
Illinois Venture Capital Association Quarterly Private Equity Monitor

Q1 2008



Section I: Taxonomy

Section II: Venture Capital Investment Statistics

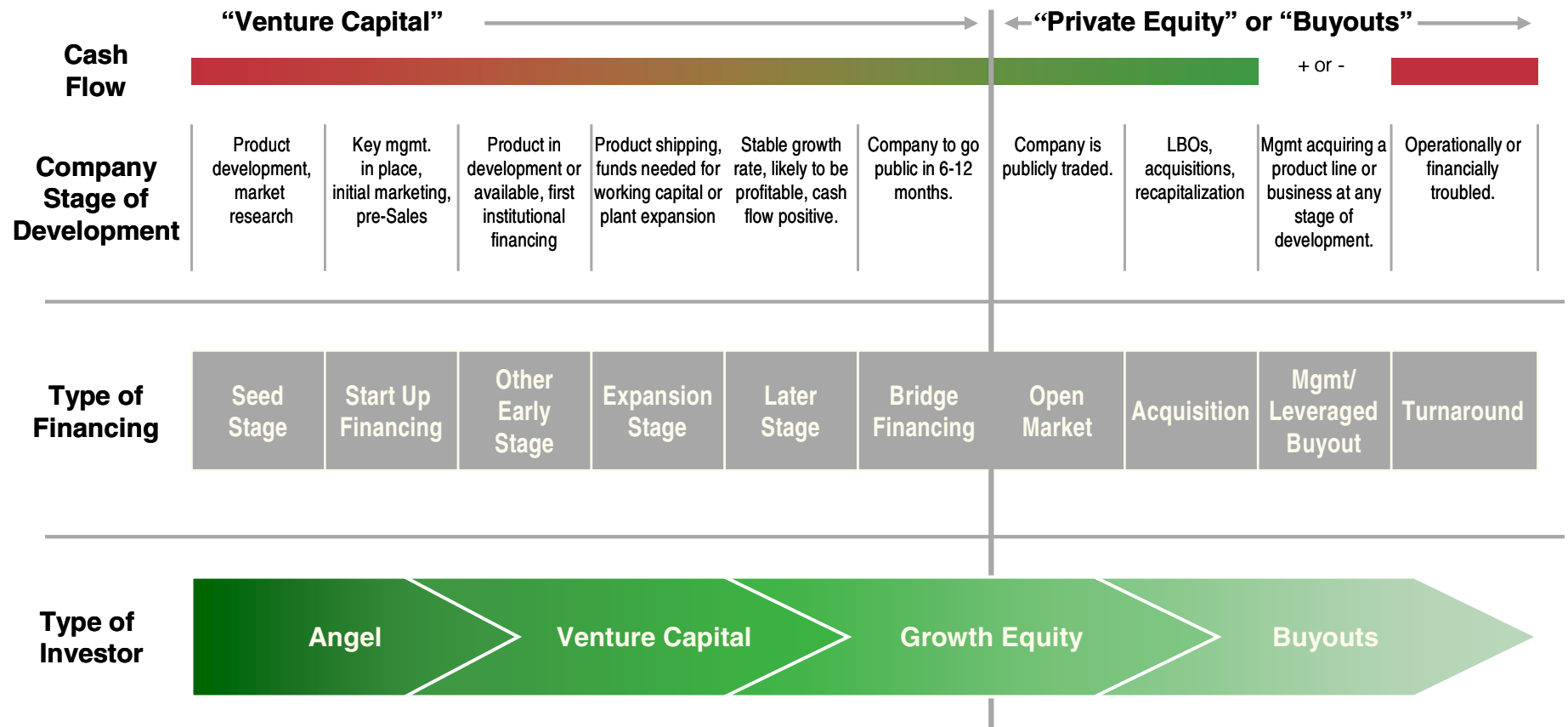
Section III: Buyout Related Capital Investment Statistics

Section IV: Venture and Buyout Related Capital Investment Statistics

Data pulled: 4/30/08. Source is Thomson Reuters VentureXpert unless otherwise noted.

