

# Quarterly Industry Update

As of March 31, 2016

Industry: Online Review Sites

## Industry Summary

Cogent Valuation identified Online Review Sites publicly traded companies, IPOs, and recent M&A transactions within the Online Review Sites industry, which provides a basis for market and transaction pricing that can be used by your firm in estimating market sentiment and its impact on your firm's value. Over the last year since March 31, 2015, the median 52-week share price return of the Online Review Sites industry was 10.5%. Between March 31, 2014 and March 31, 2016, the median EV/EBITDA multiple decreased from 18.8 to 6.7. However, the median price-to-earnings multiple increased from 18.7 to 33.4 over the same period.

## Comparable Public Company Key Statistics

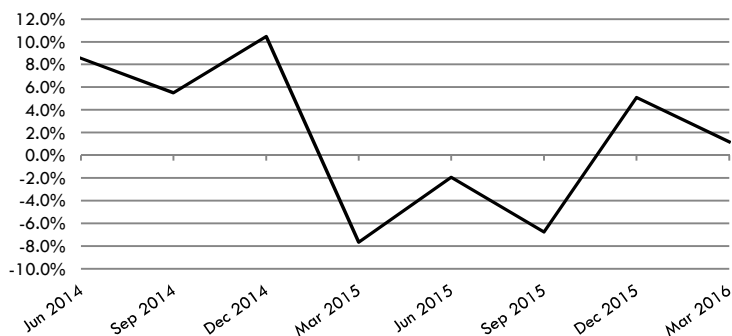
Median 52-Week Return	10.5%	Median EV/Revenue Multiple	1.7x	Median Price/Earnings Multiple	33.4x
Median 3-Year CAGR Return	-0.9%	Median EV/EBITDA Multiple	6.7x	Median EV/Gross CF Multiple	29.6x

## Comparable Public Company Market Price Returns As of March 31, 2016

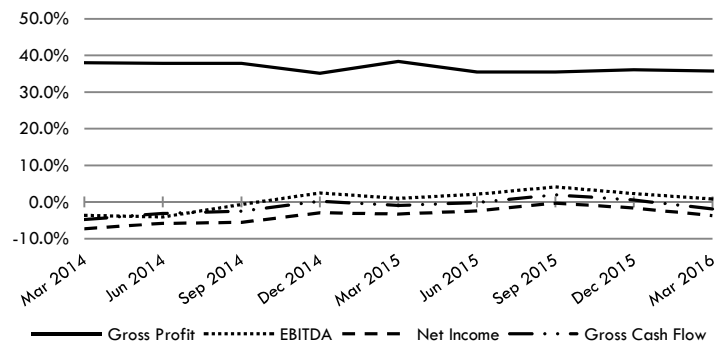
	YTD	3 Month	1 Year	2 Year	3 Year	5 Year	2015	2014	2013	2012	2011
Allscripts Healthcare Solutions, Inc.	-14.1%	-14.1%	10.5%	-14.4%	-0.9%	-8.8%	20.4%	-17.4%	64.1%	-50.3%	-1.7%
Angie's List, Inc.	-13.7%	-13.7%	37.5%	-18.6%	-25.8%	N/A	50.1%	-58.9%	26.4%	-25.5%	N/A
athenahealth, Inc.	-13.8%	-13.8%	16.2%	-6.9%	12.7%	25.2%	10.5%	8.3%	83.5%	49.2%	19.9%
Bazaarvoice, Inc.	-28.1%	-28.1%	-44.2%	-34.3%	-24.5%	N/A	-45.5%	1.5%	-15.3%	N/A	N/A
Cerner Corporation	-12.0%	-12.0%	-27.7%	-3.0%	3.8%	13.8%	-6.9%	16.0%	43.8%	26.5%	29.3%
Facebook, Inc.	9.0%	9.0%	38.8%	37.6%	64.6%	N/A	34.1%	42.8%	105.3%	N/A	N/A
Koninklijke Ahold N.V.	6.5%	6.5%	14.2%	5.9%	10.7%	9.1%	18.4%	-8.3%	34.5%	-1.1%	2.1%
LinkedIn Corporation	-49.2%	-49.2%	-54.2%	-21.4%	-13.4%	N/A	-2.0%	5.9%	88.8%	82.2%	N/A
LivePerson Inc.	-13.3%	-13.3%	-42.8%	-30.4%	-24.5%	-14.3%	-52.1%	-4.9%	12.8%	4.7%	11.1%
Quality Systems Inc.	-5.5%	-5.5%	-4.6%	-5.0%	-5.9%	-18.2%	3.4%	-26.0%	21.3%	-53.1%	6.0%
Renren Inc.	-11.1%	-11.1%	35.7%	0.0%	4.2%	N/A	46.6%	-17.7%	-11.6%	-2.8%	N/A
<b>Median of Industry Public Companies</b>	<b>-13.3%</b>	<b>-13.3%</b>	<b>10.5%</b>	<b>-6.9%</b>	<b>-0.9%</b>	<b>0.1%</b>	<b>10.5%</b>	<b>-4.9%</b>	<b>34.5%</b>	<b>-1.1%</b>	<b>8.5%</b>

