

# VENTURE CAPITAL REPORT

**VENTURESOURCE**

**DOW JONES**

---

## Venture Capital Report

The following report presents Dow Jones VentureSource's quarterly findings for European venture capital fundraising, investment, valuation, and liquidity. The included charts and graphs offer a comprehensive view of the trends currently affecting the venture capital market.

### Highlights for 2Q 2015 include:

European venture capital fundraising doubles from prior quarter;

---

Venture capital investment into European companies improves in consecutive quarters;

---

Initial public offerings (IPOs) experienced an increase from the prior quarter, while the number of mergers and acquisitions (M&As) fell to its lowest level since 1Q 2013.

---

# Venture Capital Report

## FUNDRAISING

### European Venture Capital Fundraising Improves in 2Q 2015

25 European venture capital funds accumulated over €2 billion during 2Q 2015, more than double the euros raised in 1Q 2015 with a 47% increase in the number of fund closings.

Compared with the year ago period, euros raised improved by 63% in two more fund closings.

The largest fund of the quarter was Index Ventures Growth Fund III, which raised €650 million, accounting for 32% of the total amount raised for 2Q 2015.

### European VC Fundraising (2012 – 2015) Based on multiple closings



## Venture Capital Report

## Largest European VC Funds Raised in 2Q 2015

### FUNDRAISING

Firm Name	Fund Name	Amount (€M) Closed in 2Q	Location	Offering Status	Fund Type	Fund Category	Closing Type
Index Ventures	Index Ventures Growth III	€ 650.00	Geneva, Switzerland	Closed	Late-stage venture capital	Venture Capital	Final
Isis Innovation Ltd.	Oxford Sciences Innovation	€ 283.98	Oxford, United Kingdom	Open	Early-stage venture capital	Venture Capital	First
European Investment Fund	Luxembourg Future Fund	€ 150.00	Luxembourg, Luxembourg	Closed	Multi-stage venture capital	Venture Capital	Final
Felix Capital	Felix Capital Fund I LP	€ 109.80	London, United Kingdom	Closed	Early-stage venture capital	Venture Capital	Final
IK Investment Partners	Industry Kapital Small Cap Fund	€ 100.00	London, United Kingdom	Open	Early-stage venture capital	Venture Capital	First

## Venture Capital Report

### FINANCING

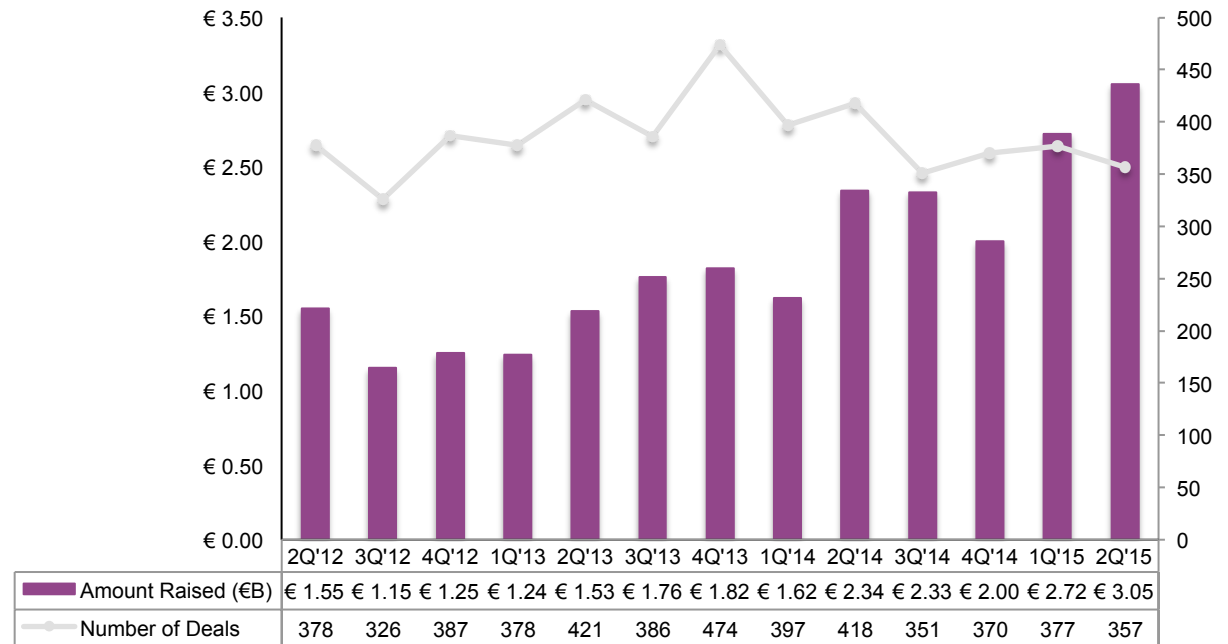
## Investment into European Venture-backed Companies Improves Once More in 2Q 2015