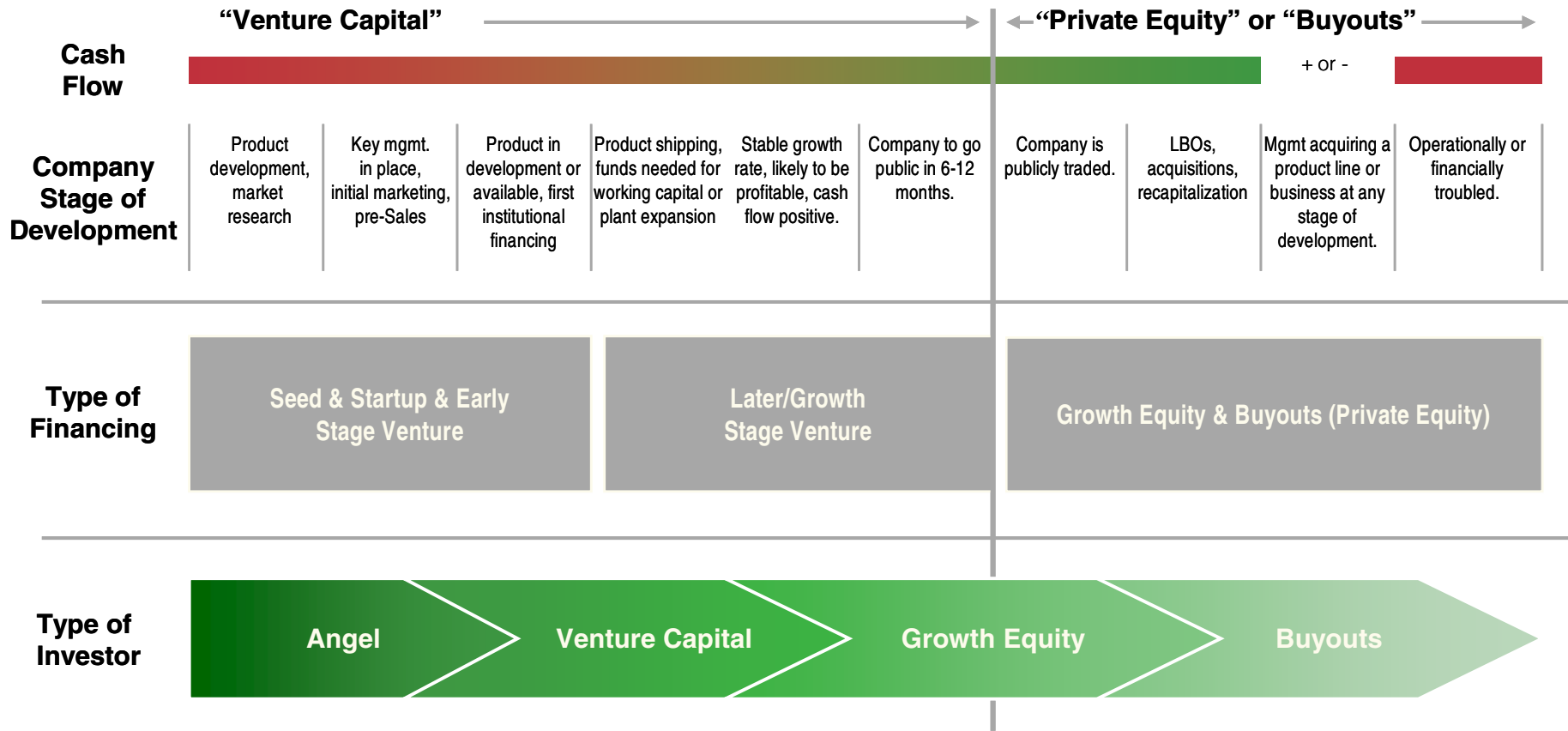
Section I: Taxonomy

Diagram 1: Taxonomy of Private Equity



Section I: Taxonomy

Diagram 2: Taxonomy of Private Equity



Section II: Venture Capital Investment Statistics

Table 1

	Venture Capital - Nation		Venture Capital - Illinois	
	Number of Companies	Total Capital (USD Mil)	Number of Companies	Total Capital (USD Mil)
Total '03-Q1 '08	22432	\$170,449.0	407	\$3,014.8
Qtr Avg	1028	\$8,132.5	19	\$143.6
Quarterly				
1Q '07	1100	\$8,916.8	26	\$170.9
2Q '07	1366	\$9,565.1	20	\$82.1
3Q '07	1331	\$9,590.2	26	\$149.0
4Q '07	1446	\$12,215.1	30	\$192.8
1Q '08	1346	\$9,494.7	20	\$131.0
Yearly				
2003	3574	\$26,775.5	71	\$896.5
2004	3782	\$28,940.8	63	\$422.8
2005	3923	\$30,049.1	72	\$485.3
2006	4564	\$34,901.7	79	\$484.5
2007	5243	\$40,287.1	102	\$594.7
YTD '08 (by Qtrs)	1346	\$9,494.7	20	\$131.0

Note: Company totals may not match other tables in this report because quarterly data may include deals with multiple rounds of financing. Yearly totals in the table above are calculated from quarterly data.

Section II: Venture Capital Investment Statistics

Table 2

State Rankings – Q1 '08			
Venture Capital Investments			
Rank	Fund Location	Number of Companies	Investments (USD Mil)
1	California	533	\$4,175.1
2	Texas	59	\$933.4
3	Massachusetts	145	\$812.0
4	New York	70	\$505.9
5	Colorado	48	\$474.1
6	Washington	55	\$404.0
7	New Jersey	39	\$294.0
8	Georgia	33	\$198.6
9	Maryland	36	\$197.4
10	Pennsylvania	50	\$157.6
14	Illinois	20	\$131.0

Table 3

Geographic Sources of Funding For Illinois Companies Q1 '08					
Venture Capital					
Rank	Fund Location	Number of Companies	Amount Invested (USD Mil)	% of Total Investment	% of All Companies
1	California	5	\$32.8	25%	16%
2	Texas	1	\$20.0	15%	3%
3	Maryland	2	\$16.4	13%	6%
4	Undisclosed	2	\$13.8	11%	6%
5	Florida	1	\$11.0	8%	3%
6	Massachusetts	3	\$10.0	8%	10%
7	Illinois	7	\$6.9	5%	23%
8	D. of Columbia	1	\$6.7	5%	3%
9	Ontario, (CA)	1	\$4.2	3%	3%
10	Minnesota	2	\$3.9	3%	6%
	Other	6	\$5.3	4%	19%
	TOTAL	31	\$131.0	100%	100%

Note: Company total may be higher than in other tables because each state reports transactions separately, so double-counting of companies is possible (e.g. the same company may have received funding from Texas and Illinois).

Table 4a

Venture Capital Invested in Illinois by Industry						
	IT		Healthcare		Other	
	Number of Companies	Capital Invested (USD Mil)	Number of Companies	Capital Invested (USD Mil)	Number of Companies	Capital Invested (USD Mil)
Total '03-Q1'08	196	\$1,143.8	86	\$582.0	125	\$1,289.0
Qtr Avg	9	\$54.5	4	\$29.1	6	\$61.4
Quarterly						
1Q '07	11.00	\$87.2	7	\$72.0	8	\$11.8
2Q '07	4.00	\$40.7	5	\$13.0	11	\$28.4
3Q '07	12.00	\$95.8	6	\$41.1	8	\$12.1
4Q '07	9.00	\$18.5	6	\$103.5	15	\$70.7
1Q '08	6.00	\$25.1	3	\$59.8	11	\$46.1
Yearly						
2003	40	\$286.6	14	\$42.1	17	\$567.8
2004	35	\$184.4	16	\$50.6	12	\$187.7
2005	45	\$258.3	11	\$61.6	16	\$165.4
2006	34	\$147.1	18	\$138.4	27	\$199.0
2007	36	\$242.2	24	\$229.6	42	\$123.0
YTD '08 (by Qtrs)	6	\$25.1	3	\$59.8	11	\$46.1

*Note: **IT (Information Technology)** industries include the following: communications equipment, computer hardware and software, internet, computers, semiconductors and other companies. **Healthcare** industries include the following: biotechnology, medical diagnostics, therapeutics, medical products, medical and health services, pharmaceuticals and others. **Other** industries include the following: consumer-related, industrial/energy, transportation, financial services, manufacturing, agricultures, forestry, fishing, construction, utilities and others.*

