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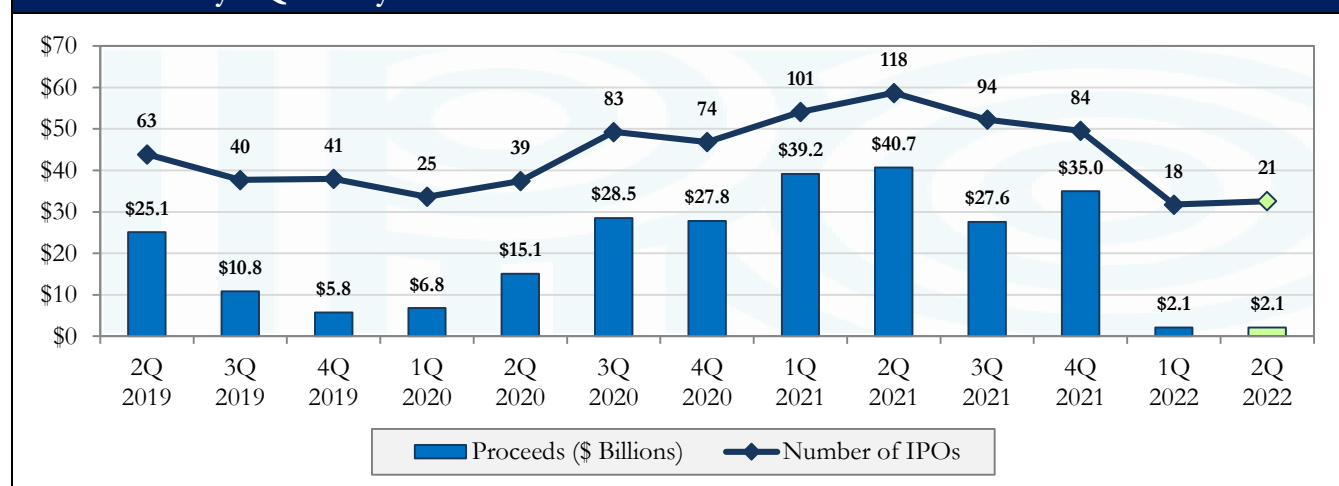
## US IPO Market Posts Its Slowest 2Q Since the Great Recession

Just 21 IPOs raised \$2.1 billion in the US IPO market's slowest second quarter since 2009. Issuance was sluggish from the start and pulled back further in late May, as recession fears were heightened by record inflation numbers. Micro-caps accounted for the majority of deal flow as just six IPOs raised more than \$100 million, led by eyecare spin-off Bausch + Lomb. As a result, the median deal size shrank to \$22 million, a multi-decade low. The energy sector was a rare bright spot, producing the quarter's best-performing large issuer, though healthcare and tech led activity. Just 25% IPOs finished above issue, though a handful of volatile small deals drove the average return up to 40%. The Renaissance IPO Index had its worst quarter since its 2009 inception, plunging 31% compared to the S&P 500's 16% loss. The SPAC market continued to collapse with just 15 blank check IPOs and 20 merger completions. While several large IPOs in the pipeline updated their filings during the quarter, new filings sank to a six-year low. New issuers are still waiting for better conditions, and meaningful IPO activity is unlikely to resume until returns improve.

### Key Takeaways:

- 21 IPOs Raise Just \$2 Billion in Slowest Second Quarter Since the Great Recession
- Only 6 IPOs Raise More Than \$100 Million as New Issuers Wait for Better Conditions
- Energy IPOs Are a Lone Bright Spot
- Just 25% of IPOs Finish Above Issue While the IPO Index Has Its Worst Quarter Ever
- SPAC Boom Ends as IPOs and Mergers Start to Dry Up
- New Filings Sink to a Six-Year Low but Pipeline Remains Packed

### US IPO Activity – Quarterly



Source: Renaissance Capital. Data includes IPOs and direct listings with a market cap of at least \$50mm. Excludes closed-end funds, unit offerings, and SPACs. Includes Ivanhoe Electric, which is scheduled to price before 6/30/2022, and assumes pricing at the midpoint.

### About Renaissance Capital

Renaissance Capital is a global IPO investment adviser providing pre-IPO institutional research and management of the [Renaissance IPO ETF](#) (NYSE symbol: IPO) and the [Renaissance International IPO ETF](#) (NYSE symbol: IPOS). For more information, visit [www.renaissancecapital.com](http://www.renaissancecapital.com).

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