

UK Market Review H1 2023

1st January to 30th June



RIVERFORT

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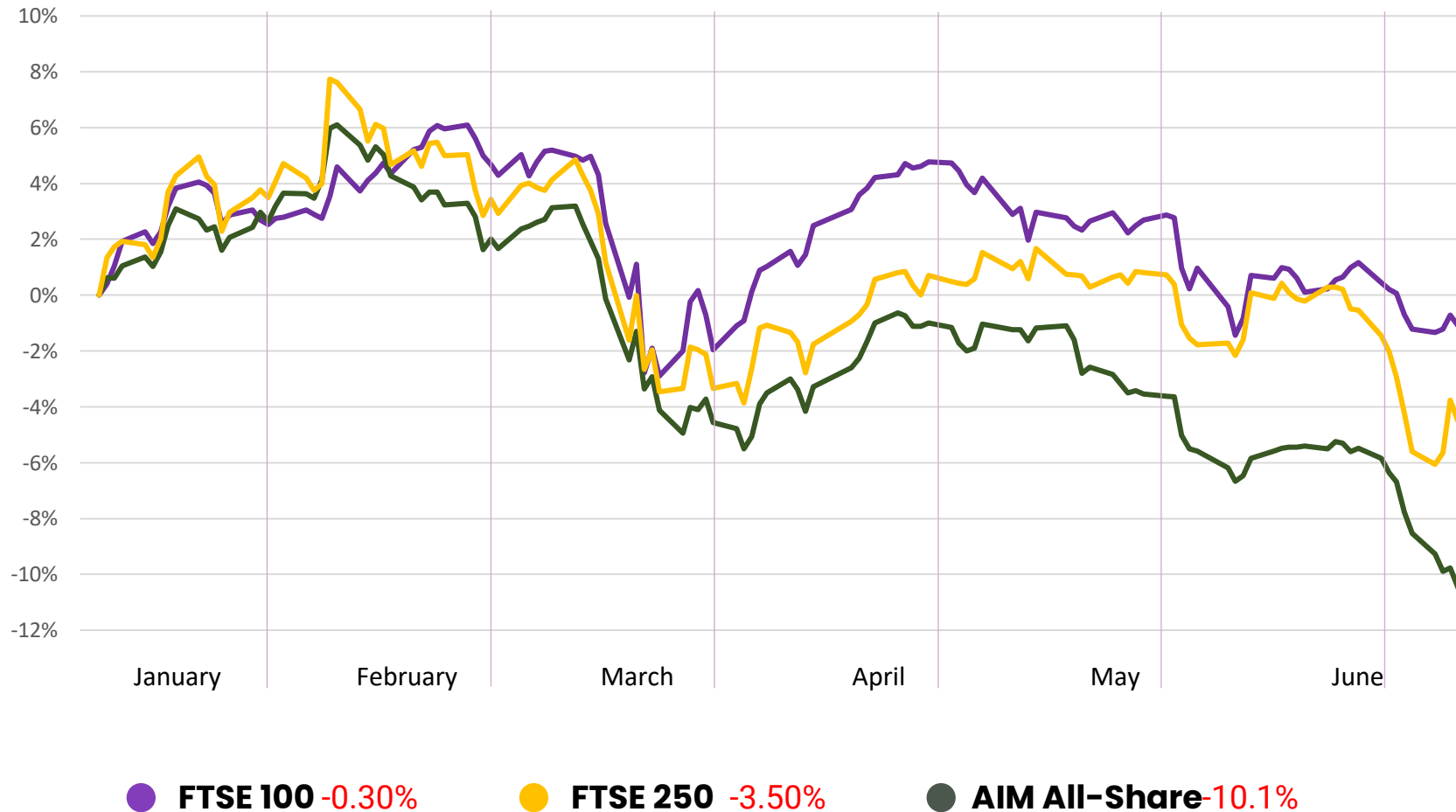
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H1 2023: Index Performance



- With the BoE base rates continuing to increase from 3% in December 2022 to the current 5% (with further increases possible through 2023), demand for UK equities has suffered, especially amongst small caps with the AM All-Share falling 10.1% over the first 6-months of 2023.
- Tame demand meant only 6 IPO's completed on AIM and 12 on the Main Market this year.