Table 4b

"Green" Venture Capital Investments				
	Illinois "Green" Companies receiving Venture Capital Investments	Illinois Firms Making "Green" Venture Capital Investments	Investment in Illinois "Green" Companies (USD Mil)	Illinois Firms' Investment in U.S. "Green" Companies (USD Mil)
Total '03-Q1 '08	20	47	\$481.5	\$99.0
Quarterly				
1Q '07	1	2	\$0.6	\$3.5
2Q '07	1	2	\$7.0	\$7.9
3Q '07	1	1	\$0.3	\$2.6
4Q '07	2	3	\$10.0	\$3.6
1Q '08	3	2	\$60.3	\$8.6
Yearly				
2003	2	5	\$374.2	\$11.0
2004	1	7	\$4.0	\$11.6
2005	3	8	\$2.0	\$10.6
2006	6	17	\$23.3	\$39.6
2007	5	8	\$17.9	\$17.6
YTD '08 (by Qtrs)	3	2	\$60.3	\$8.6

Note: Green company investments include, but are not limited to, investments in companies involved in the following industries: batteries, power supplies, alternative energy sources, coal, energy conservation, pollution and recycling, biotech processes for pollution, toxic waste control and oil recovery.

Chart 1

Venture Capital Invested in Illinois
IT Industry

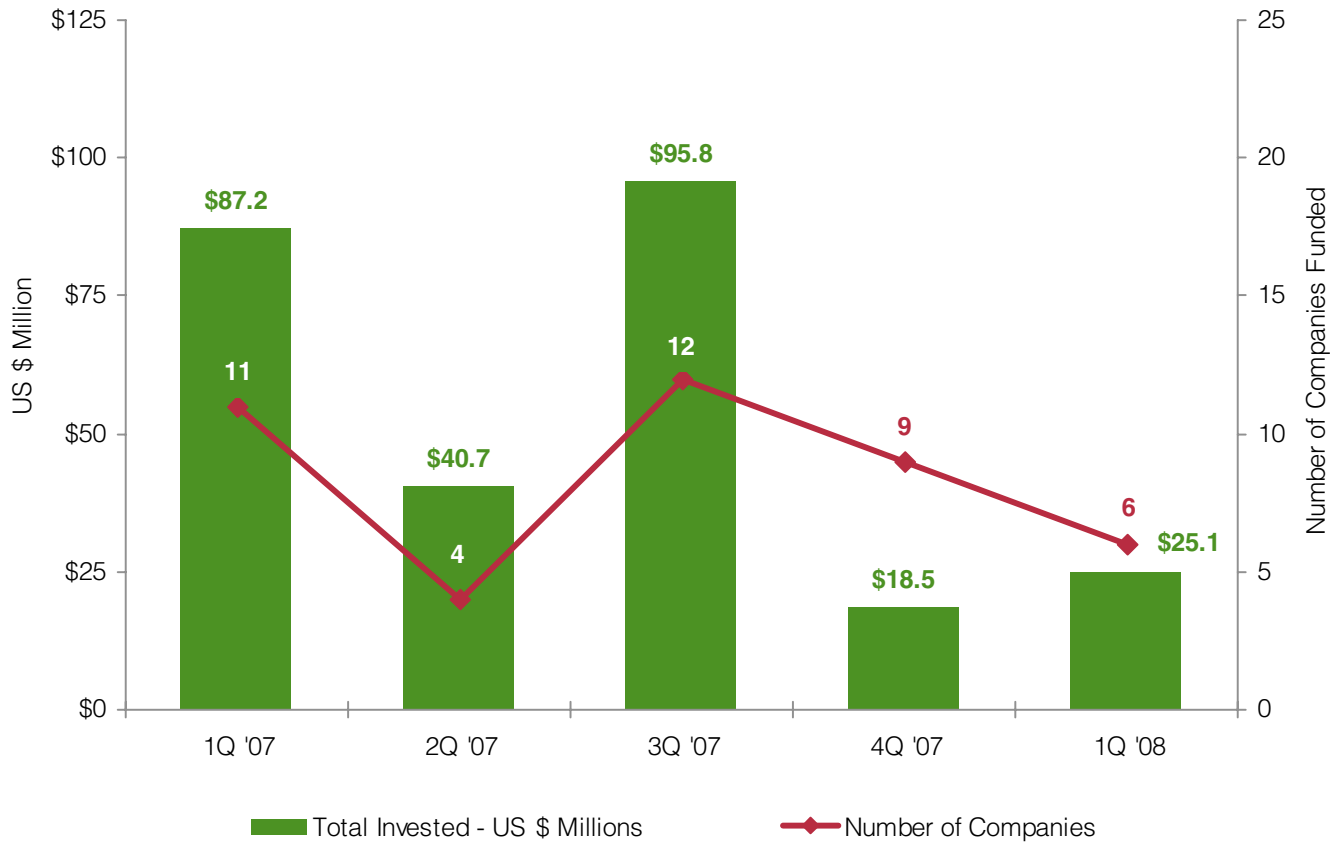


Chart 2

Venture Capital Invested in Illinois
Healthcare Industry

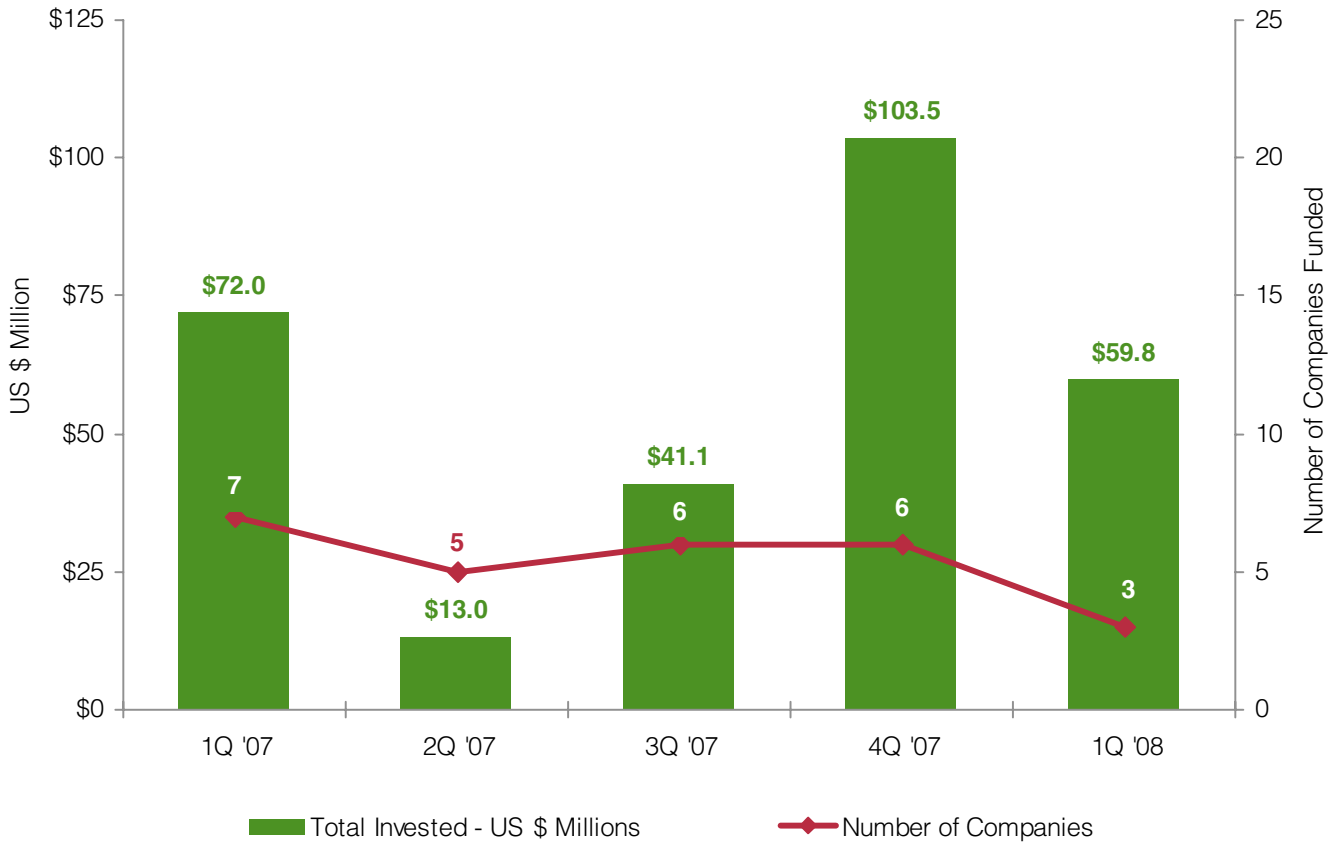
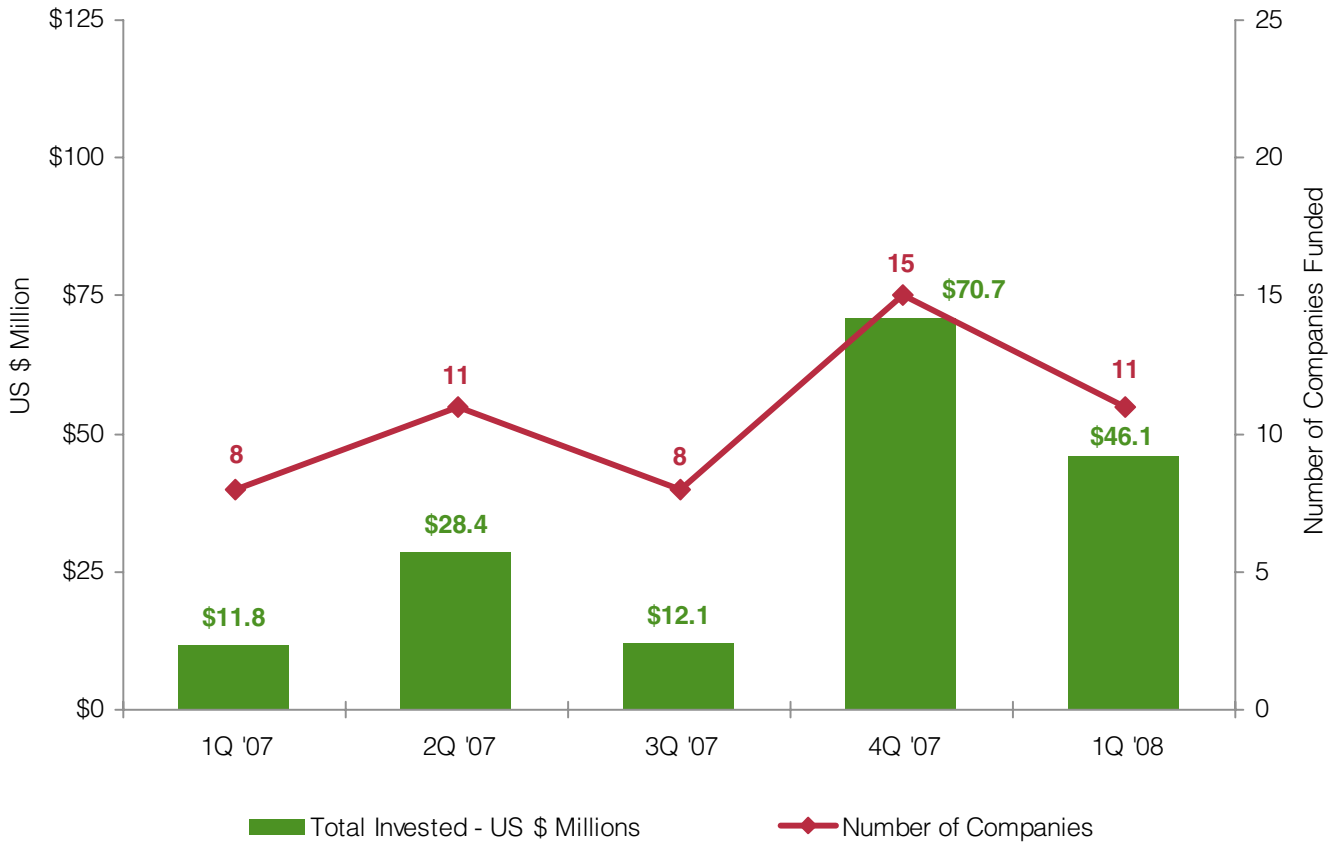


