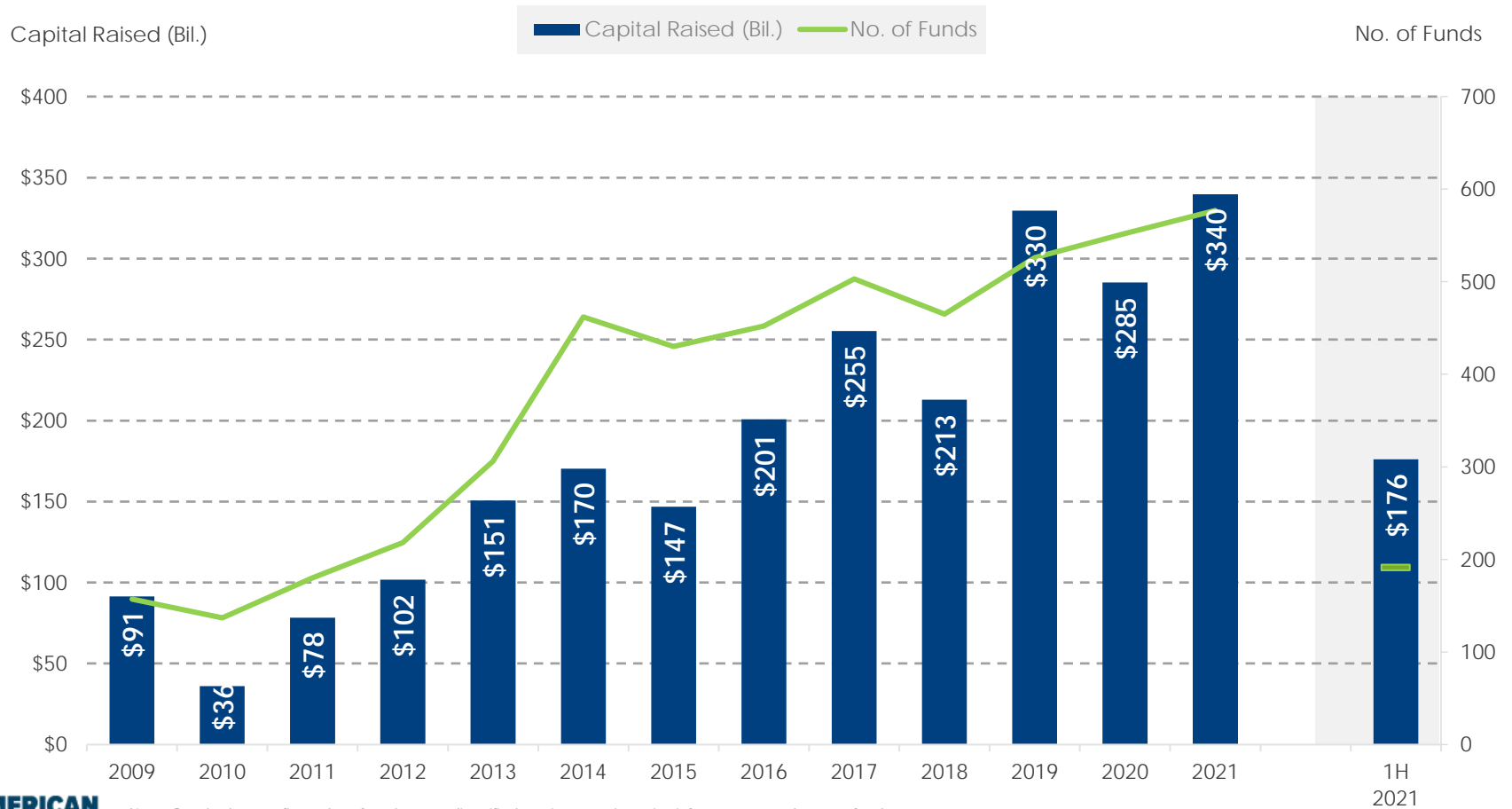
■ Equity/EBITDA ■ Senior Debt/EBITDA ■ Sub Debt/EBITDA ■ Others

Purchase Price Multiple



Note: EBITDA is adjusted for cost savings and synergies.
¹ Average purchase price multiples for three months ending Jun, 2022.