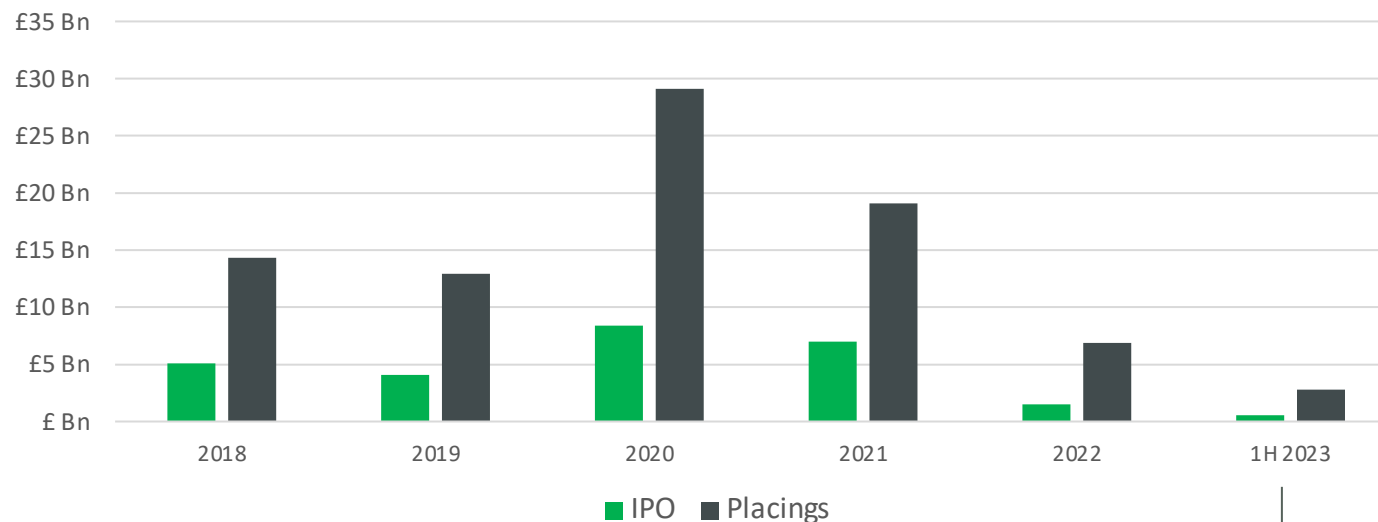


Main Market: Capital Raising

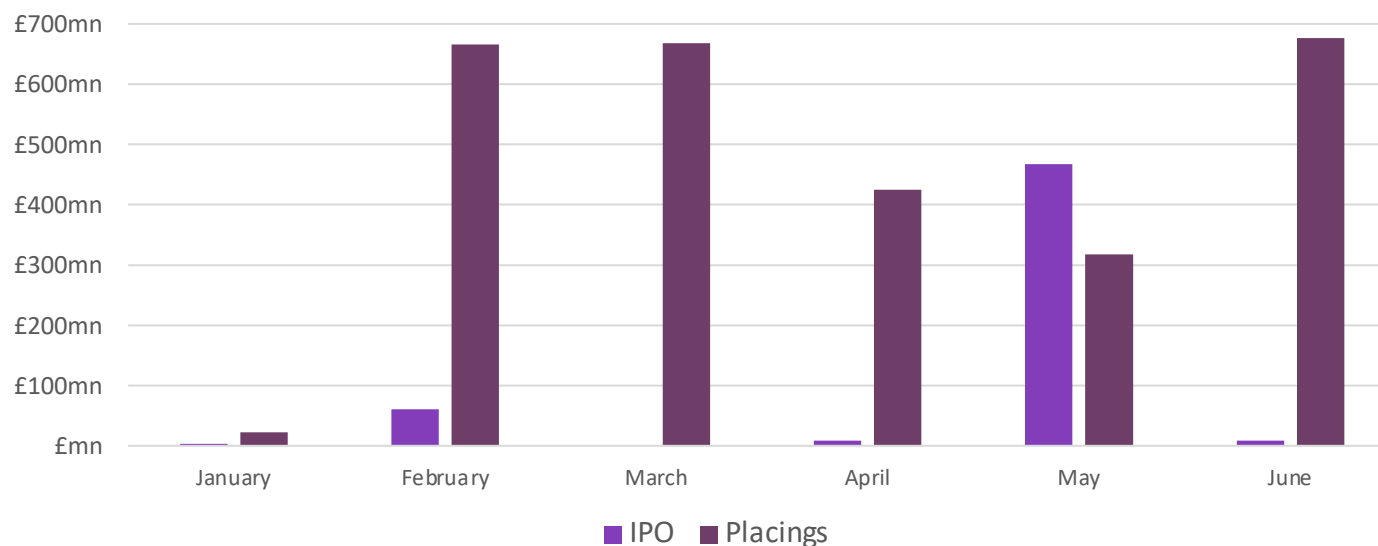
- The total value of Placing proceeds for Main Market listed companies was 44% less in H1'23 compared to the same period of 2022, with just £2.8bn raised.
- There were 12 IPO's on the Main Market in H1'23, raising less than £550m collectively.
- 6x placings for new equity accounted for over 90% of the total follow on financing raised on the Main Market during H1 2023:

- June: £600m, Entain Plc
- March: £340m, TUI AG
- March: £236m, Diploma Plc
- Feb: £312m, BH Macro Limited
- Feb: £135m, Diversified Energy Plc
- Feb: £102m, 3I Infrastructure Plc