(Multiple year periods are calculated as the average annual return.)

## Median Quarterly Revenue Growth of All Online Review Sites Companies



## Median Gross Profit, EBITDA, Net Income and Gross Cash Flow Margins



## Median Public Company Multiples of the Online Review Sites Industry

Date:	3/31/2014	6/30/2014	9/30/2014	12/31/2014	3/31/2015	6/30/2015	9/30/2015	12/31/2015	3/31/2016
EV/Revenues Multiple	2.7x	2.5x	2.9x	2.6x	2.0x	2.2x	1.9x	1.7x	1.7x
EV/EBITDA Multiple	18.8x	17.8x	19.1x	22.0x	24.7x	29.9x	19.4x	20.9x	6.7x
Price/Earnings Multiple	18.7x	43.4x	32.8x	35.3x	44.2x	41.3x	41.1x	35.0x	33.4x
EV/Gross Cash Flows Multiple	34.9x	30.5x	33.9x	9.7x	27.3x	28.6x	29.9x	1.9x	29.6x

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# Quarterly Industry Update

As of March 31, 2016

Industry: Online Review Sites

## Industry Initial Public Offerings (dollars in millions, except share prices)

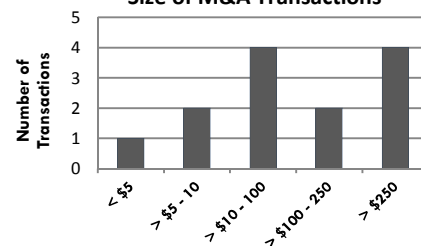
Offer Date	Company Name	Offer Price	Shares Offered	Amount Raised	Total Assets	Debt	LTM Revenues	LTM EBITDA	LTM Net Income	LTM Cash Flows
5/20/2015	Shopify Inc.	\$17.00	7.7	\$130.9	\$97.3	\$0.0	\$123.6	(\$14.6)	(\$20.5)	(\$10.2)
4/15/2015	Etsy, Inc.	\$16.00	16.7	\$266.7	\$249.1	\$4.9	\$195.6	\$4.9	(\$15.2)	\$12.6
9/26/2013	Covisint Corporation	\$10.00	6.4	\$64.0	\$96.2	\$0.0	\$94.2	(\$8.6)	(\$10.4)	(\$7.3)
11/20/2012	YY Inc.	\$10.50	7.8	\$81.9	\$163.6	\$0.0	\$105.9	\$14.0	\$9.5	\$17.9
9/19/2012	Trulia, Inc.	\$17.00	6.0	\$102.0	\$27.6	\$10.1	N/A	N/A	N/A	N/A
5/17/2012	Facebook, Inc.	\$38.00	421.2	\$16,006.9	\$6,859.0	\$706.0	\$4,038.0	\$2,131.0	\$972.0	\$2,493.0
3/14/2012	Demandware, Inc.	\$16.00	5.5	\$88.0	\$42.9	\$4.0	\$56.5	\$2.1	(\$1.4)	\$5.0
3/1/2012	Yelp Inc.	\$15.00	7.2	\$107.3	\$43.8	\$0.0	\$83.3	(\$7.1)	(\$16.7)	(\$4.0)
2/23/2012	Bazaarvoice, Inc.	\$12.00	9.5	\$113.8	\$46.8	\$0.0	\$94.0	(\$19.5)	(\$22.6)	(\$17.5)
11/16/2011	Angie's List, Inc.	\$13.00	8.8	\$114.3	\$32.6	\$14.8	\$78.7	(\$44.5)	(\$51.4)	(\$43.6)
7/19/2011	Zillow Group, Inc.	\$20.00	3.5	\$69.2	\$28.6	\$0.0	\$36.4	(\$2.9)	(\$4.8)	(\$1.8)
6/16/2011	Bankrate, Inc.	\$15.00	20.0	\$300.0	\$1,064.5	\$297.7	\$285.2	\$92.9	(\$11.3)	\$96.2
<b>Median of All IPOs</b>		<b>nm</b>	<b>nm</b>	<b>\$110.5</b>	<b>\$71.5</b>	<b>\$2.0</b>	<b>\$94.2</b>	<b>(\$2.9)</b>	<b>(\$11.3)</b>	<b>(\$1.8)</b>