European companies raised just over €3 billion for 357 deals during 2Q 2015, an increase of 12% in the amount raised from 1Q 2015 despite a 5% slide in the number of deals completed.

In contrast with the year ago period, investment improved by 31% despite a 15% reduction in the number of completed deals.

Consumer Services was the strongest sector of the quarter in terms of attracting investment followed by Business and Financial Services. The sectors garnered 45% and 24% of all euros invested during 2Q 2015 respectively.

Equity Financings into Europe – based, VC-backed Companies (2012 – 2015)

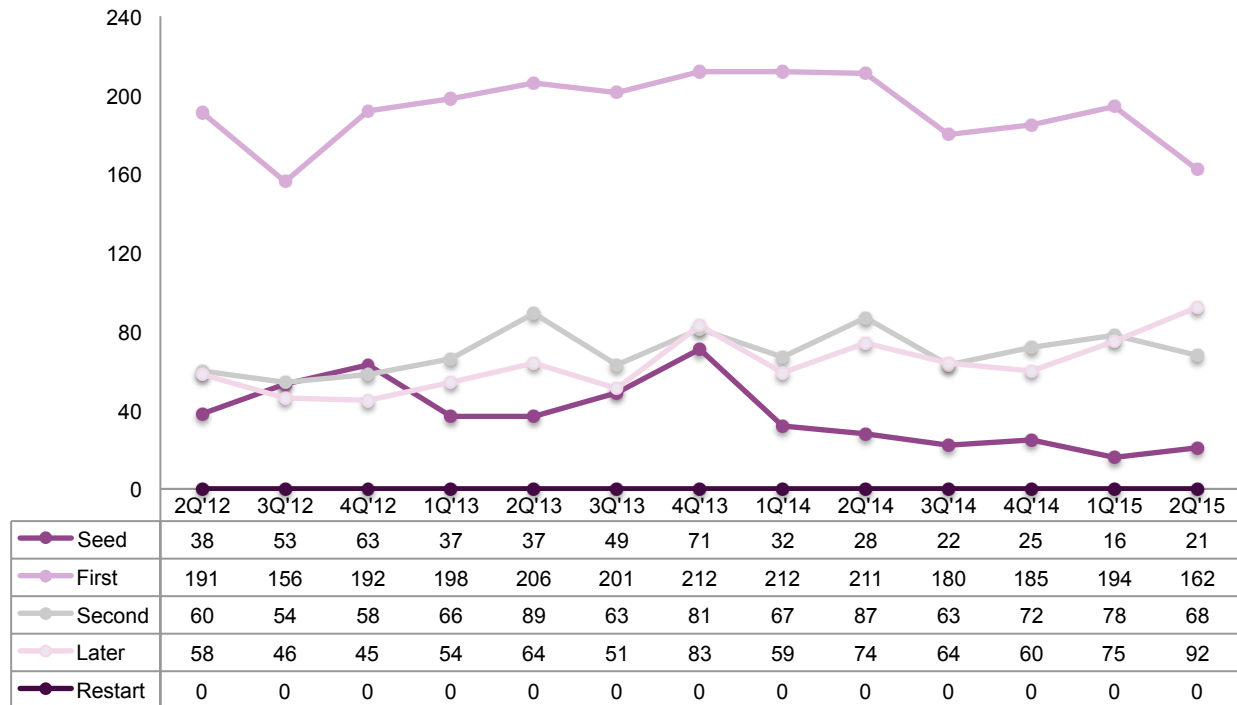


# Venture Capital Report

## FINANCING

### Equity Financings into Europe-based, VC-backed Companies, by Round Class (2012 – 2015)

#### Number of Deals



# Venture Capital Report

## FINANCING

### Equity Financings into Europe-based, VC-backed Companies, by Round Class (2012 – 2015)

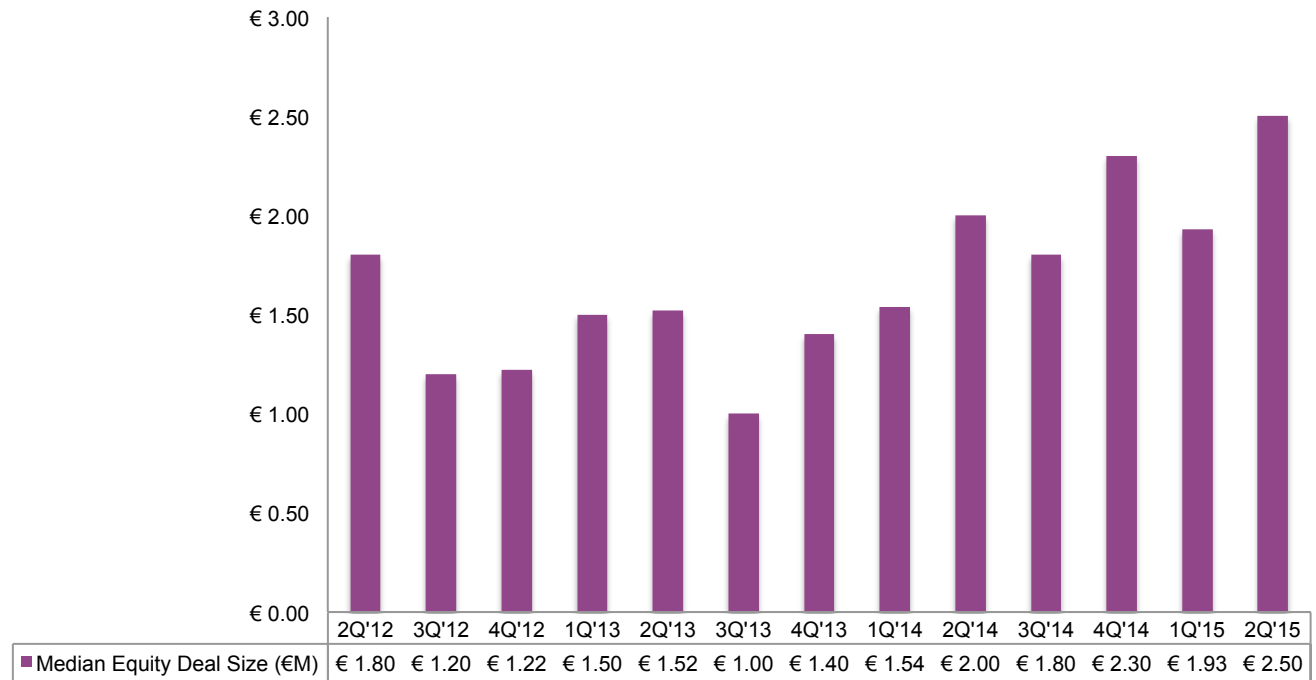
Amount Raised (€M)



# Venture Capital Report

## FINANCING

Equity Financings into Europe-based, VC-backed Companies, Median Equity Deal Size (€M)  
(2012 – 2015)





# Venture Capital Report

## FINANCING

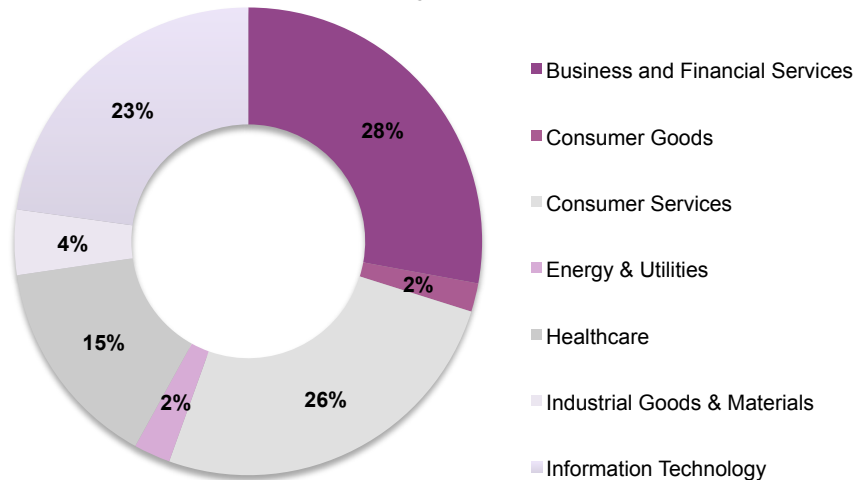
### Equity Financings into Europe-based, VC-backed Companies, by Industry Group (2Q 2015)

Consumer Services received the largest allocation of investment during 2Q 2015 (45%), accumulating €1.4 billion through 91 deals. Deal flow fell by 22% from the prior quarter, while sector investment dipped by 1%.