2018 – 1H 2023



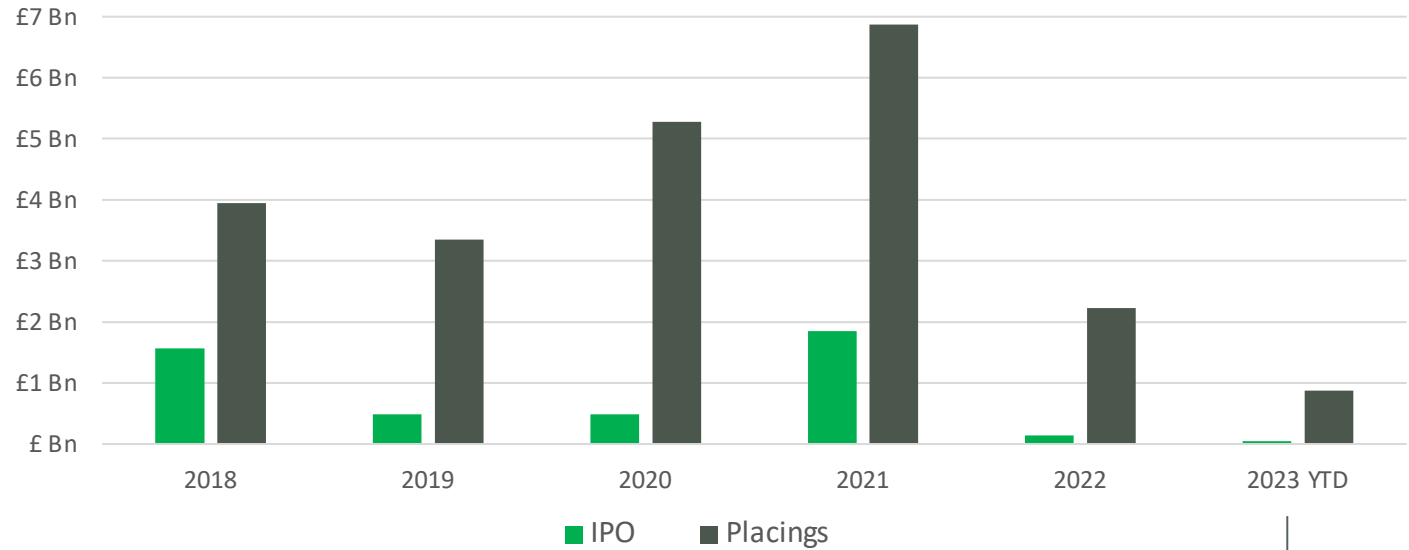
1H 2023



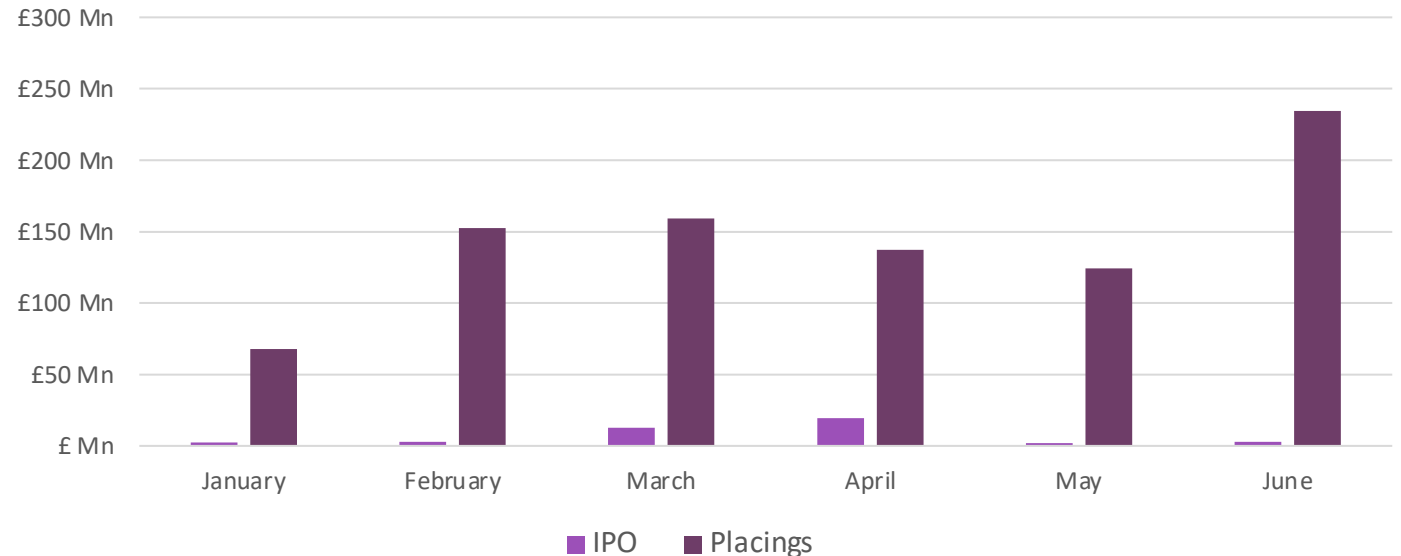
AIM: Capital Raising

- The total value of Placing proceeds for AIM listed companies was 30% less in H1'23, with just £875m raised, compared to the £1.2bn+ raised in H1'22. This has collapsed from the near £7bn of Placings proceeds in 2021.
- There were just 6 IPO's on AIM in H1'23, raising less than £20m collectively. Together with 3 other re-admissions, this meant AIM was net 24 companies smaller than at the end of 2022.
- June 2023 seemingly saw an uptick in demand, however this was as a result of 3x £50m~ placings. When stripped out, just £81m was raised in June 2023.