U.S. private equity fundraising volume reached \$176 billion in 2022-H1

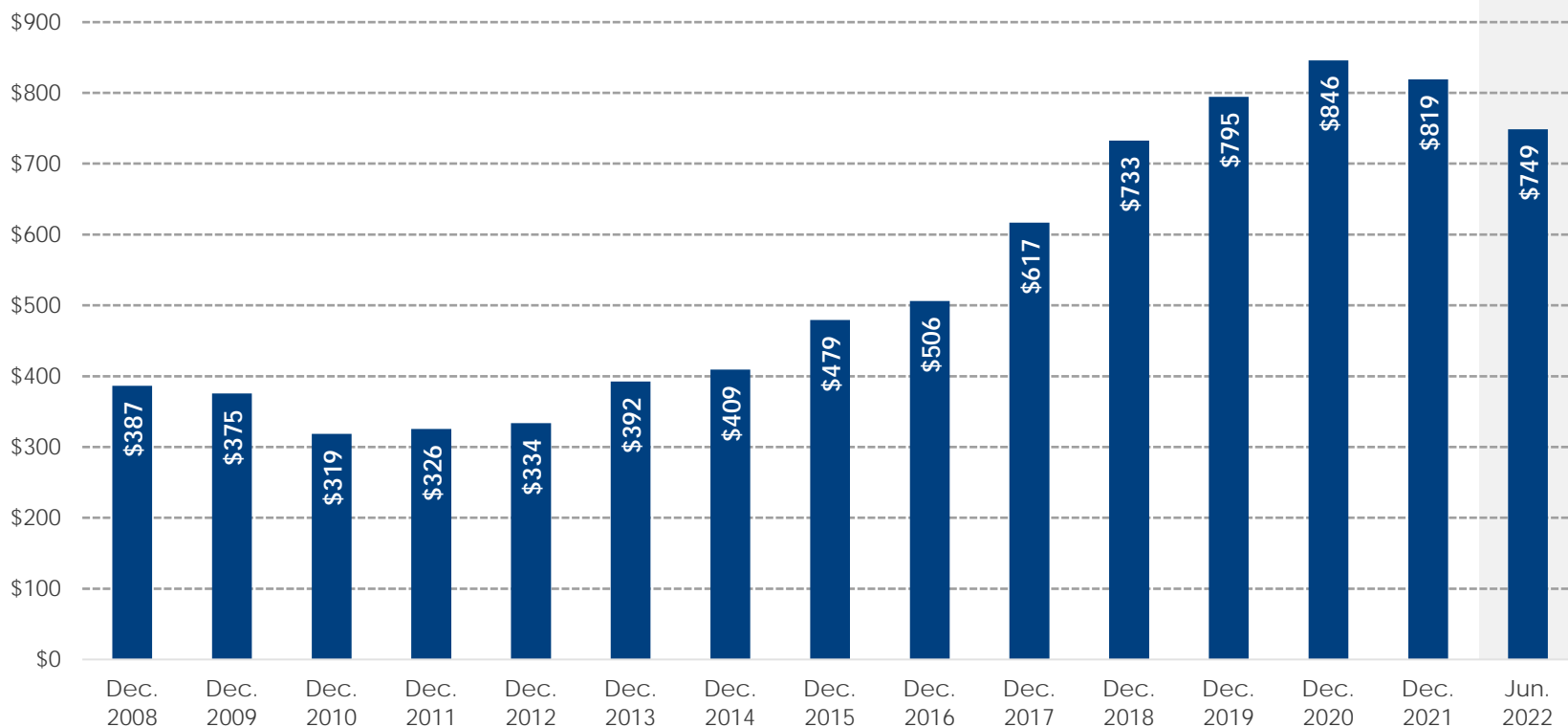


Note: Graph above reflects data from buyout, diversified equity, growth equity, infrastructure and energy funds.

