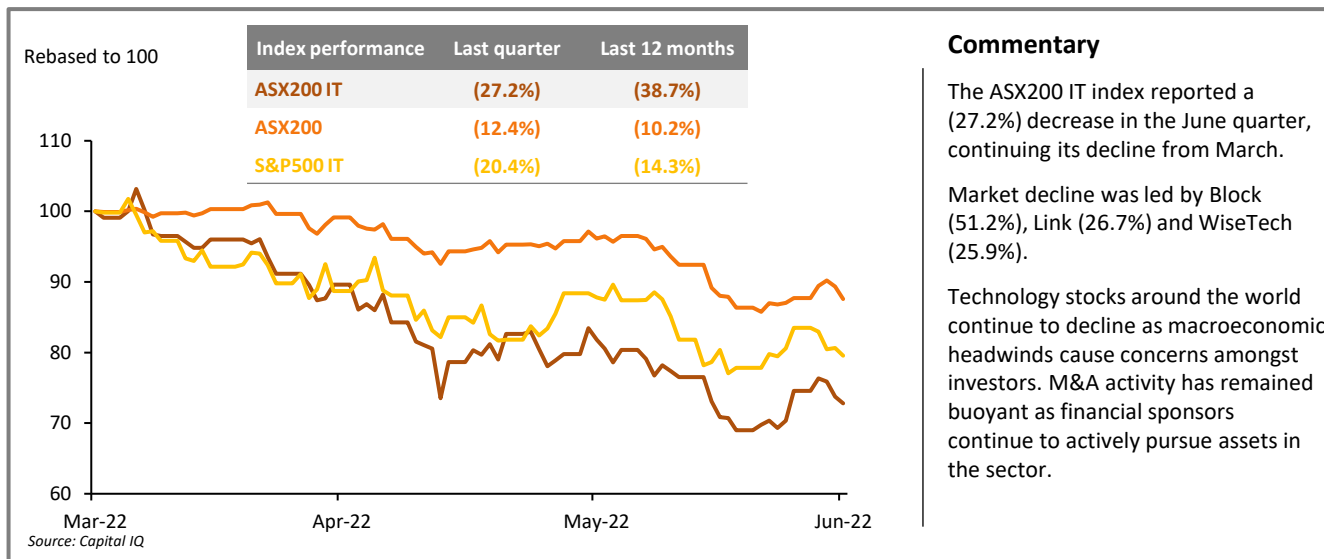


Quarterly performance



Commentary

The ASX200 IT index reported a (27.2%) decrease in the June quarter, continuing its decline from March.

Market decline was led by Block (51.2%), Link (26.7%) and WiseTech (25.9%).

Technology stocks around the world continue to decline as macroeconomic headwinds cause concerns amongst investors. M&A activity has remained buoyant as financial sponsors continue to actively pursue assets in the sector.

Quarterly M&A and other news

Date	Description
30-Jun-22	Atturra , an Australian based IT service and consulting provider, has agreed to acquire MOQ , a cloud focused technology business, for a consideration of A\$15.5m
23-Jun-22	Deel , a US based software company providing payroll, contract management and hiring solutions, has agreed to acquire PayGroup , an Australia based provider of payroll and human resource outsourcing solutions, for a total consideration of A\$119.3m
20-Jun-22	Solera , a US based software company for the automotive and insurance industries and Viburnum and TA Associates , have bid for Infomedia , a software company engaged with the development of SaaS for the automotive industry, for a consideration of A\$638.8m
16-Jun-22	ReadyTech , an Australian based software company engaged with payroll and education software systems, has acquired IT Vision , a local software company engaged in developing digital enterprise solutions for government, for a consideration of A\$54.6m
15-Jun-22	Komatsu , a Japan based construction and mining machinery manufacturer, has acquired Mine Site Technologies , an Australian based manufacturer of mining communication equipment, for an undisclosed amount
6-Jun-22	Consortium of investors led by Five Sigma , an Australian based growth investor, invests US\$100.0m in GO1 , an online education platform, placing the company at a pre-money valuation of US\$1.9bn
31-May-22	Fujifilm , a Japan based company engaged in a range of imaging and software products, has acquired Intelli Messaging , an Australian based software company engaged in providing messaging technology and applications, for an undisclosed amount
24-May-22	Qantas , an Australian based airline provider, has acquired 51% of TripAdeal , online travel agency services, from BGH Capital , an ANZ based financial sponsor, for an undisclosed amount
24-May-22	Airtasker , an Australian based marketplace provider of outsourcing everyday tasks, has acquired Oneflare , a local online home services marketplace, from Fairfax Media , for a consideration of A\$9.8m
20-May-22	Woolworths , an Australian and New Zealand based operator of supermarkets has acquired an 80.2% stake in MyDeal.com.au , a local online retailer focused on household goods, for a consideration of A\$218.0m
19-May-22	Access Group , a UK based software company providing enterprise solutions, is to acquire Reckon Accountants , an accounting and bookkeeping software, for a total consideration of A\$140.0m
3-May-22	Mr Yum , an Australian based restaurant technology platform, has acquired MyGuestlist , an Australian based customer relationship management software platform, for an undisclosed amount
11-Apr-22	Insight Venture and AirTree have acquired an undisclosed stake in EQL , software that facilitates the purchase and sale of high demand products between sellers and buyers, for a consideration of A\$25.0m
1-Apr-22	Domain , an Australian based software company operating an online real estate marketplace, is to acquire Realbase , a local real estate campaign management technology platform, for a consideration of A\$230.0m