2018 - 1H 2023

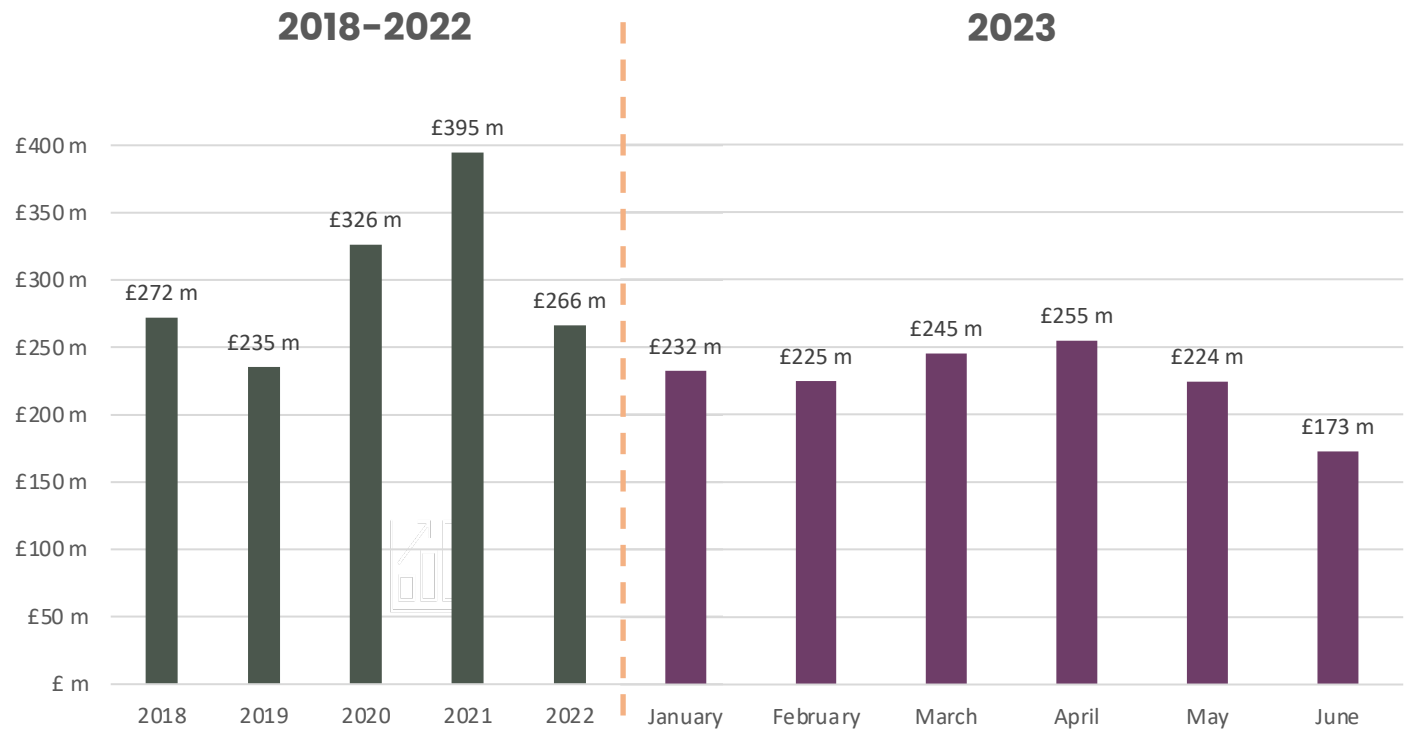


1H 2023



AIM: Daily Liquidity

- Daily liquidity (total value traded) averaged £390m per day during 2021.
- This fell to an average of £265m per day during 2022.
- 2023 has averaged £225m of trades per day.
- June has fallen further still, although not helped by historically quieter summers, with only £173m traded each day on average.



