

FINANCIAL TECHNOLOGY AND INFORMATION INDUSTRY

Q3 2013 :: Mergers and Acquisitions Trend Report

Q3 2013 KEY HIGHLIGHTS

- Davis + Henderson's acquisition of Harland Financial Solutions, a provider of software and services to financial institutions, was the largest transaction in Q3 2013, with an acquisition price of \$1.6 billion.
- The industry's most active acquirer year-to-date was Thomson Reuters with nine transactions. Five of these occurred in Q3 2013: BondDesk Group LLC, Bisk CPE and CPA Test Prep Division from Bisk Education, Inc., Omnesys Technologies, SigmaGenix, and FOREX Options Business from TradeWeb Group LLC.

Q3 2013 KEY TRENDS

- Total transaction volume in Q3 2013 increased by 21 percent over Q2 2013, from 77 to 93.
- Total transaction value in Q3 2013 rose by 55 percent over Q2 2013, from \$5.5 billion to \$8.5 billion.

MULTIPLES & VALUE TRENDS

- The median revenue multiple from 2012 through the 1st 3 Quarters of 2013 declined by 14 percent, from 2.9x to 2.5x.
- The median EBITDA multiple from 2012 through the 1st 3 Quarters of 2013 moved slightly, from 11.6x to 12.0x.

Top Ten Notable Transactions - 1st 3 Quarters 2013

Deal Date	Target Name	Buyer	Value MM US\$
05/28/13	Lender Processing Services	Fidelity National Financial	\$3,831
07/24/13	Harland Financial Solutions	Davis + Henderson Corporation	\$1,629
02/18/13	Cerved Group SpA	CVC Capital Partners	\$1,491
02/19/13	NetSpend	TSYS	\$1,273
07/01/13	Intuit Financial Services	Thoma Bravo, LLC	\$1,025
01/14/13	Open Solutions Inc.	Fiserv, Inc.	\$1,015
07/13/13	Triple Point Technology, Inc.	ION Trading	\$900
09/26/13	Braintree Payment Solutions	eBay	\$800
04/01/13	eSpeed, Inc.	NASDAQ OMX	\$750
07/01/13	MSB and DataQuick from Decision Insight Information Group	CoreLogic	\$661

2013 Aggregate Transaction Value \$20,037

Top 10 Aggregate Transaction Value \$13,374

Top 10 Aggregate Value as a Percentage of All Transactions 67 %

Figure 3. Lists the top ten transactions for the 1st 3 Quarters of 2013 and calculates their aggregate transaction value as a percentage of the total aggregate transaction value.

Note: Transaction data based on announced date.

M&A Market Dynamics By Quarter

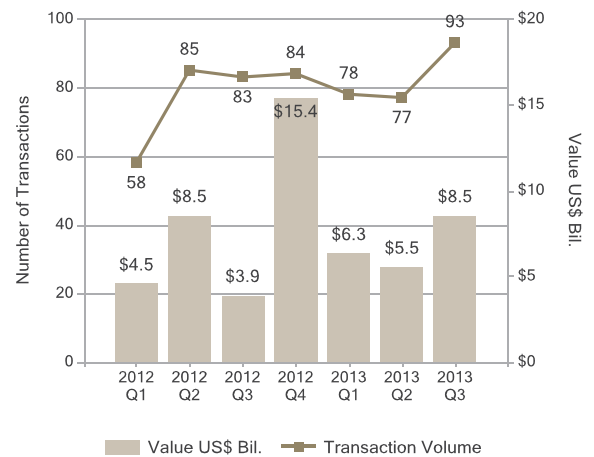


Figure 1. 2012-2013 value and volume comparison.

Median Enterprise Value Multiples

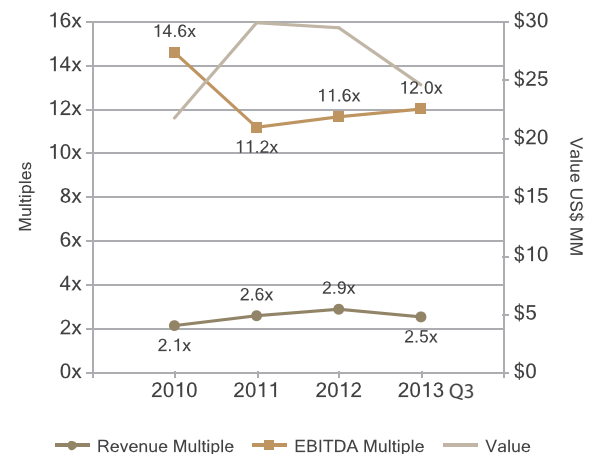


Figure 2. 2010-2013 median value, revenue, EBITDA comparison through Q3 2013.

TOP TEN DEALS THROUGH Q3 2013

The top ten deals by value have seen five new additions since our half year report, including two that were backed by financial sponsors: Thoma Bravo's acquisition of Intuit Financial Services and TA Associates-backed Ion Trading's acquisition of Triple Point Technology.

These five acquisitions, with an aggregate value of \$5.0 billion, represented 25 percent of transaction value in the 1st 3 Quarters of 2013 and 59 percent of Q3 2013 transaction value.

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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.

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RECENT FINANCIAL TECHNOLOGY TRANSACTIONS

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HAS BEEN ACQUIRED BY

A PORTFOLIO COMPANY OF



A PORTFOLIO COMPANY OF

LIBERTY PARTNERS
HAS BEEN ACQUIRED BY
StoneCalibre


A PORTFOLIO COMPANY OF

LIBERTY PARTNERS
HAS SOLD ITS
Thermal Printing Business
TO

datamax-ONEIL
A DIVISION OF
DOVER


Venture
HAS BEEN ACQUIRED BY
Taylor

PRIMUS
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