Sources: Capital IQ, Mergermarket, press reports

Largest 40 ASX-listed technology companies by market capitalisation (30 June 2022)

Company	Market capitalisation (A\$m)	Share price (A\$)	Share price performance (%)			Premium / (discount) to 52 week (%)		Premium / (discount) to VWAP (%)			Multiples (Jun-22)		
			Last quarter	Year-to-date	Last 12 months	High	Low	1 month	3 months	6 months	EV/Revenue	EV/EBITDA	P/E
1 Block	51,896	90.50	(51%)	n.a.	n.a.	(54%)	13%	(1%)	(19%)	(33%)	2.1x	n.m.	n.m.
2 Computershare	14,876	24.64	(0%)	23%	46%	(7%)	61%	4%	3%	9%	4.5x	16.5x	29.6x
3 REA	14,778	111.83	(17%)	(33%)	(34%)	(38%)	19%	6%	(1%)	(11%)	13.1x	22.1x	36.0x
4 WiseTech	12,280	37.85	(26%)	(35%)	19%	(37%)	27%	(0%)	(10%)	(17%)	19.4x	41.2x	n.m.
5 Xero	11,506	76.96	(25%)	(46%)	(44%)	(51%)	6%	(3%)	(11%)	(21%)	10.8x	n.m.	n.m.
6 SEEK	7,418	21.00	(30%)	(36%)	(37%)	(42%)	10%	(1%)	(12%)	(21%)	8.2x	17.3x	29.5x
7 Carsales	5,202	18.39	(12%)	(27%)	(7%)	(31%)	5%	(4%)	(6%)	(10%)	11.5x	21.3x	27.5x
8 NEXTDC	5,125	10.64	(9%)	(17%)	(10%)	(24%)	11%	1%	(1%)	(1%)	18.8x	33.3x	n.m.
9 Pro Medicus	4,406	42.25	(14%)	(32%)	(28%)	(40%)	16%	3%	(2%)	(6%)	46.3x	n.m.	n.m.
10 Altium	3,538	26.91	(21%)	(40%)	(27%)	(41%)	11%	0%	(6%)	(16%)	10.8x	31.5x	49.5x
11 Technology One	3,463	10.71	(7%)	(16%)	15%	(21%)	19%	2%	2%	1%	9.7x	25.1x	43.0x
12 IRESS	2,132	11.51	(4%)	(8%)	(11%)	(25%)	21%	8%	6%	4%	4.0x	18.3x	27.9x
13 Link	1,948	3.79	(27%)	(32%)	(25%)	(32%)	17%	1%	(13%)	(23%)	2.5x	11.8x	17.1x
14 Dicker Data	1,910	11.04	(24%)	(26%)	(0%)	(33%)	7%	(2%)	(9%)	(16%)	0.8x	16.0x	22.8x
15 Domain	1,901	3.01	(25%)	(47%)	(42%)	(50%)	20%	4%	(8%)	(20%)	5.9x	16.4x	32.6x
16 BrainChip	1,375	0.80	(17%)	18%	63%	(66%)	119%	(12%)	(22%)	(37%)	n.m.	n.m.	n.m.
17 Pushpay	1,309	1.12	6%	(8%)	(32%)	(42%)	37%	(6%)	(2%)	3%	4.9x	19.6x	28.5x
18 Codan	1,259	6.96	(5%)	(25%)	(61%)	(61%)	13%	0%	(2%)	(9%)	2.6x	7.9x	12.5x