Top 5 AIM Subsectors by Capital Raised

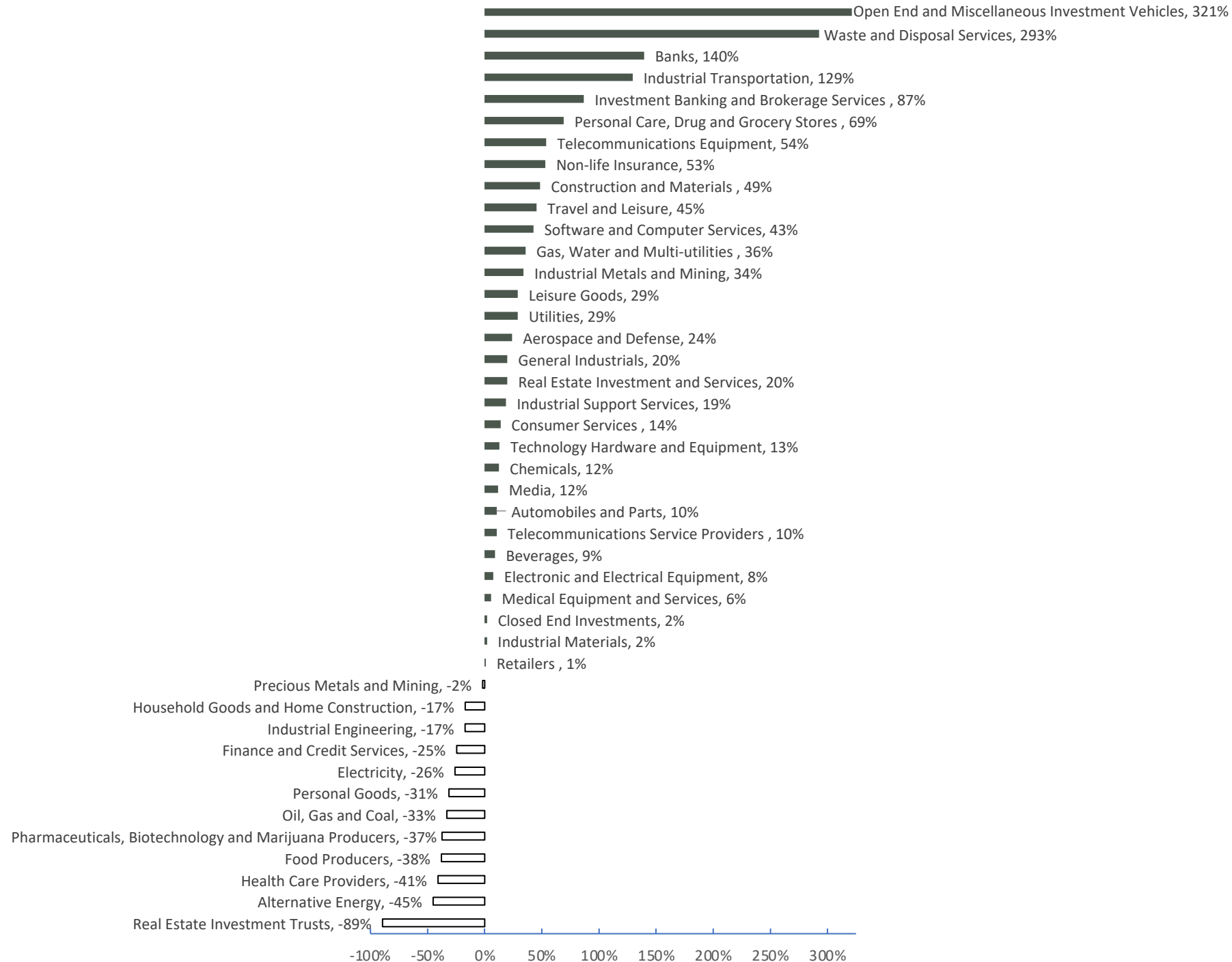
IPO

1	Financials: 1 issue (Onward Opportunities) £12.8mn
2	Technology: 1 issue (Fadel Partners) £7.6mn
3	Industrial Metals and Mining: 3 issues (Golden Metal Resources, Fulcrum Metals, Celsius Resources) £7.4m
4	Consumer Staples: 1 issue (Ocean Harvest Technology Group) £6mn
5	Construction and Materials: 1 issue (Eco Buildings Group) £2.7mn

Follow-Ons (Placings)