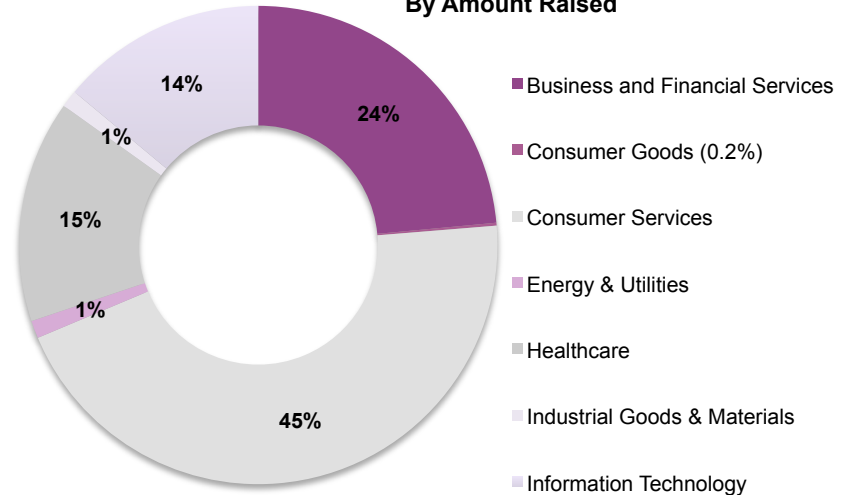
Business and Financial Services placed second in terms of equity financing, taking a 24% share of all 2Q 2015 investment. The sector raised €716 million across 99 deals, an improvement of 53% in capital raised and 16% in deals completed from the previous quarter.

Healthcare placed in third, with companies in the sector gathering 15% of the total amount invested for the quarter. The sector received €458 million across 52 deals; a rise of 48% in capital invested from 1Q 2015 despite a 10% decline in deal flow.