Chart 3

Venture Capital Invested in Illinois
Other Industry



Section II: Venture Capital Investment Statistics

Table 5

Venture Capital Investments by Illinois Firms in Illinois Companies - Q1 '08			
	Company Name	Firm Name	Sum Inv. (USD Mil)
1	4th Floor Investment Group LLC	Marquette Venture Partners	-
2	Adams Harris, Inc.	Adams Street Partners LLC (FKA: Brinson Private Equity)	3.00
3	Arroweye Solutions, Inc.	Adams Street Partners LLC (FKA: Brinson Private Equity)	1.42
4	Business Only Broadband LLC	Focus Equity Partners, LLC	-
5	Business Only Broadband, LLC	Focus Equity Partners, LLC	-
6	Cleversafe, Inc.	Batterson Venture Partners (AKA: BVP)	0.64
7	Coskata, Inc.	Advanced Technology Ventures, Globespan Capital Partners, General Motors Asset Management, Khosla Ventures, GreatPoint Ventures	19.50
8	CrossCheck Compliance, Inc.	Synetro Capital, LLC (FKA: eBlast Ventures, LLC)	0.20
9	Elevance Renewable Sciences, Inc.	TPG, Texas Pacific Group Growth	40.00
10	Endeca Technologies, Inc.	SAP Ventures, Intel Capital	25.00
11	GOLIATH Solutions, LLC	The Walnut Group, CapX Partners, Comerica Bank Texas, Cordjia, Trinity Capital Investment Group, Inc.	16.00
12	InStadium, LLC	Hopewell Ventures	0.51
13	Invernergy Wind LLC	GE Energy Financial Services	-
14	Jellyvision, Inc.	Sigma Partners	5.00
15	Nanodisc, Inc.	Illinois Ventures LLC	0.30
16	NanoInk, Inc.	-	12.00
17	navAero, Inc.	Saab Ventures	3.05
18	Quantitative Services Group, L.L.C.	Goldman Sachs Group, Merchant Banking Division	-
19	RedSky Technologies, Inc.	CID Capital, Dunrath Capital, Inc.	-
20	RiverGlass, Inc.	RPM Ventures, IllinoisVENTURES, LLC, CC Services, Inc.	2.40
21	The Point, LLC	New Enterprise Associates	4.80
22	The Spring Air Company	American Capital Strategies, Ltd. (NasdaqNM:ACAS), H.I.G. Capital	22.00
23	United Road Towing, Inc.	Milestone Partners	-

Note: Source of data for table is Thomson Reuters Financial and Capital IQ. Table totals may differ from other tables in this report because private equity reporting is continuous and therefore changes from day to day for all data sources. Also, some companies may appear in both Venture Capital and Buyout lists because both the type of financing round and the investing firm is considered when compiling the list. For example, if a buyout fund made an investment in a venture capital round of financing it would be considered under both Venture Capital and Buyout lists.

Section III: Buyout Related Capital Investment Statistics

Table 6

	Buyout Investments - Nation		Buyout Investments - Illinois	
	Number of Companies	Investment (USD Mil)	Number of Companies	Investment (USD Mil)
Total '03-Q1 '08	8,452	\$210,439.4	310	\$5,828.0
Qtr Avg	402	10,020.9	15	\$277.5
Quarterly				
1Q '07	535	\$21,794.7	22	\$141.7
2Q '07	610	\$10,579.2	22	\$109.0
3Q '07	645	\$15,613.6	19	\$184.0
4Q '07	667	\$22,026.2	32	\$309.6
1Q '08	633	\$7,876.7	27	\$183.3
Yearly				
2003	1,058	\$42,374.0	39	\$2,331.0
2004	1,153	\$30,170.1	33	\$1,085.6
2005	1,386	\$28,122.1	46	\$666.9
2006	1,765	\$31,883.0	70	\$817.0
2007	2,457	\$70,013.6	95	\$744.3
YTD '08 (by Qtrs)	633	\$7,876.7	27	\$183.3

Note: Company totals may not match other tables in this report because quarterly data may include deals with multiple rounds of financing. Yearly totals in the table above are calculated from quarterly data.

Table 7

State Rankings - Q1 '08			
Buyout Related Investments			
Rank	Fund Location	Number of Companies	Investments (USD Mil)
1	Massachusetts	39	\$1,213.7
2	New York	48	\$1,197.9
3	Florida	27	\$1,080.1
4	Texas	51	\$1,073.4
5	Minnesota	13	\$824.7
6	California	133	\$683.5
7	North Carolina	14	\$300.6
8	New Jersey	26	\$284.9
9	Colorado	24	\$265.1
10	Illinois	27	\$183.3

Table 8

Geographic Sources of Funding For Illinois Companies Q1 '08					
Buyout Related Capital					
Rank	Fund Location	Number of Companies	Amount Invested (USD Mil)	% of Total Investment	% of All Companies
1	Minnesota	2	\$75.0	42%	6%
2	New York	5	\$27.8	15%	16%
3	California	5	\$22.4	12%	16%
4	Texas	1	\$20.0	11%	3%
5	Florida	1	\$11.0	6%	3%
6	Maryland	1	\$11.0	6%	3%
7	D. of Columbia	2	\$5.1	3%	6%
8	Illinois	8	\$4.9	3%	26%
9	Undisclosed	1	\$0.8	0%	3%
10	Wisconsin	1	\$0.7	0%	3%
	Other	4	\$0.7	0%	13%
	TOTAL	31	\$179.4	100%	100%

Note: Company totals may be higher than in other tables because each state reports transactions separately, so double-counting of companies is possible (e.g. the same company may have received funding from Texas and Illinois).