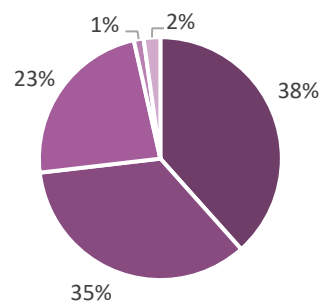
1	Industrial Metals and Mining : 111 issues £146.9mn
2	Waste and Disposal Services: 1 issue £114.3mn
3	Oil, Gas and Coal : 84 issues £97.7mn
4	Electronic and Electrical Equipment: 21 issues £91.8mn
5	Pharma, Biotech & Marijuana Producers: 42 issues £53.4mn

AIM: Liquidity Winners & Losers



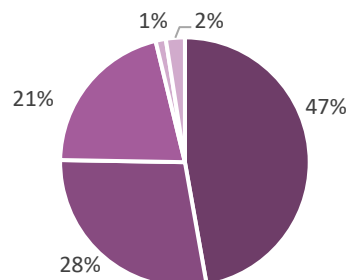
Main Market: Market Capitalisation

Dec 2021



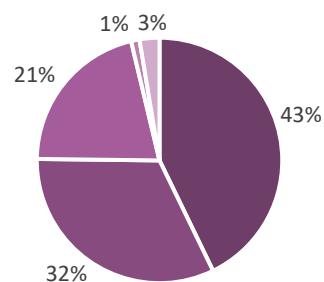
Key	Size	% of total	Cumulative Mcap (£)
	£0-500m	2%	85.2bn
	£500m-1bn	1%	50.1bn
	£1bn-10bn	23%	895.8bn
	£10bn-50bn	35%	1.3tn
	£50bn+	38%	1.5tn
	Total:		3.8tn

Dec 2022



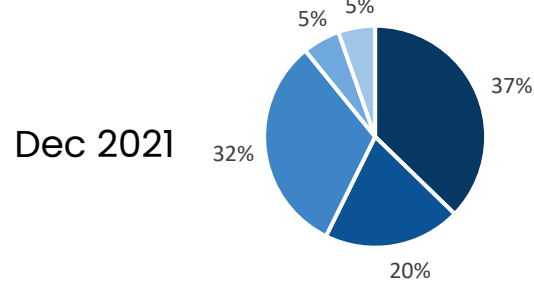
Key	Size	% of total	Cumulative MCap
	£0-500m	2%	89.2bn
	£500m-1bn	1%	48.1bn
	£1bn-10bn	21%	761.3bn
	£10bn-50bn	28%	1.0tn
	£50bn+	47%	1.7tn
	Total:		3.6tn

June 2023

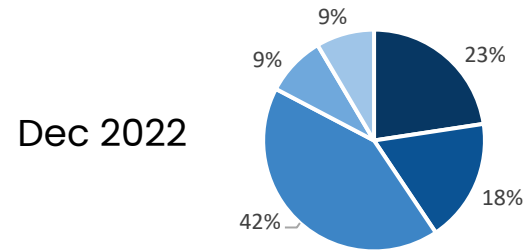


Key	Size	% of total	Cumulative MCap
	£0-500m	3%	90.1bn
	£500m-1bn	1%	38.2bn
	£1bn-10bn	21%	727.1bn
	£10bn-50bn	32%	1.1tn
	£50bn+	43%	1.5tn
	Total:		3.4tn

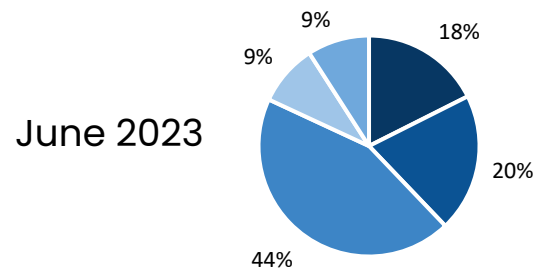
AIM: Market Capitalisation



Key	Size	% of total	Cumulative MCap (£)
●	£0-50m	5%	£8.1 bn
●	£50-100m	5%	£8.2 bn
●	£100-500m	32%	£47.7 bn
●	£500-1bn	20%	£30.1 bn
●	£1bn +	37%	£55.9 bn
Total:			£150.0 bn