**2Q'15 Industry Breakdown  
By Number of Deals**



**2Q'15 Industry Breakdown  
By Amount Raised**



## Venture Capital Report

## Top 5 Deals into European VC-backed Companies (2Q 2015)

### FINANCING

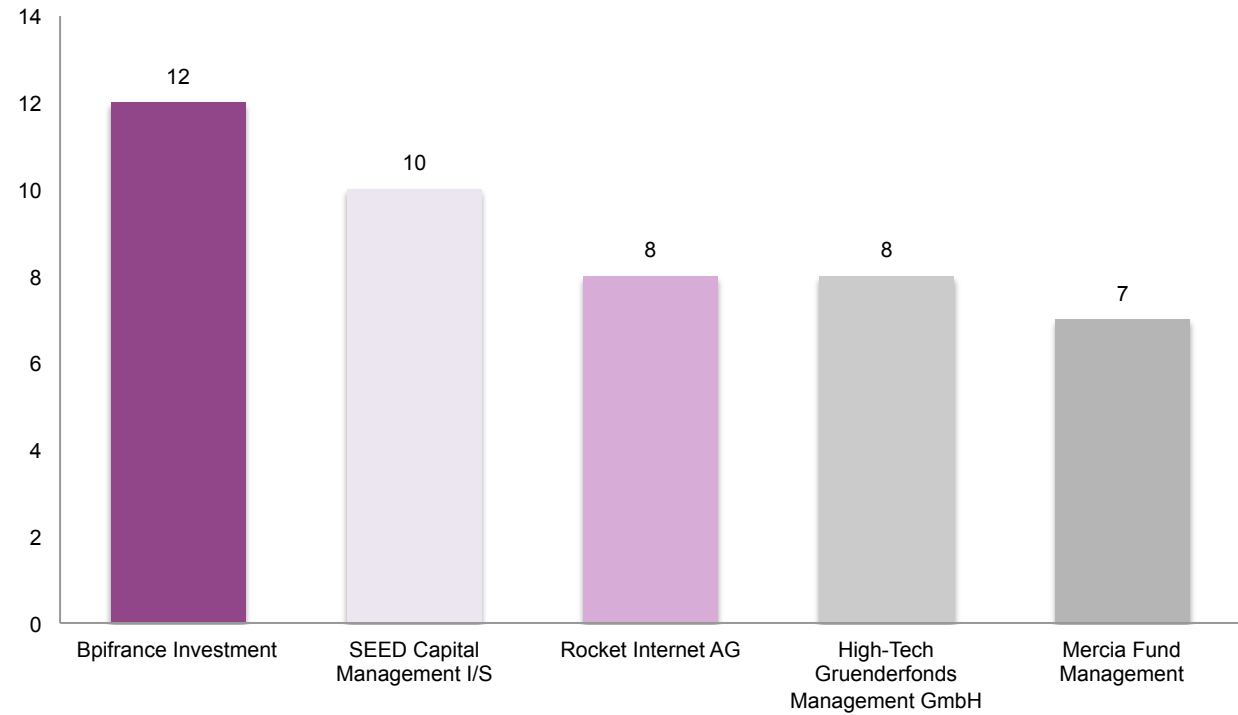
Co. Name	Location	Industry Group	Industry Segment	Industry Code	Brief Description	Close Date	Round Type	Raised (€M)	Round Investors (* denotes lead)
Spotify Technology SA	Sweden	Consumer Services	Consumer Information Services	Entertainment	Provider of online digital music services.	17/04/2015	7th	€488.67	Baillie Gifford & Co. Ltd., D. E. Shaw & Co LP, Discovery Capital Management Corp., Goldman Sachs Group Inc., GSV Capital Corp., Halcyon Capital, Landsdowne Partners Ltd., Northzone Ventures AS, P. Schoenfeld Asset Management LP, Rinkelberg Capital Ltd., Senvest International LLC, TCMI Inc., TeliaSonera AB
Global Fashion Group SA	Luxembourg	Consumer Services	Retailers	Clothing/Accessory Retailers	Provider of an online fashion platform.	30/06/2015	Second	€150.00	Investment AB Kinnevik, Rocket Internet AG
Funding Circle Ltd.	United Kingdom	Business and Financial Services	Financial Institutions and Services	Lending	Provider of a lending platform for small businesses.	22/04/2015	6th	€139.35	Baillie Gifford & Co. Ltd., Digital Sky Technologies Ltd.*, Sands Capital Management, Temasek Holdings Pvt. Ltd.
Foodpanda GmbH	Germany	Consumer Services	Consumer Information Services	Shopping Facilitators	Provider of a food delivery platform.	01/05/2015	5th	€89.30	Goldman Sachs Private Equity Group*, Rocket Internet AG
AM-Pharma B.V.	Netherlands	Healthcare	Biopharmaceuticals	Biotechnology Therapeutics	Developer of pharmaceutical compounds in the fields of severe infectious diseases and inflammatory diseases.	11/05/2015	Corporate	€78.14	Pfizer Inc.*

---

## Venture Capital Report

### FINANCING

#### Most Active Investors for Europe-based, VC-backed Companies by Deals Completed (2Q 2015)



## Venture Capital Report

### Equity Financings into Europe-based, VC-backed Companies, by Country (2Q 2015)

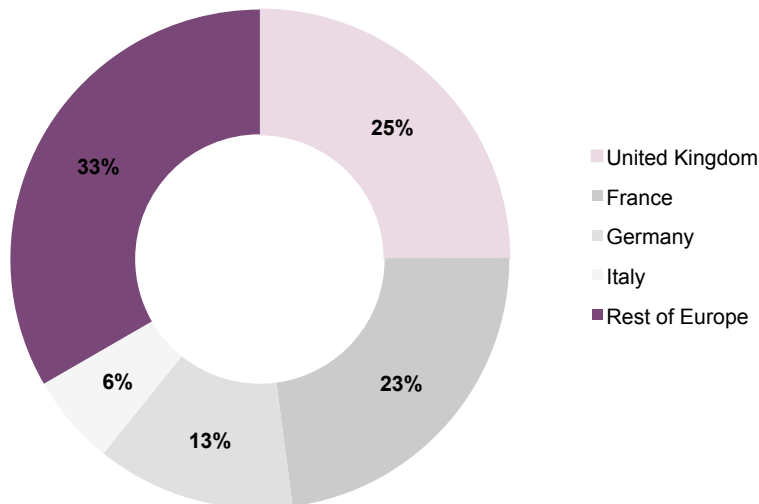
#### FINANCING

The United Kingdom was the most favoured destination for equity financing during 2Q 2015, receiving €645 million across 89 deals. The country took 21% of all equity financing for the quarter, despite a 28% fall in investment from 1Q 2015.

