

Elastic NV

11:12 08 Oct 2018

IPO Roundup: Elastic's soaring IPO boosts valuation, while First Trust rolls out an ETF that gives investors an exposure to Europe

Elastic NV (NYSE:ESTC), a Dutch-based IPO which supplies search and data software to companies ranging from Credit Suisse and Accenture to Tinder and Uber, continued a hot streak as it priced above range with an initial public offering that raised \$252 million.

Incorporated in the Netherlands and based in Mountain View, California Elastic NV almost doubled in value on its first day of trading Friday on the New York Stock Exchange (NYSE), compared with an initial price of \$36. The stock is trading at \$68.07 Monday.

The search company raised \$252 million and has a market cap of around \$4.7 billion.

"When you hail a ride home from work with Uber, Elastic helps power the systems that locate nearby riders and drivers," said Elastic's IPO prospectus. "When you look for a partner on Tinder, Elastic helps power the algorithms that guide you to a match."

For the three months ended July 31, Elastic posted revenue of \$56.6 million, up 79% from the year-ago period. It had a net loss of \$18.6 million in that period, versus \$9.9 million in the previous quarter.

Meanwhile, First Trust rolled out the First Trust IPOX Europe Equity Opportunities ETF (NASDAQ:FPXE) Friday, which has a 0.70% expense ratio.

The market-cap weighted portfolio measures the performance of the 100 largest and typically most liquid initial public offerings of companies that are economically tied to Europe, and ranked quarterly by market capitalization, in the IPOX®Global Composite Index.

The fund allows investors to gain exposure to the largest and most liquid European IPOs and spin-offs without the single stock risk of trying to pick which IPOs will be successful.

"Recent IPOs and spin-offs represent an important segment of the European stock market that is often absent from other European focused index ETFs. This fund provides a unique strategy for investors to gain exposure to the innovation and growth of these stocks before many are added to broad index funds," Ryan Issakainen, senior vice president, of exchange-traded fund strategist at First Trust, said in a statement.

The company said the new ETF provided an "unique investment approach" to benefit investors seeking equity exposure outside the traditional European benchmarks.

Contact Uttara Choudhury at uttara@proactiveinvestors.com

Price: 93.54

Market Cap: \$7.98 billion

1 Year Share Price Graph



Share Information

Code: ESTC

Listing: NYSE

52 week High Low
104.04 39.22

Sector: Software & services

Website: www.elastic.co

Company Synopsis:

Elastic N. V. develops and delivers technology that enables users to search structured and unstructured data for a range of consumer and enterprise applications. It primarily provides Elastic Stack, a set of software products that ingest and store data from various sources and formats, as well as performs search, analysis, and visualization.

action@proactiveinvestors.com

Follow her on Twitter: **@UttaraProactive**

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts, journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +44 (0)207 989 0813 action@proactiveinvestors.com

No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.