Key	Size	% of total	Cumulative MCap (£)
●	£0-50m	9%	£7.8 bn
●	£50-100m	9%	£8.2 bn
●	£100-500m	42%	£39.2 bn
●	£500-1bn	18%	£16.8 bn
●	£1bn +	23%	£21.1 bn
Total:			£93.2 bn



Key	Size	% of total	Cumulative MCap (£)
●	£0-50m	9%	£7.3 bn
●	£50-100m	9%	£7.3 bn
●	£100-500m	44%	£35.9 bn
●	£500-1bn	20%	£16.7 bn
●	£1bn +	18%	£14.3 bn
Total:			£81.4 bn



Top Share Price Moves H1'23

	Company	Sector	% change H1 2023
	Numis Corp (NUM.L)	Financial Services	74.1%
	NIOX Group (NIOX.L)	Health Care	58.4%
	Burford Capital Ltd (BUR.L)	Financial Services	43.7%
	FD Technologies (FDP.L)	Technology	40.7%
	Andrews Sykes Group (ASY.L)	Industrials	37.1%
	Vertu Motors (VTU.L)	Consumer Cyclical	32.2%
	Jet2 Ordinary Shares (JET2.L)	Consumer Cyclical	30%
	Strix Group (KETL.L)	Technology	25.1%
	Victoria (VCP.L)	Consumer Cyclical	22.5%
	Ashtead Technology Holdings Ordinary Shares (AT.L)	Energy	21.3%

Riverfort Recent Financing Transaction



June, 2023

£3m Prepaid Equity Placing.
£2m funded upfront.

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June 2023

A\$6.5m Mezzanine Loan.
A\$1m funded upfront.

Undisclosed
Company

June, 2023

£3m Mezzanine Loan.



May 2023

US\$10m Mezzanine Loan.
\$2m funded upfront.



March, 2023

£5m Prepaid Equity Placing.
£2.6m funded to date.



March, 2023

US\$2m 3-month bridge loan.
Extended in June 2023.

Smarttech
YOUR 24/7 SECURITY PARTNER

December, 2022

IPO
£3.67 million raised @ £33m
valuation.

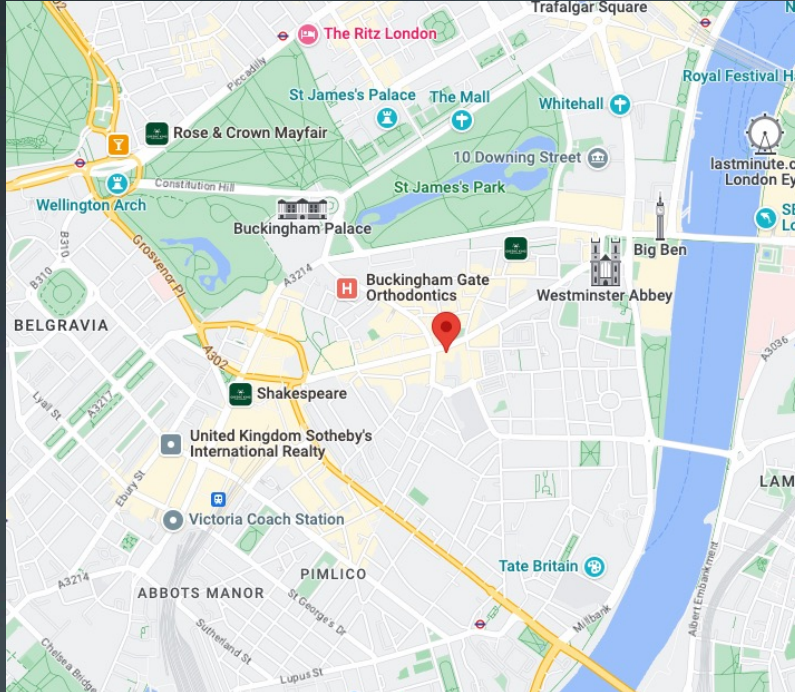
PIVOTAL
METALS

December, 2022

A\$1m Bridge Loan



Direct Investment.
Reinvented.



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