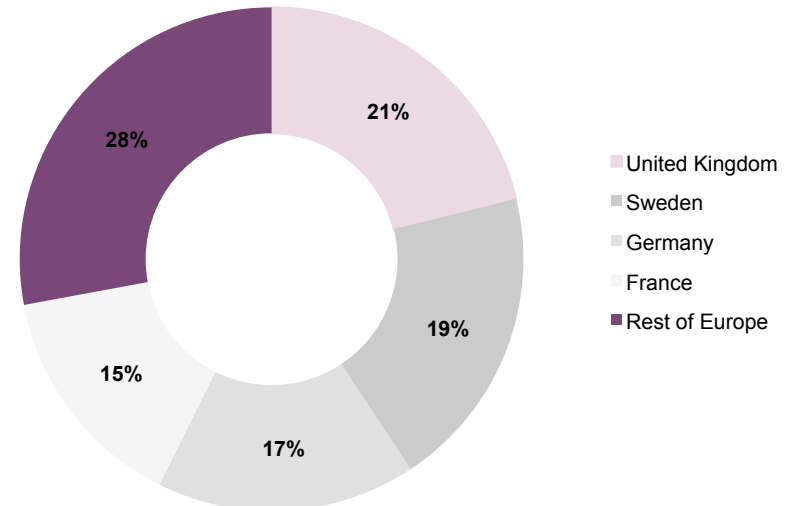
Sweden placed second, attracting a 19% share of European financing. Investment reached a total €596 million, bolstered in large part by Spotify Technology's most recent round of financing in April.

Germany occupies third position raising €508 million, 17% of the total for the quarter. France placed fourth with a 15% share, raising €449 million during 2Q 2015.

Number of Deals in 2Q 2015 by Country (Top 4)



Amount Raised in 2Q 2015 by Country (Top 4)



## Venture Capital Report

### LIQUIDITY

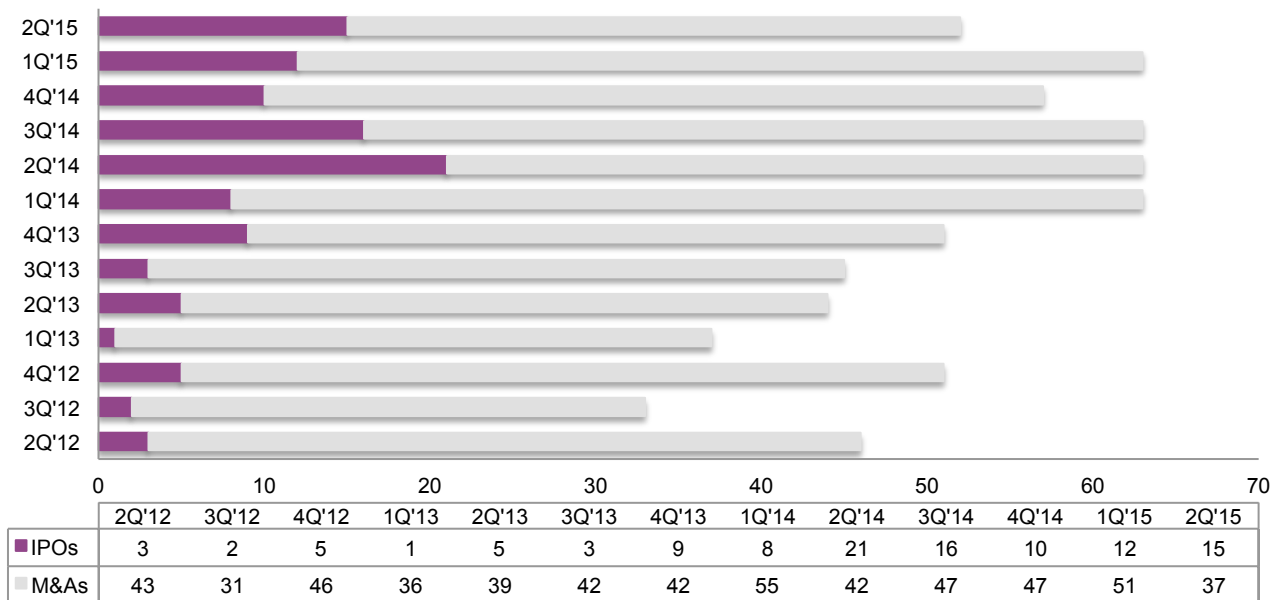
### Europe 2Q 2015 Venture Exit Activity

37 venture-backed M&As took place in Europe during 2Q 2015, a drop of 27% from 1Q 2015 and 12% from 2Q 2014.

