FINTECH Snapshot

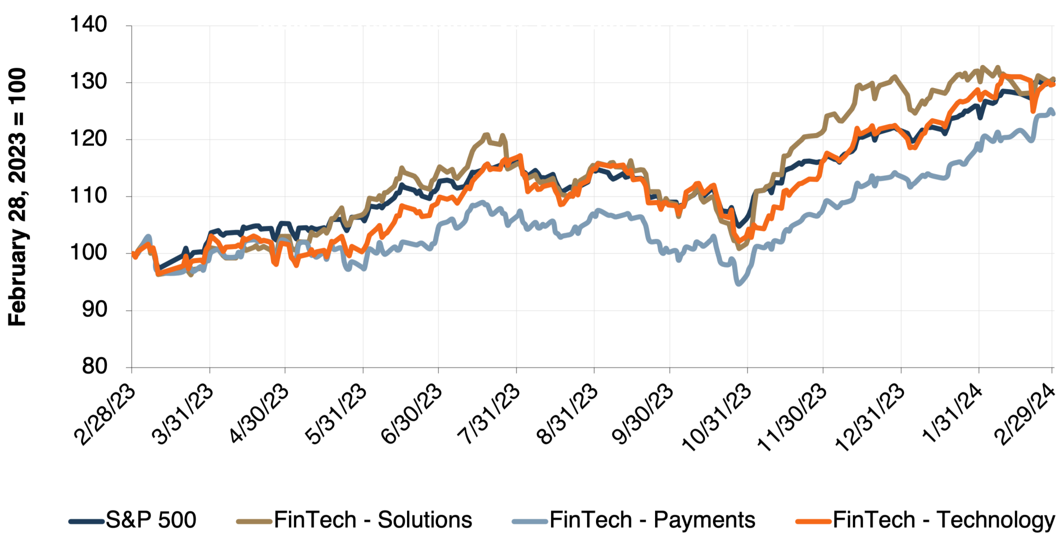
MERCER CAPITAL
BUSINESS VALUATION & FINANCIAL ADVISORY SERVICES

March 2024

Summary

For the last twelve months ended February 29, 2024, the FinTech Solutions and Technology indices had total returns of ~31% and ~30%, respectively. This performance was roughly in line with the S&P 500 Index, which had a total return of ~30% in the LTM ended February 2024. The FinTech Payments niche lagged the other indices with a total return of ~25% in the LTM.

Mercer Capital's FinTech Group Index Overview



Source: S&P Global Market Intelligence

Valuation Multiples as of February 29, 2024

Segment	Price/ LTM EPS	Price / 2024 (E) EPS	Ent'p Value / LTM EBITDA	Ent'p Value / FY24 (E) EBITDA	Ent'p Value / LTM Revenue
FinTech - Payments	21.7	12.9	12.3	9.0	2.4
FinTech - Solutions	42.7	20.2	16.8	13.7	3.7
FinTech - Technology	31.2	25.3	18.1	14.4	4.0

Notable Acquisition

Capital One announced its agreement to acquire Discover Financial Services for $35 Billion

On February 19th, Capital one announced that it agreed to acquire Discover in an all-stock transaction worth $35 billion. Capital One and Discover are two of the largest credit card issuers in the world. With this acquisition, Capital One plans to move its credit card customers onto Discover's network, further positioning the issuer to compete with the three largest credit card networks: Visa, MasterCard, and American Express.

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