Table 9

Buyout Capital Investments by Illinois Firms in Illinois Companies Q1 '08			
	Company Name	Firm Name	Sum Inv. (USD Mil)
1	4th Floor Investment Group LLC	Marquette Venture Partners	-
2	Accero, Inc.	Vista Equity Partners	-
3	Adams Harris, Inc.	Adams Street Partners LLC (FKA: Brinson Private Equity)	1.00
4	Arroweye Solutions, Inc.	Adams Street Partners LLC (FKA: Brinson Private Equity)	1.42
5	Aspire Holdings LLC	GTCR Golder Rauner LLC	1.01
6	Benetech, Inc.	Chicago Growth Partners (William Blair Capital Partners)	-
7	Business Only Broadband LLC	Focus Equity Partners, LLC	-
8	CenterStone Solutions LLC	The Johnsson Group Inc.	-
9	CIBT, Inc.	American Capital Strategies, Ltd. (NasdaqNM:ACAS)	-
10	Consolidated Distribution Corp.	Marquette Capital Partners, BrightPath Capital, 4th Floor Investment Group, LLC	-
11	Cortz, Inc.	Audax Group	-
12	Doddson Travel Agency, Inc.	North America Sports Media, Inc.	-
13	Fox & Obel Food Market	Vulpes, LLC	-
14	InfuScience, Inc.	Thoma Cressey Bravo	1.50
15	Pacific Press Technologies, LP	Spell Capital Partners, L.L.C	-
16	Suzo-Happ Group	Pfingsten Partners, L.P.	-
17	System Development Integration, Inc.	Glencoe Capital, LLC (FKA: Glencoe Investment Corporation)	-
18	Transport Service Co.	The Kenan Advantage Group Inc.	-

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Table 10

Venture and Buyout Investments in Illinois Companies Funded by Non-Illinois and Illinois Funds, Q1 '08						
	IL Companies Funded by IL Funds	IL Companies Funded by Non- Illinois Funds	Capital Investment in IL Companies by IL Funds	Capital Investment in IL Companies by Non-Illinois Funds	% of All IL Companies Receiving Capital Funded by IL Firms	% of All Capital Invested in IL Companies by IL Firms
Last Five Quarters						
1Q '07	11	40	\$60.3	\$299.5	28%	20%
2Q '07	13	34	\$56.6	\$146.1	38%	39%
3Q '07	16	36	\$48.3	\$318.3	44%	15%
4Q '07	19	49	\$153.2	\$441.7	39%	35%
1Q '08	14	37	\$9.4	\$235.8	38%	4%
Yearly						
2003	35	91	\$150.7	\$3,085.4	38%	5%
2004	29	82	\$36.9	\$1,405.9	35%	3%
2005	40	107	\$192.4	\$1,107.3	37%	17%
2006	52	135	\$319.4	\$1,379.4	39%	23%
2007	59	159	\$318.4	\$1,205.6	37%	26%
YTD '08 (by Qtrs)	14	37	\$9.4	\$235.8	38%	4%

Chart 4

Source of Venture and Buyout Investments for Illinois Companies
Q1 '08 (USD Mil)

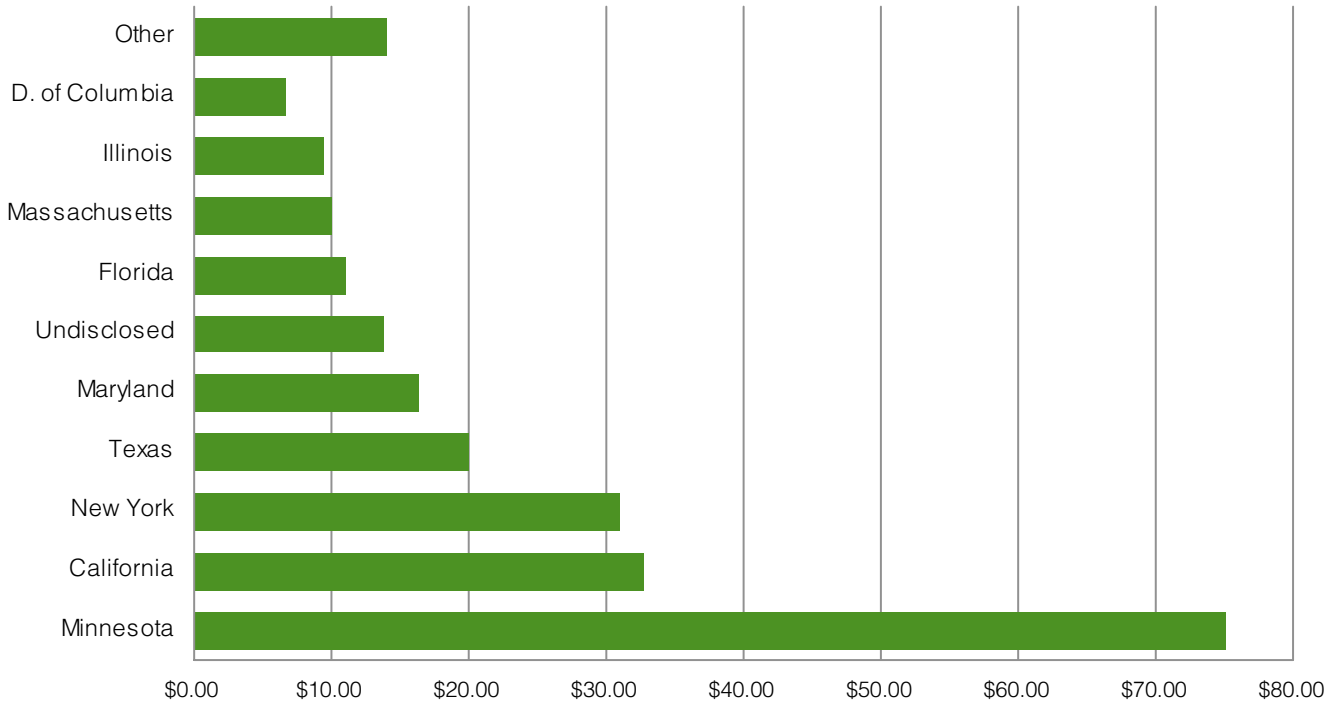


Chart 5

States Receiving Funds from Illinois Venture and Buyout Firms
Q1 '08 (USD Mil)