nm: not meaningful, N/A: not applicable

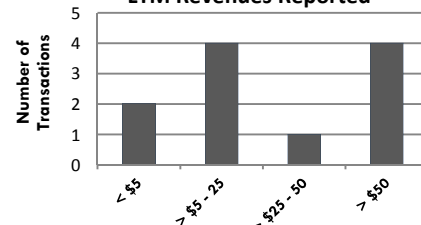
## Recent Merger and Acquisition Transactions for a Majority Stake (dollars in millions)

Transaction Date	Target	Acquirer	Transaction Size	% Bought	LTM Revenues	EV/Revenues
3/9/2016	Yodle, Inc.	Web.com Group, Inc.	\$342.0	100%	\$208.0	1.6x
8/18/2015	Get Fresh, Inc.	Anova Culinary, Inc.	\$9.2	100%	N/A	N/A
10/1/2014	Classified Ventures, LLC	Gannett Co., Inc.	\$1,827.8	73%	N/A	N/A
7/24/2014	OpenTable, Inc.	The Priceline Group Inc.	\$2,613.1	100%	\$198.3	12.6x
6/12/2012	The Active Network	Vista Equity Partners	\$92.9	100%	\$0.6	168.8x
12/31/2011	One iota	Sanderson Multi-Channel	\$4.8	100%	\$0.1	47.9x
11/10/2011	SinglePlatform, Corp.	Constant Contact, Inc.	\$100.0	100%	\$27.3	3.7x
8/23/2011	Trusted Opinion Inc.	Function (X) Inc.	\$30.5	100%	\$14.4	2.1x
5/31/2011	Insider Guides, Inc.	Quepasa Corporation	\$165.0	100%	\$184.5	0.9x
4/14/2011	Doctors.net.uk Limited	M3 USA Corporation	\$119.7	100%	\$21.5	4.4x
12/2/2010	Shopzilla, Inc.	Symphony Technology Grp	\$91.0	100%	\$8.7	10.5x
11/15/2010	Answers Corporation	AFCV Holdings, LLC	\$5.4	100%	\$24.0	0.2x
8/24/2009	MMIM Technologies Inc.	Chinasoft International	\$571.6	100%	\$153.6	3.4x
<b>Median of the 13 M&amp;A Transaction Targets</b>			<b>\$100.0</b>	<b>100%</b>	<b>\$24.0</b>	<b>3.7x</b>

Size of M&A Transactions



LTM Revenues Reported



### Definitions of Financial Terms Used in this Quarterly Industry Update:

Enterprise Value (EV): Market Value of Equity + Market Value of Debt - Cash

Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA): Profitability metric sometimes also referred to as operating profit or operating earnings.

Gross Cash Flows: Net Income + Depreciation and Amortization Expense

Latest Twelve Months (LTM): Financial information is as of the latest twelve months through the date of this Quarterly Industry Update.

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