

## SOFTWARE INDUSTRY

### Q1 2022 :: Mergers and Acquisitions Trend Report

Software transaction volume decreased four percent on a quarterly basis, from 670 to 643. Aggregate value rose 36 percent, from \$118.3 billion to \$160.5 billion. This was the peak for value during the last five quarters.

M&A activity in the Business Software segment, which consists of software designed for general business practices and not specific industry markets, increased 11 percent from Q4 2021 to Q1 2022. The segment's largest deal year-to-date was Thoma Bravo's announced acquisition of Anaplan, a cloud-based enterprise platform for business planning, for \$10.1 billion.

The number of deals in both the Infrastructure Software and Consumer Software segments remained about constant. Regarding value, four of the industry's top five highest value acquisitions during the quarter occurred in these sectors.

In the Consumer segment, Microsoft announced its acquisition of Activision Blizzard, a video game developer that has created titles such as Call of Duty and Candy Crush, for \$68.6 billion; and Take-Two Interactive Software announced its acquisition of Zynga, a developer of social and mobile games such as FarmVille, for \$12.1 billion. In the Infrastructure segment, affiliates of Vista Equity Partners and Evergreen Coast Capital announced their acquisition of Citrix, which provides virtualization solutions and workspace technology allowing remote access to applications and computer desktops, for \$16.6 billion; and Google announced its acquisition of Mandiant, a cybersecurity firm, for \$4.8 billion.

Deal volume in the Niche Software segment, which is targeted to specific vertical markets, declined 12 percent over Q4 2021. The segment's largest transaction in Q1 2022 was Stryker's acquisition of Vocera Communications, which provides clinical communication and workflow solutions, for \$2.9 billion.

#### M&A Market Dynamics By Quarter

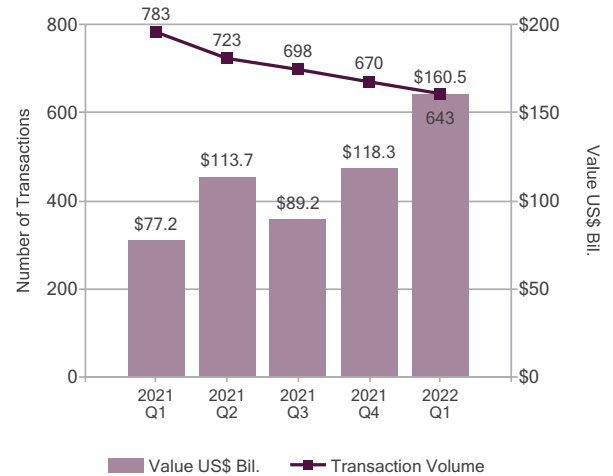


Figure 1. 2021-2022 value and volume comparison by quarter.

#### Top Ten Notable Transactions Q1 2022

Deal Date	Target Name	Buyer	Value MM US\$
01/18/22	Activision Blizzard	Microsoft Corporation	\$68,625
01/31/22	Citrix Systems, Inc.	TIBCO Software Inc., Elliott Management Corp.	\$16,620
01/11/22	Zynga, Inc.	Take-Two Interactive Software, Inc.	\$12,142
03/21/22	Anaplan, Inc.	Thoma Bravo, LLC	\$10,157
03/09/22	Mandiant Corporation	Google	\$4,767
01/12/22	Wind River	Aptiv PLC	\$4,300
02/01/22	Bungie, Inc.	Sony Interactive Entertainment LLC	\$3,600
01/06/22	Vocera Communications, Inc.	Stryker Corporation	\$2,912
02/25/22	EtQ, Inc.	Hexagon AB	\$1,200
03/02/22	Forterco Inc.	Partners Group Holding AG	\$1,126

2022 Aggregate Transaction Value \$160,539

Top 10 Aggregate Transaction Value \$125,449

Top 10 Aggregate Value as a Percentage of All Transactions 78 %

Figure 2. Lists the top ten transactions for Q1 2022 and calculates their value as a percentage of the aggregate transaction value as shown in Figure 1. **Note:** Transaction data based on **announced date**. Deal value represents total consideration paid by the acquirer.

#### Transactions By Market Segment

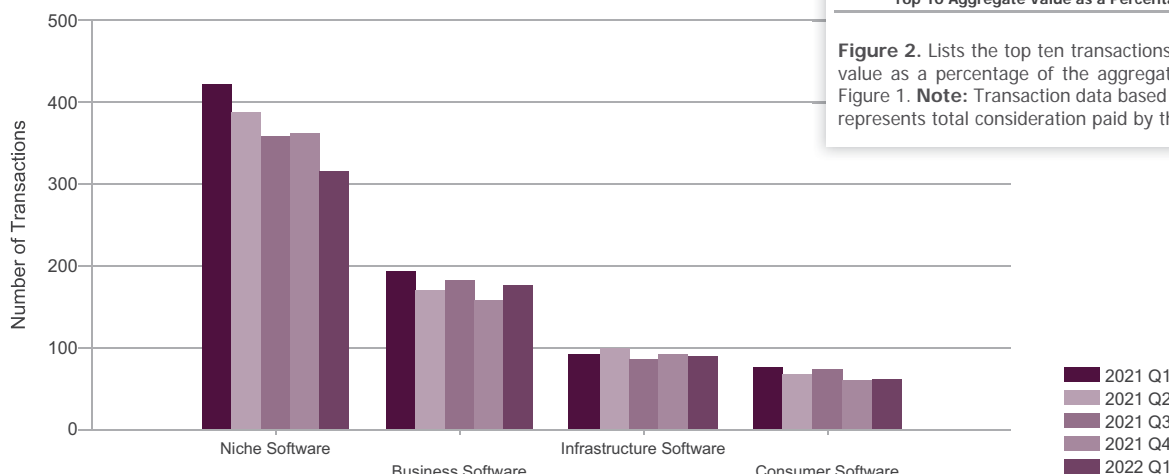


Figure 3. Presents transaction volume by target segment within the Software Industry from January 1, 2021 through March 31, 2022.

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All charts in this report are based on data gathered by Berkery Noyes' research department. All time period statistics are based on the transaction announcement date. The information contained herein is of a general nature and is not intended to address the circumstances of any particular company, individual, or entity. There can be no guarantee that such information is accurate.

For current intelligence on Mergers and Acquisitions activity in the Information Industry please visit our online service at [www.mandasoft.com](http://www.mandasoft.com)

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## RECENT SOFTWARE TRANSACTIONS



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