U.S. callable capital reserves (“dry powder”) of private equity funds recorded at \$749 billion as of June 2022

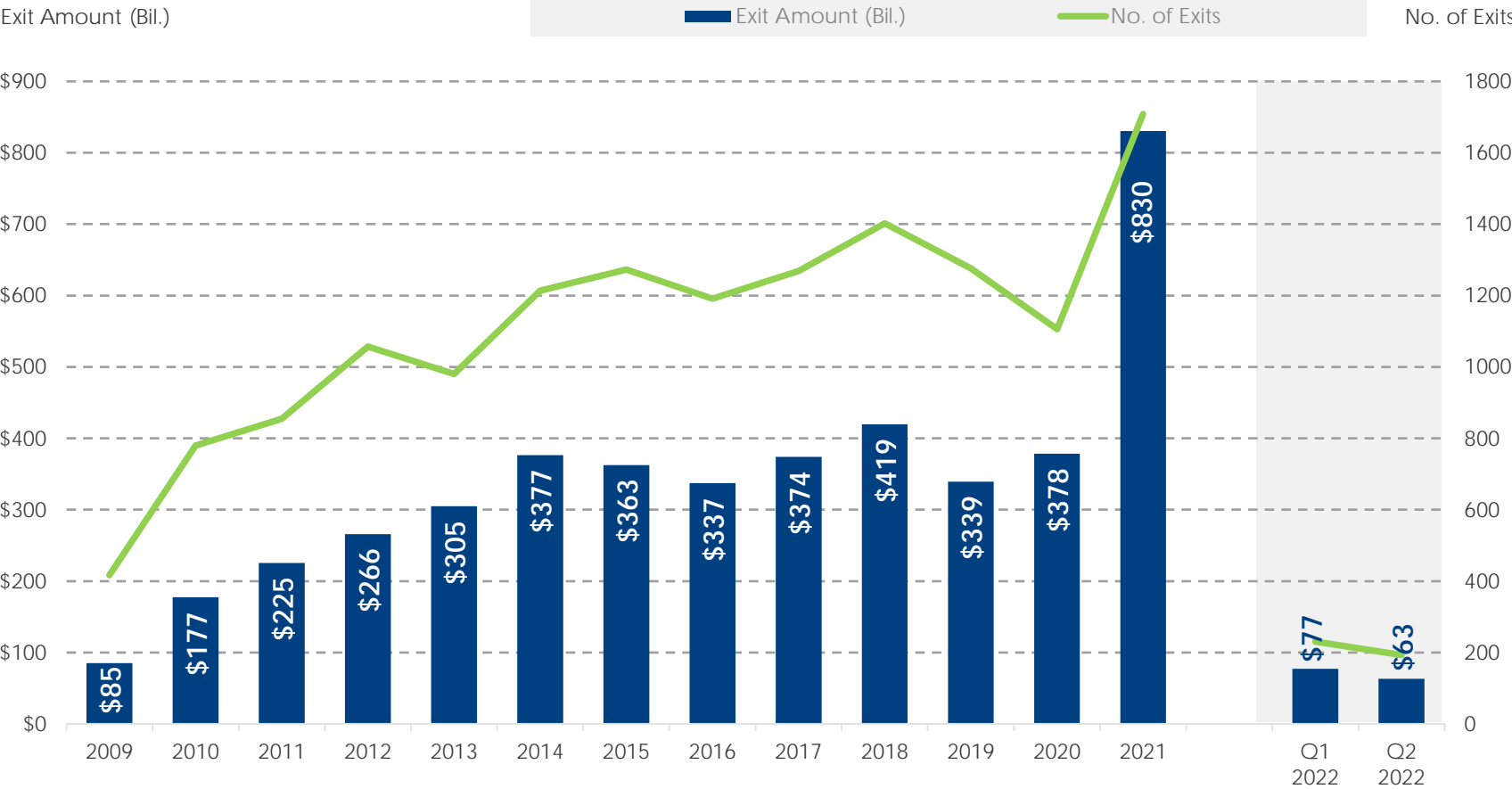
■ Dry Powder

Dry Powder (Bil.)



Note: Dry powder figures are global and not specific to the United States.

U.S. exit volume decreased 67% from \$193 billion in 2021-Q2 to \$63 billion in 2022-Q2