19 Novonix	1,108	2.28	(63%)	(75%)	3%	(82%)	10%	(17%)	(42%)	(59%)	n.m.	n.m.	n.m.
20 Hansen	1,050	5.20	(9%)	(3%)	(16%)	(22%)	15%	5%	(3%)	(1%)	3.7x	10.9x	20.0x
21 SiteMinder	954	3.51	(22%)	(48%)	n.a.	(55%)	1%	(19%)	(23%)	(27%)	7.4x	n.m.	n.m.
22 Megaport	861	5.45	(61%)	(71%)	(70%)	(75%)	16%	(4%)	(27%)	(45%)	7.1x	n.m.	n.m.
23 Data#3	719	4.66	(21%)	(21%)	(17%)	(30%)	8%	(0%)	(9%)	(15%)	0.3x	13.2x	23.2x
24 Appen	693	5.61	(19%)	(50%)	(59%)	(60%)	19%	(2%)	(12%)	(23%)	1.0x	6.1x	15.0x
25 Infomedia	628	1.67	23%	9%	9%	(7%)	45%	2%	6%	10%	4.7x	10.5x	31.0x
26 Audinate	582	7.54	13%	(15%)	(7%)	(32%)	51%	7%	20%	11%	12.7x	n.m.	n.m.
27 Life360	527	2.84	(52%)	(71%)	(57%)	(80%)	18%	(0%)	(22%)	(43%)	1.6x	n.m.	n.m.
28 Nearmap	514	1.03	(31%)	(31%)	(45%)	(56%)	8%	(4%)	(14%)	(20%)	2.9x	20.0x	n.m.
29 FINEOS	473	1.48	(39%)	(68%)	(62%)	(69%)	22%	5%	(16%)	(34%)	2.1x	22.2x	n.m.
30 EML	459	1.23	(59%)	(62%)	(65%)	(71%)	4%	(9%)	(25%)	(40%)	2.0x	8.8x	18.3x
31 Silix Systems	430	2.10	73%	58%	133%	(4%)	139%	20%	34%	48%	n.m.	n.m.	n.m.
32 Weebit	410	2.38	(10%)	(17%)	44%	(47%)	43%	6%	(6%)	(18%)	n.m.	n.m.	n.m.
33 Temple & Webster	400	3.32	(50%)	(69%)	(69%)	(78%)	7%	(10%)	(28%)	(49%)	0.7x	25.9x	n.m.
34 RPMGlobal	382	1.65	(10%)	(23%)	(7%)	(27%)	17%	2%	0%	(7%)	n.m.	n.m.	n.m.
35 Bravura	351	1.42	(21%)	(43%)	(60%)	(64%)	5%	(5%)	(12%)	(17%)	1.3x	7.0x	13.4x
36 Nitro Software	321	1.34	(13%)	(46%)	(59%)	(67%)	21%	1%	2%	(12%)	3.0x	n.m.	n.m.
37 Tyro Payments	310	0.60	(66%)	(79%)	(84%)	(86%)	-	(25%)	(42%)	(57%)	0.8x	30.6x	n.m.
38 Kogan	297	2.78	(51%)	(68%)	(76%)	(79%)	1%	(10%)	(26%)	(45%)	0.4x	12.8x	n.m.
39 Bigtincan	276	0.50	(42%)	(51%)	(56%)	(67%)	16%	5%	(12%)	(27%)	2.1x	n.m.	n.m.
40 Frontier Digital	267	0.71	(46%)	(55%)	(49%)	(62%)	7%	(7%)	(23%)	(37%)	4.0x	n.m.	n.m.
Average	3,958		(22%)	(33%)	(23%)	(48%)	23%	(2%)	(10%)	(18%)			