The largest M&A for 2Q 2015 was Yemek Sepeti Elektronik Iletisim Tanitim, a provider of online food ordering services in Turkey, which was acquired by Delivery Hero Holding AG for €526 million.

15 venture-backed IPOs took place during 2Q 2015, a 25% rise from the prior quarter but a 29% decline in listings for VC-backed companies from the year ago period.

### Exit Opportunities for European VC – backed Companies (2012 – 2015)



## Venture Capital Report

### Top 3 M&As in Europe (2Q 2015)

#### LIQUIDITY

Company Name	Location	Brief Description	Industry Code	Industry Segment	Industry Group	Close Date	Round Type	Amount Paid (€M)	Acquirer
Yemek Sepeti Elektronik İletişim Tanitim	Istanbul, Turkey	Provider of online food ordering services.	Shopping Facilitators	Consumer Information Services	Consumer Services	05/05/2015	Acquisition	€ 525.99	Delivery Hero Holding GmbH
Hotspring Ventures Ltd.	London, United Kingdom	Provider of an online beauty, health, and wellness directory.	Personal Services	Travel and Leisure	Consumer Services	01/05/2015	Acquisition	€ 188.43	RGIP LLC
Prosonix Ltd.	Oxford, United Kingdom	Developer of ultrasonic particle engineering technologies for the manufacture of pharmaceutical powders.	Medical/Lab Services	Healthcare Services	Healthcare	15/06/2015	Acquisition	€ 139.09	Circassia Pharmaceuticals Plc

# Venture Capital Report

## LIQUIDITY

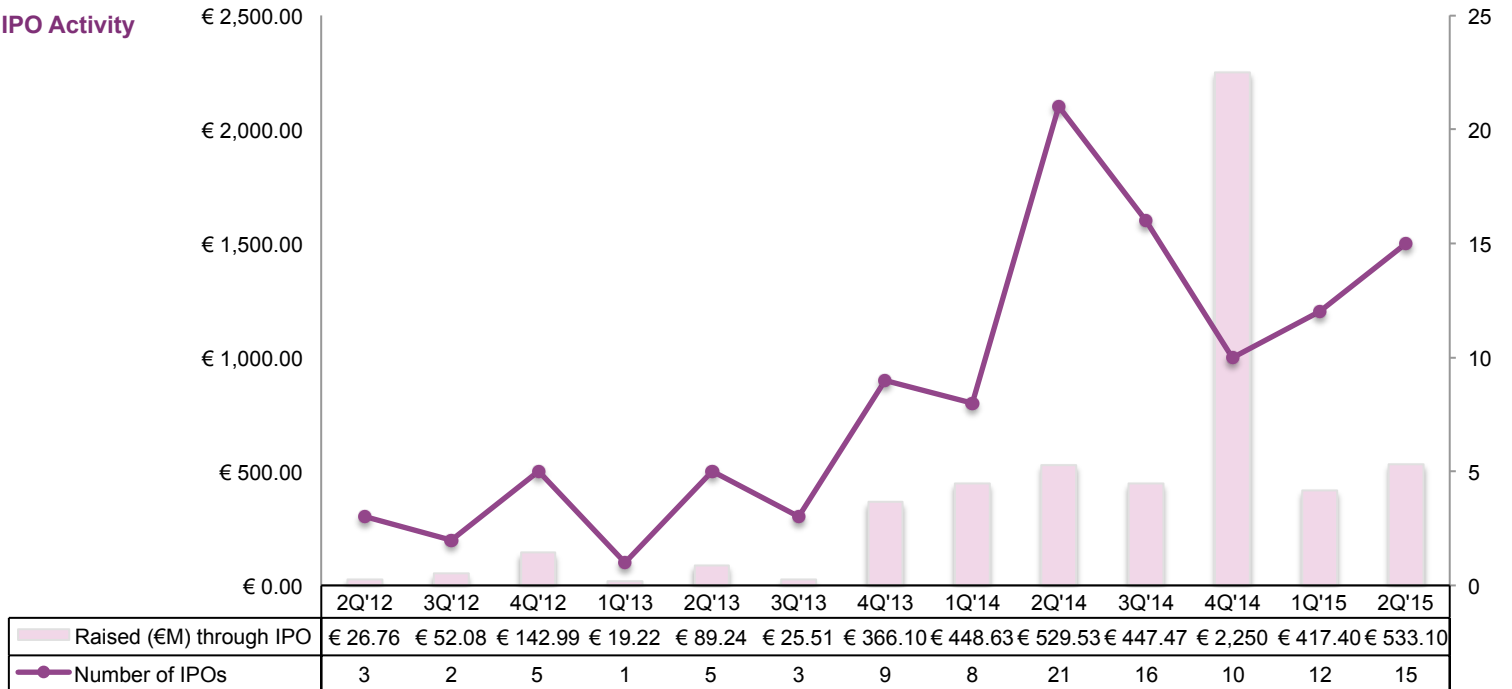
### European VC-backed IPOs (2012-2015)