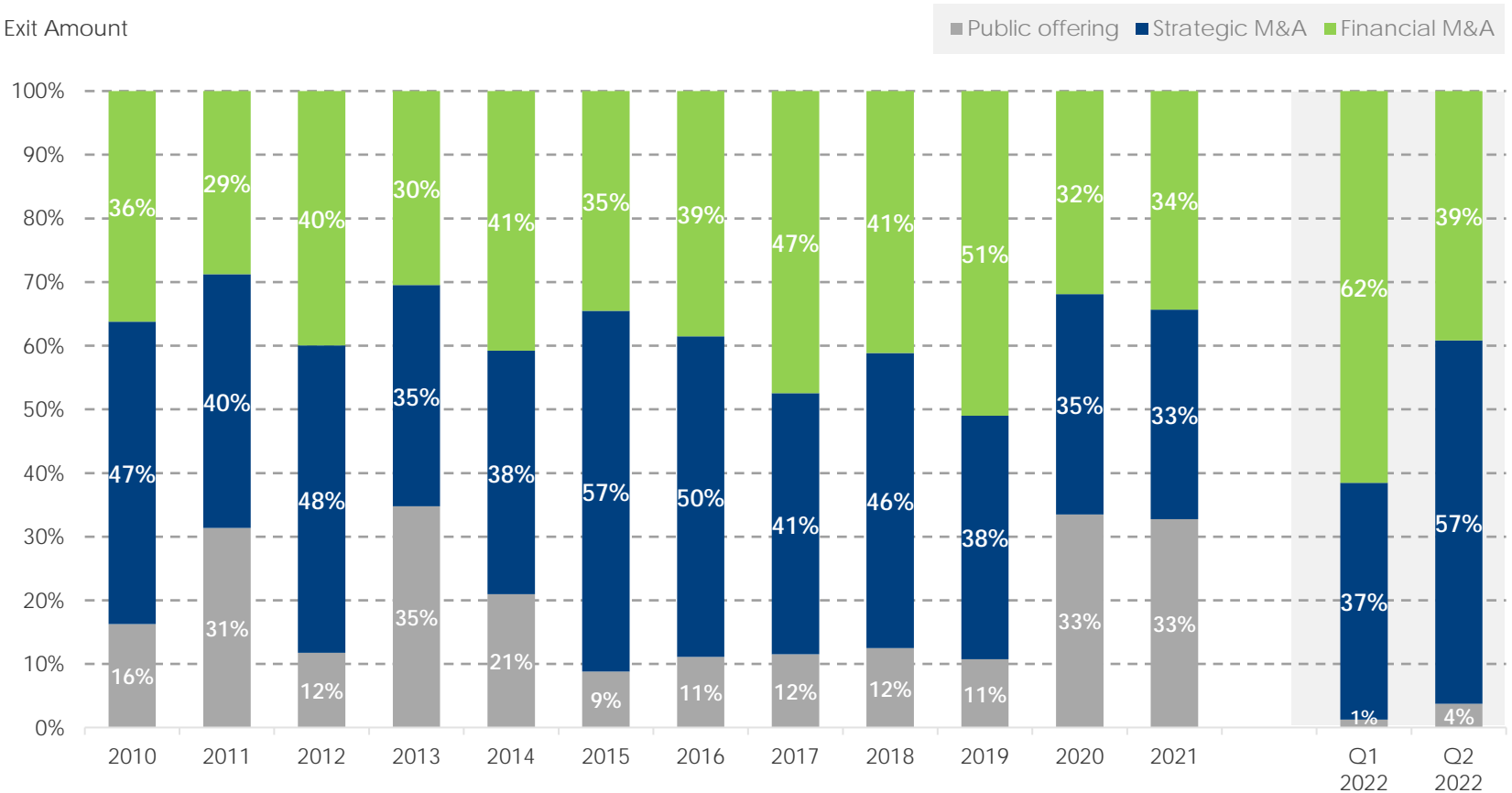


One of the ten largest U.S. private equity exits during 2022-Q2 was a strategic M&A

