

INITIAL PUBLIC OFFERINGS REVIEW

Recent IPO Performance

Ticker	Company	Current Price	IPO Price	IPO Date	Performance
OPEN	OpenTable	\$28.48	\$20.00	5/21/09	42.4%
BPI	Bridgepoint Educatn.	\$12.55	\$10.50	4/15/09	19.5%
ERII	Energy Recovery	\$7.98	\$8.50	7/1/2008	-6.1%
BEAT	CardioNet	\$17.71	\$18.00	3/19/2008	-1.6%
V	Visa	\$67.71	\$44.00	3/18/2008	53.9%
ARST	ArcSight	\$16.09	\$9.00	2/14/2008	78.8%
IPCM	IPC-The Hospitalist	\$24.9	\$16.00	1/25/2008	55.6%
N	NetSuite	\$11.56	\$26.00	12/20/2007	-55.5%
ENTR	Entropic Comm.	\$2.35	\$6.00	12/7/2007	-60.8%
SFSF	SuccessFactors	\$7.84	\$10.00	11/20/2007	-21.6%
PAR	3PAR	\$8.69	\$14.00	11/16/2007	-37.9%
INET	Internet Brands	\$6.73	\$8.00	11/16/2007	-15.9%
ENSG	Ensign Group	\$14.9	\$16.00	11/9/2007	-6.9%
ARYX	ARYx Therapeutics	\$4.18	\$10.00	11/7/2007	-58.2%
BFRM	BioForm Medical	\$1.35	\$8.00	11/7/2007	-83.1%

California IPO News

The IPO market is seeing signs of life over the past 45 days with two new public offerings and the first IPO filing of the year. However, the number of registration withdrawals (RW) shown on page 11 indicates many companies have thrown in the towel.

OpenTable shares zoomed 59% on its debut in a small \$60 million offering. The online restaurant reservation service boasts 10,000 restaurant customers and \$16.0 million in 1Q09 revenue, up 21%. The opening surge in share price comes despite a fierce contraction in the restaurant market.

Bridgepoint Education didn't fare as well on the open after the education services firm cut its offering range twice (initially \$14-16) finally pricing at \$10.50. See page 8.

The Smart Money is on the prowl. **PennyMac Mortgage** is a vehicle created by savvy investors BlackRock and Highfields Capital (owners of a combined 74%) that plans to use its mammoth IPO proceeds of \$750 million to purchase distressed residential mortgage loans. A few more of these type of IPOs and maybe we will hit bottom...

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INITIAL PUBLIC OFFERINGS REVIEW

Recent IPO Filings						
Proposed Ticker	Company	Filing Date	Rating (1-5)	Offering Size (\$mil)	Business	Region/HQ
PMT	>PennyMac Mortgage	5/22/2009	3	\$750.0	Mortgage Loan Ownership	Calabasas
THER	TherOx	9/4/2008	RW	\$100.0	Medical Devices-Heart	Irvine
CHR	CapitalSource Health.	8/6/2008	2	\$345.0	REIT-Healthcare	Westlake Village
TAT	Dr. Tattoff	8/5/2008	5	\$8.0	Tattoo Removal	Beverly Hills
AGMX	AutoGenomics	7/25/2008	4	\$86.3	Medical-Genetic Testing	Carlsbad
MTPK	Metropark USA	6/13/2008	3	\$100.0	Retail Apparel	City of Industry
-	Acclarent	6/6/2008	RW	\$86.3	Medical Device-Sinus	Menlo Park
NXTG	NextG Networks	6/5/2008	RW	\$150.0	Distributed Antenna Sys.	San Jose
NXSN	Nexsan	4/25/2008	3	\$80.5	SATA-Based Disk Storage	Woodland Hills
EPOC	Epocrates	4/17/2008	RW	\$75.0	Software: Medical	San Mateo
CDXS	Codexis	4/14/2008	RW	\$100.0	Biofuels	Redwood City
FLDM	Fluidigm	4/14/2008	RW	\$86.3	Genetic Analysis	South San Francisco
ZGNX	Zogenix	3/20/2008	RW	\$86.3	Specialty Pharma-Pain	San Diego
CRTM	Current Media	1/28/2008	RW	\$100.0	Media-Current TV	San Francisco
PHMX	Phenomix	1/25/2008	RW	\$86.3	Pharma	San Diego
BHTX	Bayhill Therapeutics	1/9/2008	RW	\$86.3	Biotechnology: Autoimmune	Palo Alto
SRSE	Source Photonics	12/26/2007	RW	\$130.0	Optical Networking	Chatsworth
ANDA	ANDA Networks	12/21/2007	RW	\$86.3	Network Equipment	Sunnyvale
-	Prometheus Labs	12/19/2007	4	\$100.0	Pharma-GI	San Diego
DNGR	Danger	12/19/2007	RW	\$100.0	Software: PDA/Web	Palo Alto
DTWO	Digital Domain	12/12/2007	3	\$100.0	Film: Special Effects	Venice
CCXI	ChemoCentryx	11/9/2007	RW	\$57.5	Biotechnology	Mountain View
XDXI	XDx	10/23/2007	RW	\$86.3	Medical Testing	Brisbane
EMPH	Emphasys Medical	9/21/2007	RW	\$86.3	Medical: Lung Disorders	Redwood City
-	BlueArc	9/7/2007	RW	\$103.5	Data Storage Systems	San Jose
ANAC	Anacor Pharm.	8/31/2007	RW	\$57.5	Pharmaceuticals: Skin	Palo Alto
SNCS	Sonics	8/24/2007	RW	\$80.0	System-on-a-Chip Connect.	Mountain View
RLNT	Reliant Technologies	8/16/2007	RW	\$95.0	Medical Devices: Skin	Mountain View