15 venture-backed IPOs took place during 2Q 2015, an increase of three from the prior quarter but six fewer than in the year ago period.

IPOs raised €533 million during 2Q 2015, an uptick of 28% from the \$417 million raised in 1Q 2015. VC-backed companies raised an almost identical amount through IPOs compared with the year ago period (€530 million).

The largest European VC-backed IPO of 2Q 2015 was the windeln.de GmbH listing in May. The company raised €183 million for its offering on the Deutsche Boerse.

European VC-backed IPO Activity (2012 - 2015)



## Venture Capital Report

## Top 3 IPOs in Europe (2Q 2015)

### LIQUIDITY

Company Name	Country	Brief Description	Industry Code	Industry Segment	Industry Group	Close Date	Raised through IPO (€M)	Exchange/Symbol
windeln.de GmbH	Germany	Operator of an online retailer and flash sales platform for baby and children products in Germany, Austria, and Switzerland.	Specialty Retailers	Retailers	Consumer Services	06/05/2015	€183.47	XETRA: WD
Adaptimmune Therapeutics PLC	United Kingdom	Developer of cancer immunotherapy products based on a T-cell receptor platform.	Biotechnology Therapeutics	Biopharmaceuticals	Healthcare	06/05/2015	€170.79	NASDAQ: ADAP
Biocartis NV	Belgium	Provider of a molecular and immunodiagnosics platform.	Drug Development Technologies	Biopharmaceuticals	Healthcare	27/04/2015	€100.00	BSE: BCART



---

## Venture Capital Report

### ABOUT US

Dow Jones VentureSource helps venture capitalists, corporate development executives, investment bankers and service providers find deal and partnership opportunities, perform comprehensive due diligence and examine trends in venture capital investment, fund-raising and liquidity. It provides accurate, comprehensive data on venture-backed companies – including their investors and executives – in every region, industry and stage of development throughout the world.

The investment figures included in this release are based on aggregate findings of Dow Jones' proprietary research and are contained in VentureSource. This data was collected through surveys of professional firms, interviews with company executives, and from secondary sources. These venture capital statistics cover equity investments into early stage, innovative companies and do not include companies receiving funding solely from corporate, individual, and/or government investors. Figures contained throughout the report current at time of editorial but are subject to change without notice. No statement herein is to be construed as a recommendation to buy or sell securities or to provide investment advice.

---

#### About Dow Jones

[Dow Jones](#) is a global provider of news and business information, delivering content to consumers and organizations around the world across multiple formats, including print, digital, mobile and live events. Dow Jones has produced unrivaled quality content for more than 125 years and today has one of the world's largest newsgathering operations globally. It produces leading publications and products including the flagship Wall Street Journal, America's largest newspaper by paid circulation; Factiva, Barron's, MarketWatch, Financial News, DJX, Dow Jones Risk & Compliance, Dow Jones Newswires, and Dow Jones VentureSource.

---

#### MEDIA CONTACT:

Kate Dobbin  
44 (0)20 7573 4016  
[Kate.Dobbin@dowjones.com](mailto:Kate.Dobbin@dowjones.com)