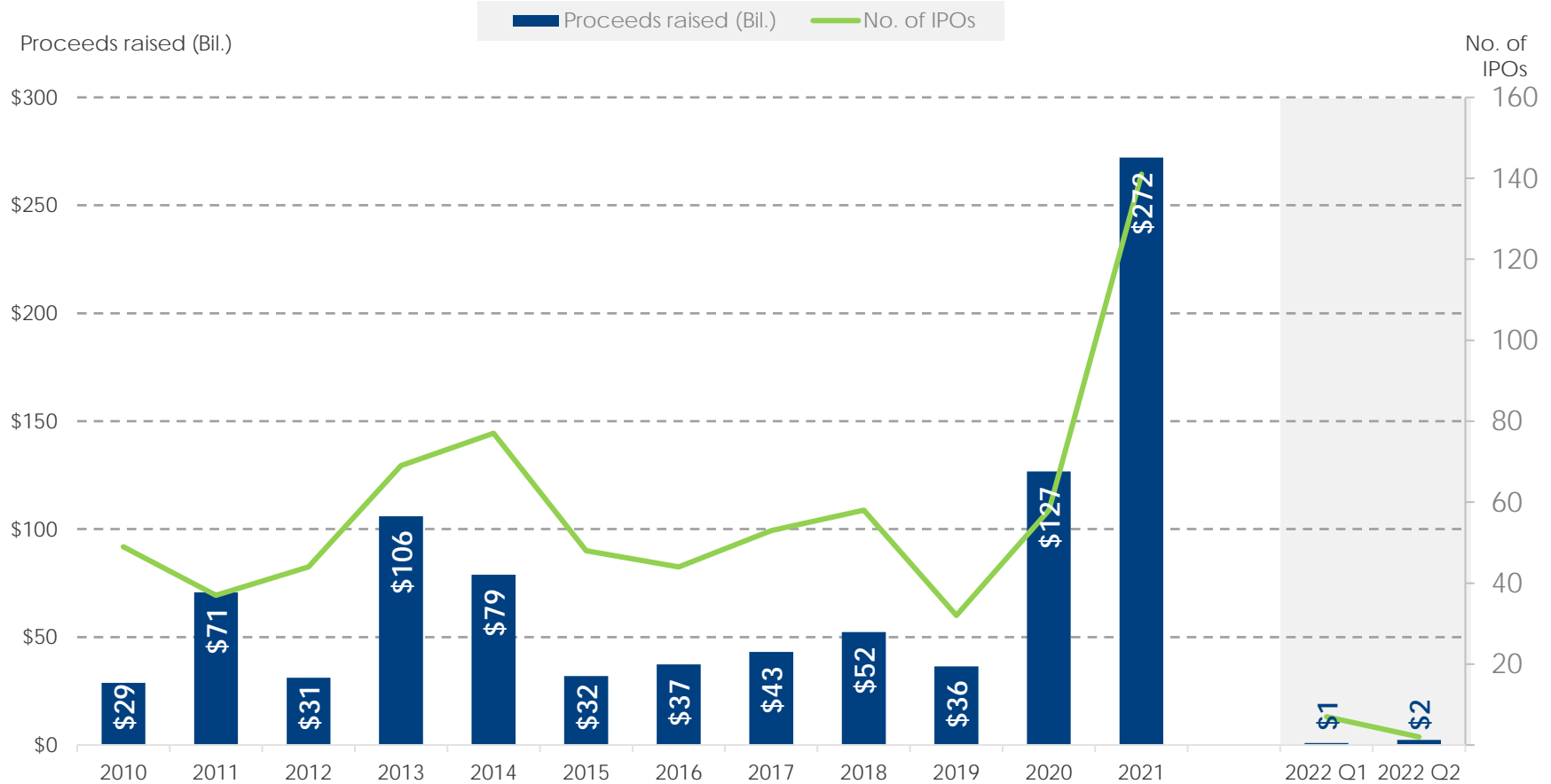
Rank	Company Name	Exit Type ¹	Date	Exit Size (Bil.)	Sellers
1	Anaplan	Financial M&A	06/21/2022	\$10.70	Coatue Management, Sachem Head Capital Management
2	Datto	Financial M&A	06/23/2022	\$6.20	Vista Equity Partners
3	Houghton Mifflin Harcourt	Financial M&A	04/07/2022	\$2.80	Anchorage Capital Group, BlackRock
4	Tivity Health	Financial M&A	06/28/2022	\$2.00	Altaris Capital Partners
5	PathGroup	Financial M&A	05/13/2022	\$1.20	Pritzker Private Capital, Vesey Street Capital Partners
6	ICM Partners	Financial M&A	06/28/2022	\$0.75	Crestview Partners
7	KKR	Financial M&A	06/27/2022	\$0.73	Kohlberg Kravis Roberts
8	Amherst Pierpont Securities	Strategic M&A	04/12/2022	\$0.60	Amherst, General Atlantic
9	Alvogen Group	Financial M&A	05/10/2022	\$0.48	Athyrium Capital Management, CVC Capital Partners, Littlejohn & Co., Temasek Holdings, Vatera Healthcare Partners
10	PetroChoice	Financial M&A	05/23/2022	\$0.48	Golden Gate Capital