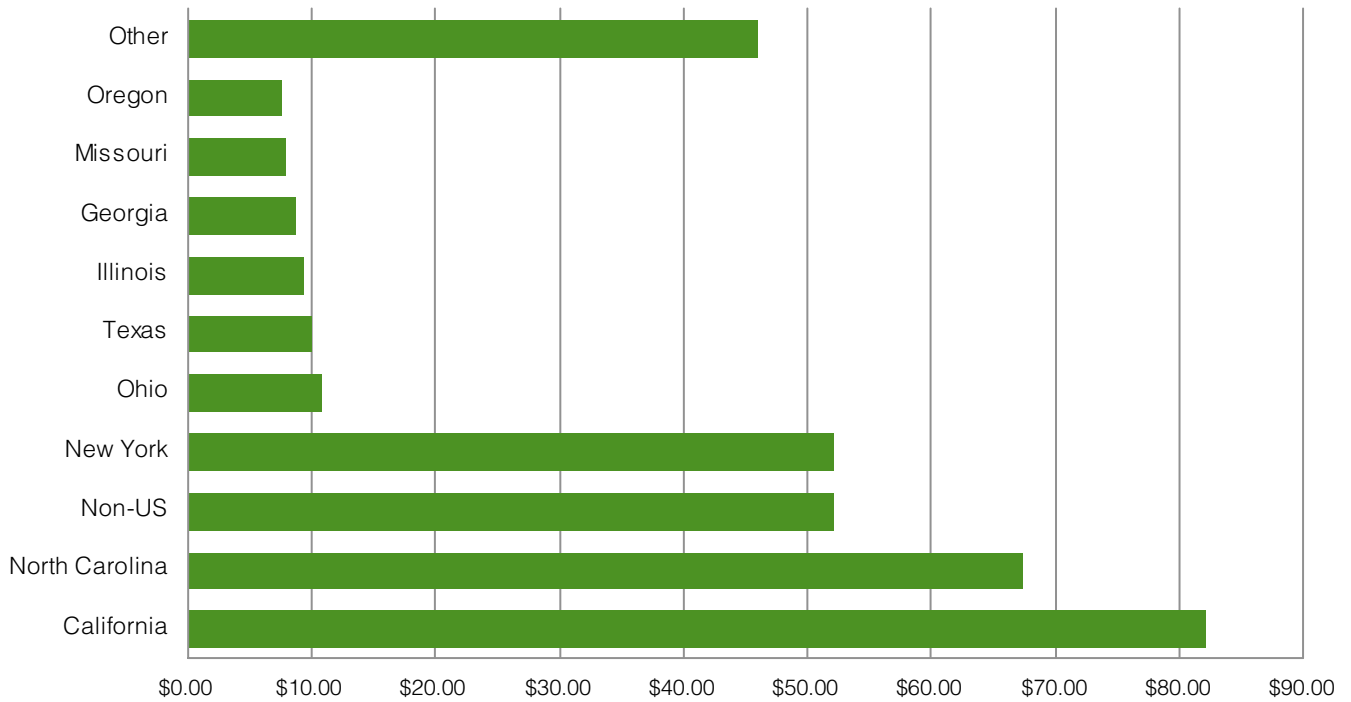


Chart 6

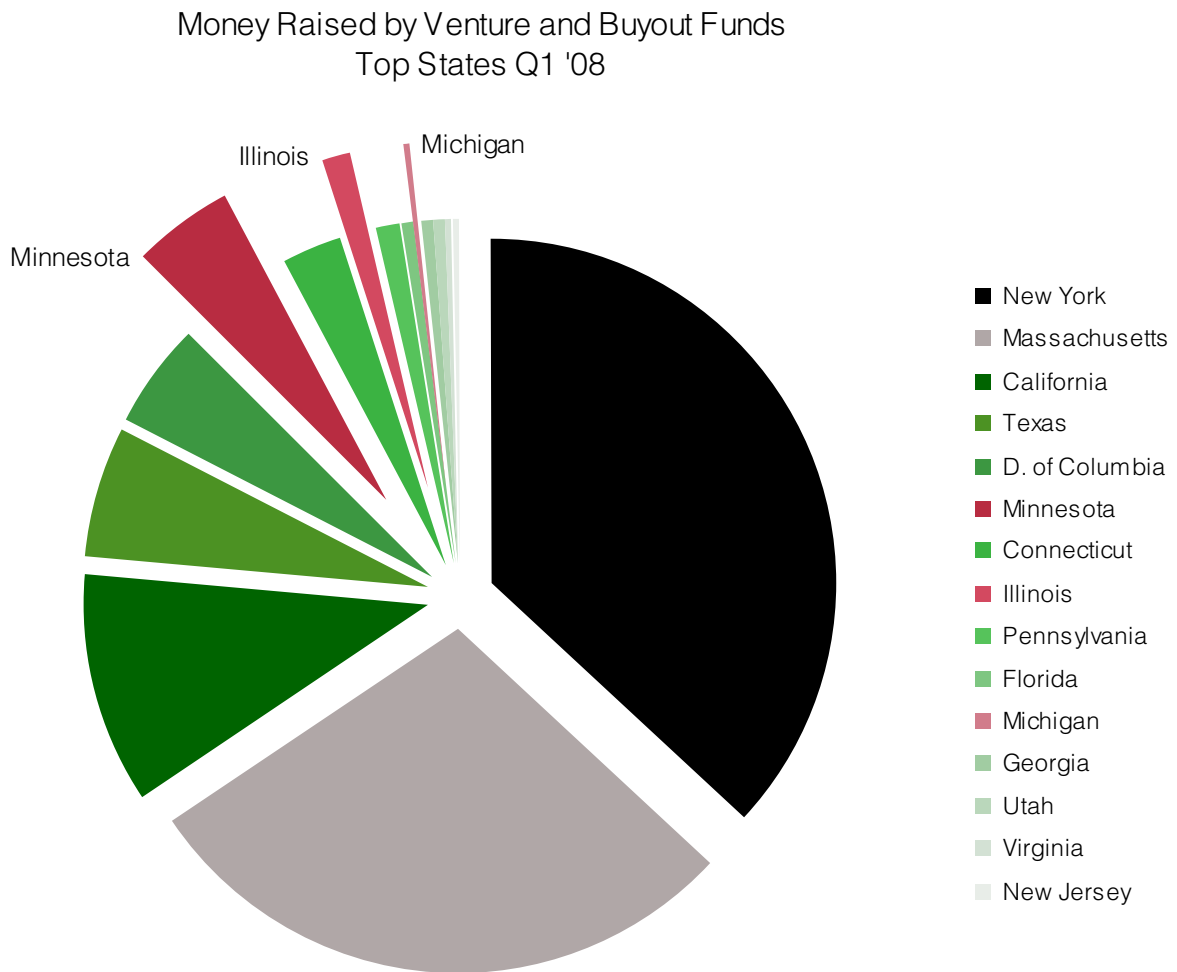


Chart 7

Venture and Buyout Assets Under Management
Top States Q1 '08

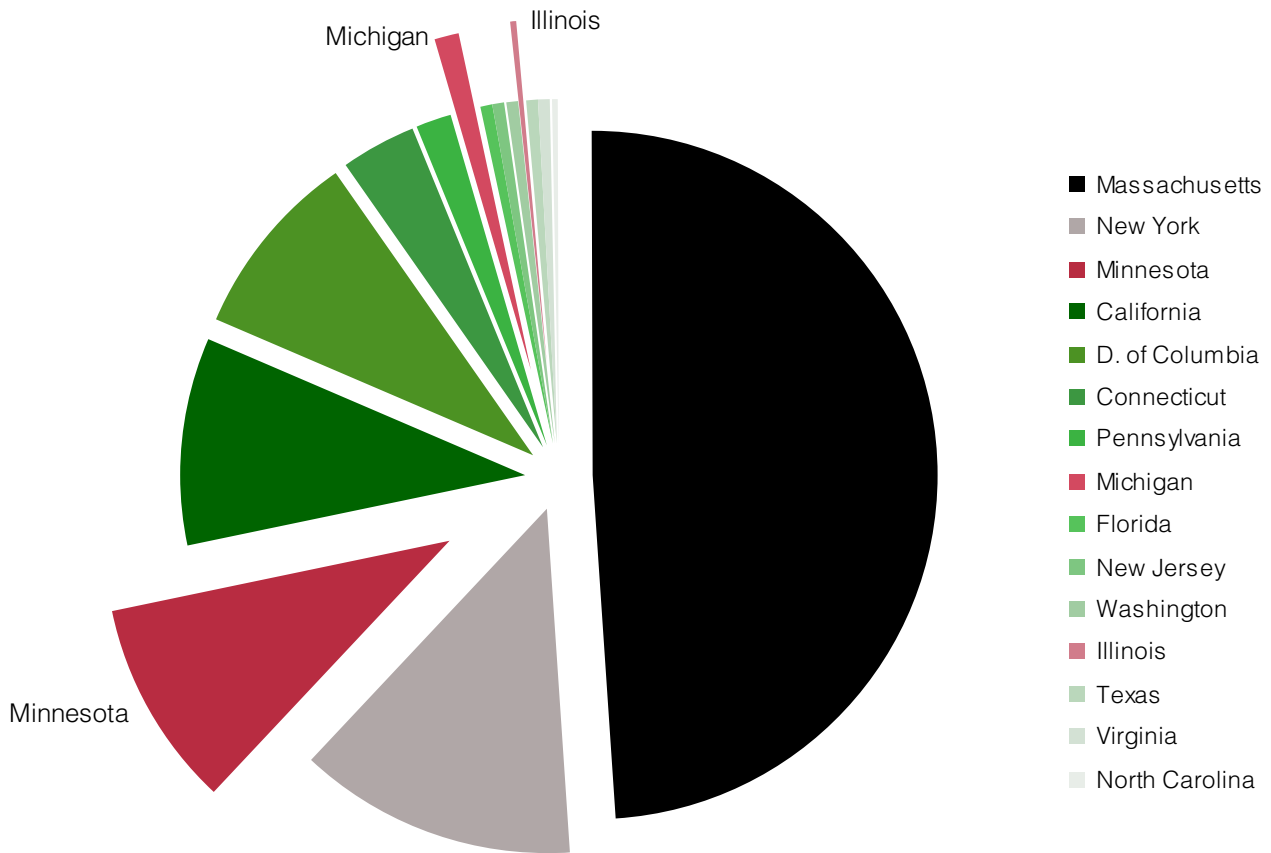


Table 11

State Rank - Number of IPOs - Q1 '08					
Fund Location	Rank	Num of IPOs	Pct of IPOs	Offer Amt (USD Mil)	Post Offer Value* (USD Mil)
California	1	3	42.9	\$226.0	\$930.3
Florida	2	2	28.6	\$56.8	\$273.2
New York	3	1	14.3	\$245.0	\$1,011.5
Illinois	3	1	14.3	\$22.0	\$120.2
Total		7	100.0	\$549.7	\$2,335.1

Note: The post offer value represents the value of all shares outstanding (primary share, management shares, etc.) at the offer date.

Table 12

Illinois IPOs, Q1 '08			
Company Name	Offer Amt (USD Mil)	Post Offer Value * (USD Mil)	Age at IPO (yrs)
Heritage-Crystal Clean LLC	\$22.0	\$120.2	9.20
Total	\$22.0	\$120.2	