Top 10 best performers in the last quarter⁽¹⁾

Company	Market capitalisation (A\$m)	Share price (A\$)	Share price performance (%)			Premium / (discount) to 52 week (%)		Premium / (discount) to VWAP (%)			Multiples (Jun-22)		
			Last quarter	Year-to-date	Last 12 months	High	Low	1 month	3 months	6 months	EV/Revenue	EV/EBITDA	P/E
1 Silix Systems	430	2.10	73%	58%	133%	(4%)	139%	20%	34%	48%	n.m.	n.m.	n.m.
2 Infomedia	628	1.67	23%	9%	9%	(7%)	45%	2%	6%	10%	4.7x	10.5x	31.0x
3 Audinate	582	7.54	13%	(15%)	(7%)	(32%)	51%	7%	20%	11%	12.7x	n.m.	n.m.
4 Pushpay	1,309	1.12	6%	(8%)	(32%)	(42%)	37%	(6%)	(2%)	3%	4.9x	19.6x	28.5x
5 Computershare	14,876	24.64	(0%)	23%	46%	(7%)	61%	4%	3%	9%	4.5x	16.5x	29.6x
6 IRESS	2,132	11.51	(4%)	(8%)	(11%)	(25%)	21%	8%	6%	4%	4.0x	18.3x	27.9x
7 ADS Memory	103	0.07	(4%)	(24%)	(52%)	(71%)	56%	(11%)	(26%)	(20%)	n.m.	n.m.	n.m.
8 Codan	1,259	6.96	(5%)	(25%)	(61%)	(61%)	13%	0%	(2%)	(9%)	2.6x	7.9x	12.5x
9 Technology One	3,463	10.71	(7%)	(16%)	15%	(21%)	19%	2%	2%	1%	9.7x	25.1x	43.0x
10 NEXTDC	5,125	10.64	(9%)	(17%)	(10%)	(24%)	11%	1%	(1%)	(1%)	18.8x	33.3x	n.m.
Average	2,991		9%	(2%)	3%	(30%)	45%	3%	4%	6%			

Top 10 worst performers in the last quarter⁽¹⁾

Company	Market capitalisation (A\$m)	Share price (A\$)	Share price performance (%)			Premium / (discount) to 52 week (%)		Premium / (discount) to VWAP (%)			Multiples (Jun-22)		
			Last quarter	Year-to-date	Last 12 months	High	Low	1 month	3 months	6 months	EV/Revenue	EV/EBITDA	P/E
1 Sezzle	54	0.26	(81%)	(91%)	(97%)	(97%)	4%	(18%)	(63%)	(81%)	0.2x	n.m.	n.m.
2 Cettire	158	0.38	(67%)	(89%)	(86%)	(92%)	15%	(17%)	(39%)	(72%)	n.m.	n.m.	n.m.
3 Tyro Payments	310	0.60	(66%)	(79%)	(84%)	(86%)	-	(25%)	(42%)	(57%)	0.8x	30.6x	n.m.
4 Novonix	1,108	2.28	(63%)	(75%)	3%	(82%)	10%	(17%)	(42%)	(59%)	n.m.	n.m.	n.m.
5 Megaport	861	5.45	(61%)	(71%)	(70%)	(75%)	16%	(4%)	(27%)	(45%)	7.1x	n.m.	n.m.
6 Marley Spoon	58	0.20	(60%)	(79%)	(94%)	(94%)	3%	(16%)	(45%)	(59%)	0.2x	n.m.	n.m.
7 Airtasker	110	0.25	(60%)	(70%)	(77%)	(79%)	-	(20%)	(41%)	(55%)	2.3x	n.m.	n.m.
8 EML	459	1.23	(59%)	(62%)	(65%)	(71%)	4%	(9%)	(25%)	(40%)	2.0x	8.8x	18.3x
9 Whispir	88	0.75	(58%)	(64%)	(71%)	(75%)	7%	(11%)	(31%)	(52%)	0.8x	n.m.	n.m.
10 Janison	100	0.43	(55%)	(68%)	(52%)	(71%)	4%	(12%)	(31%)	(50%)	2.2x	36.5x	n.m.
Average	331		(63%)	(75%)	(69%)	(82%)	6%	(15%)	(39%)	(57%)			

Source: Capital IQ as at 30 June 2022

Note: (1) Top 10 best and worst performers are based on companies with a minimum market capitalisation of A\$50 million and have traded for the full quarter