Strategic M&A accounted for 57% of all U.S. private equity exits in 2022-Q2, up from 19% in 2021-Q2

Exit Amount



Proceeds raised from U.S. private equity-backed public offerings decreased 97% from \$94 billion in 2021-Q2 to \$2 billion in 2022-Q2

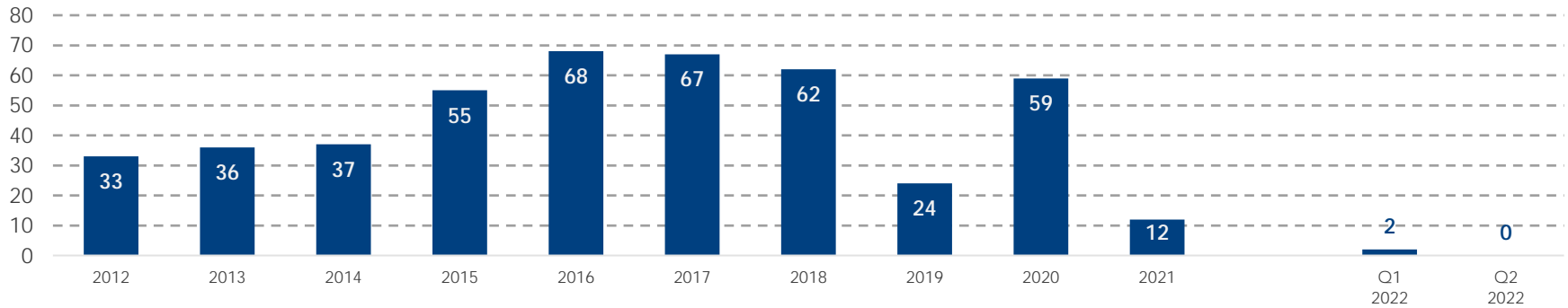


The U.S. private equity-backed initial public offering during 2022-Q2 was \$288 million

Rank	Company	Date	Exit Size (Mil.)	Sellers
1	ProFrac Services	05/13/2022	\$288.0	SDW Investments