Note: The post offer value represents the value of all shares outstanding (primary share, management shares, etc.) at the offer date.

Table 13

Stages of Venture Capital Investment - Illinois						
	Early Stage VC		Later Stage VC		Buyout	
	Number of Companies	Total Capital (USD Mil)	Number of Companies	Total Capital (USD Mil)	Number of Companies	Total Capital (USD Mil)
Total '03-Q1'08	109	\$492.8	202	\$1,450.7	290	\$5,745.1
Qtr Avg	5	\$23.5	9	\$67.3	14	\$273.6
Quarterly						
1Q '07	9	\$42.6	11	\$124.7	20	\$132.2
2Q '07	6	\$21.9	6	\$55.0	22	\$69.2
3Q '07	8	\$42.3	11	\$102.6	19	\$175.6
4Q '07	9	\$59.2	10	\$53.9	29	\$337.9
1Q '08	7	\$69.7	7	\$49.0	25	\$121.4
Yearly						
2003	10	\$30.7	50	\$355.5	29	\$2,213.4
2004	21	\$58.2	31	\$170.2	32	\$1,177.7
2005	18	\$59.5	38	\$228.0	45	\$228.0
2006	21	\$108.8	38	\$311.9	69	\$813.4
2007	32	\$166.0	38	\$336.2	90	\$336.2
YTD 08 (by Qtrs)	7	\$69.7	7	\$49.0	25	\$121.4