No U.S. private equity-backed companies filed for bankruptcy during 2022-Q2

No. of Bankrupt Companies

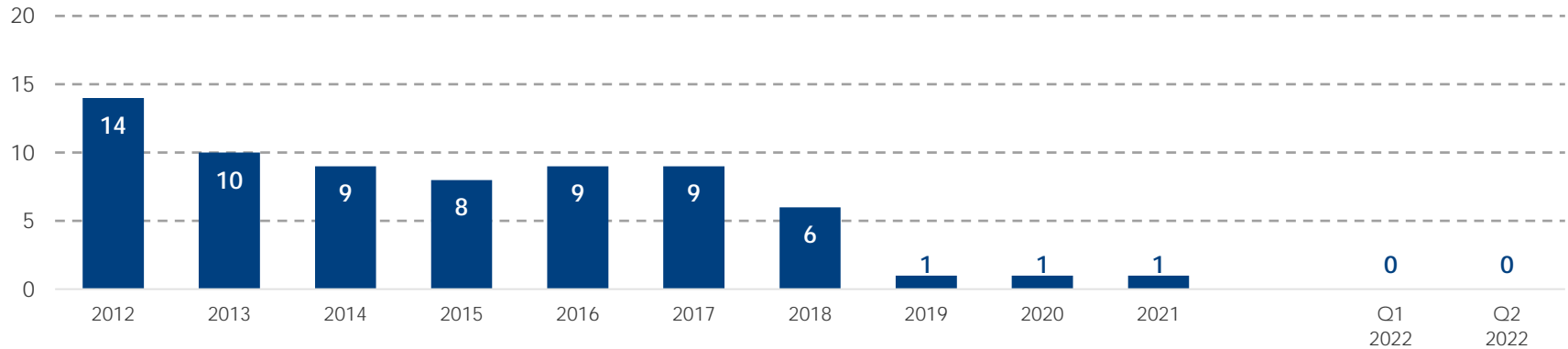


Bankruptcies of U.S. Private Equity-Backed Companies in 2022-Q2

Company	Description	Date
-	-	-

No bankrupt U.S. company received private equity investment in 2022-Q2

No. of Companies

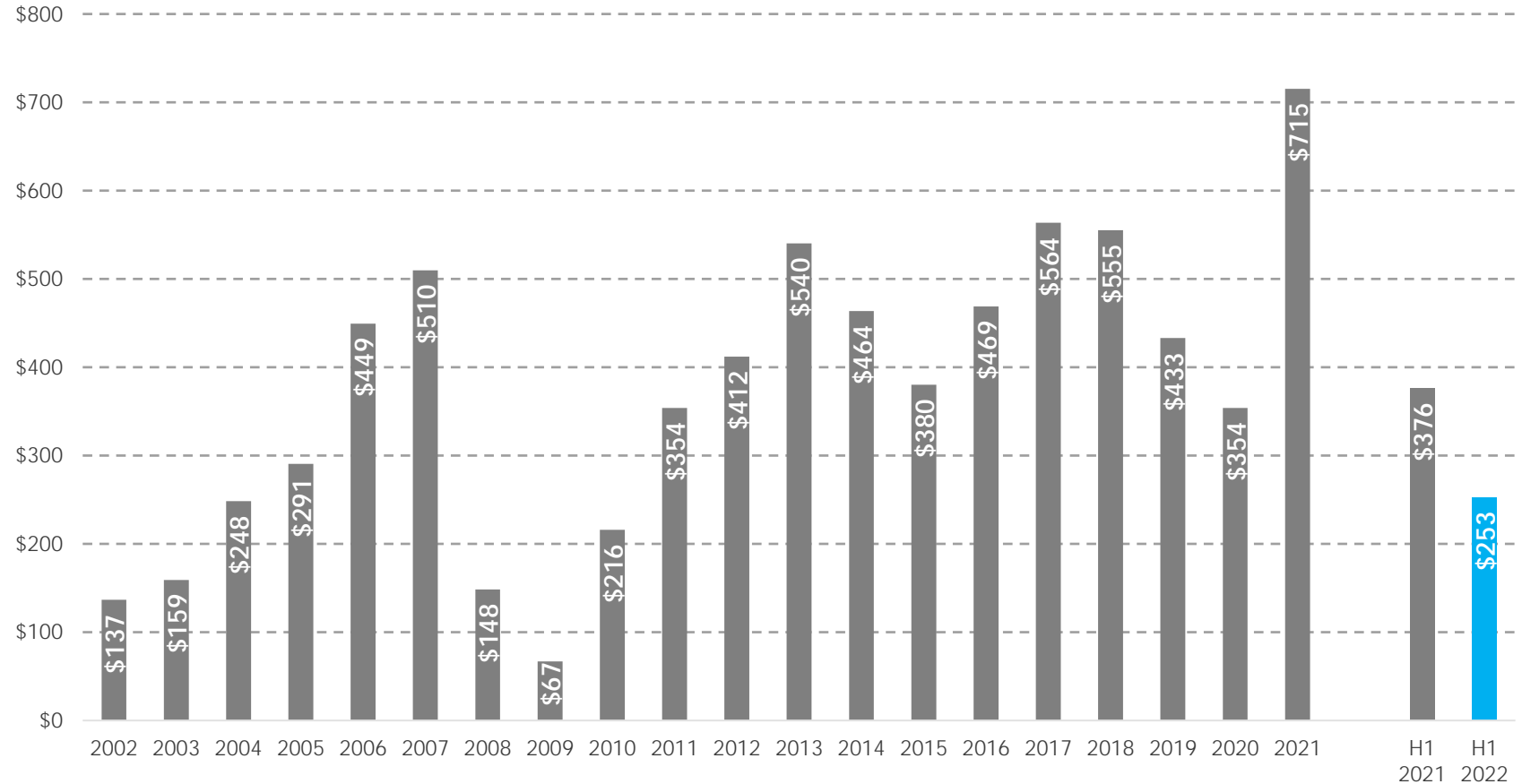


Private Equity Investment in Bankrupt U.S. Companies in 2022-Q1

Company	Description	No. of Employees	Date	Investment Value (Mil.)	Financial Sponsor
-	-	-	-	-	-

Leveraged loan volume for U.S. issuers decreased by 33% in 2022-H1 to \$253 billion from 2021-H1

Loan Volume (Bil.)



Note: For the purpose of this report, leveraged loans include speculative-grade loans or unrated loans priced at or above LIBOR+125 basis points. 2018 Quarterly data is not equal to total 2018 data



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