
2004 Review

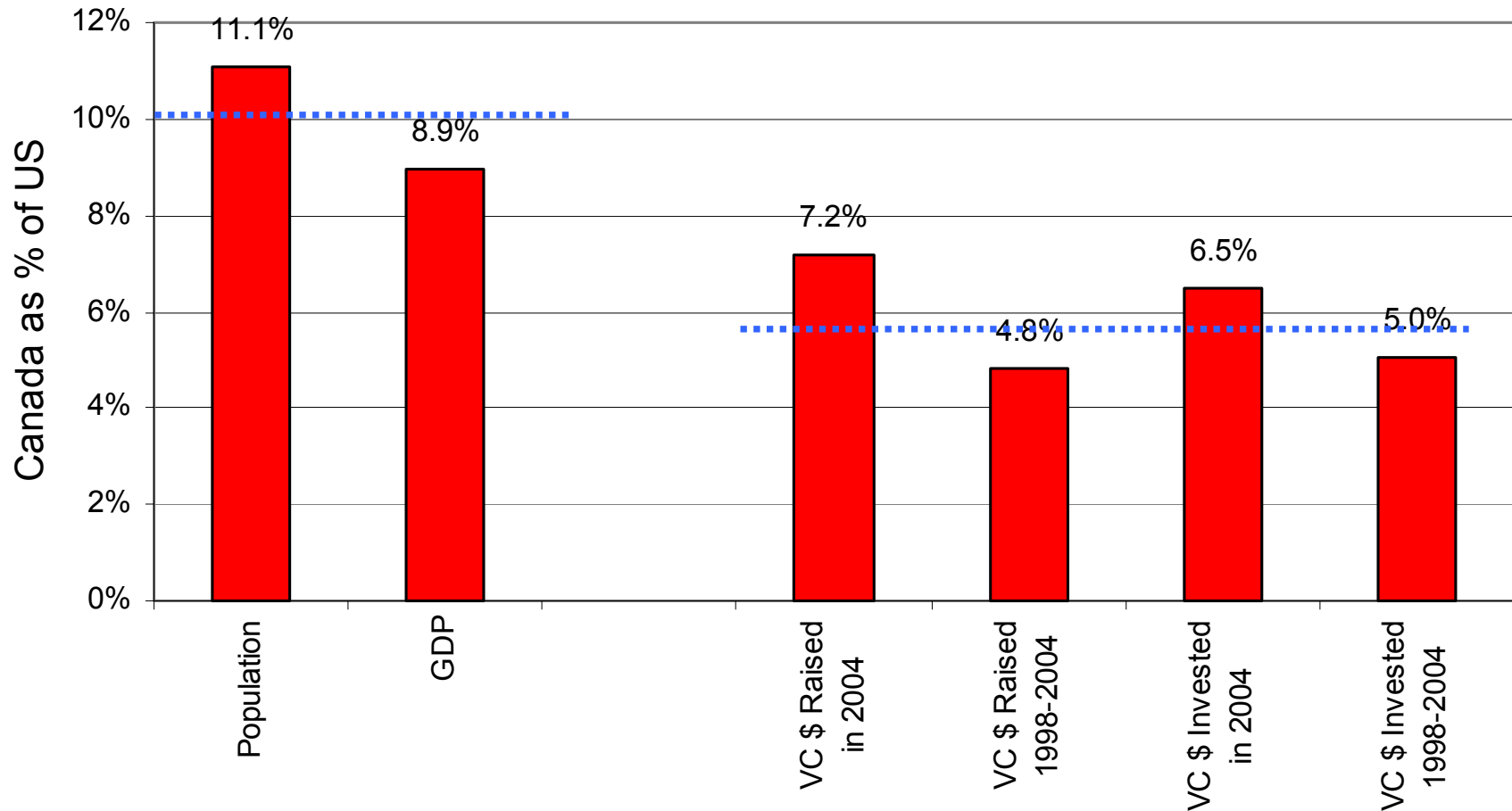
of

Venture Capital Investment Activity

in Canada

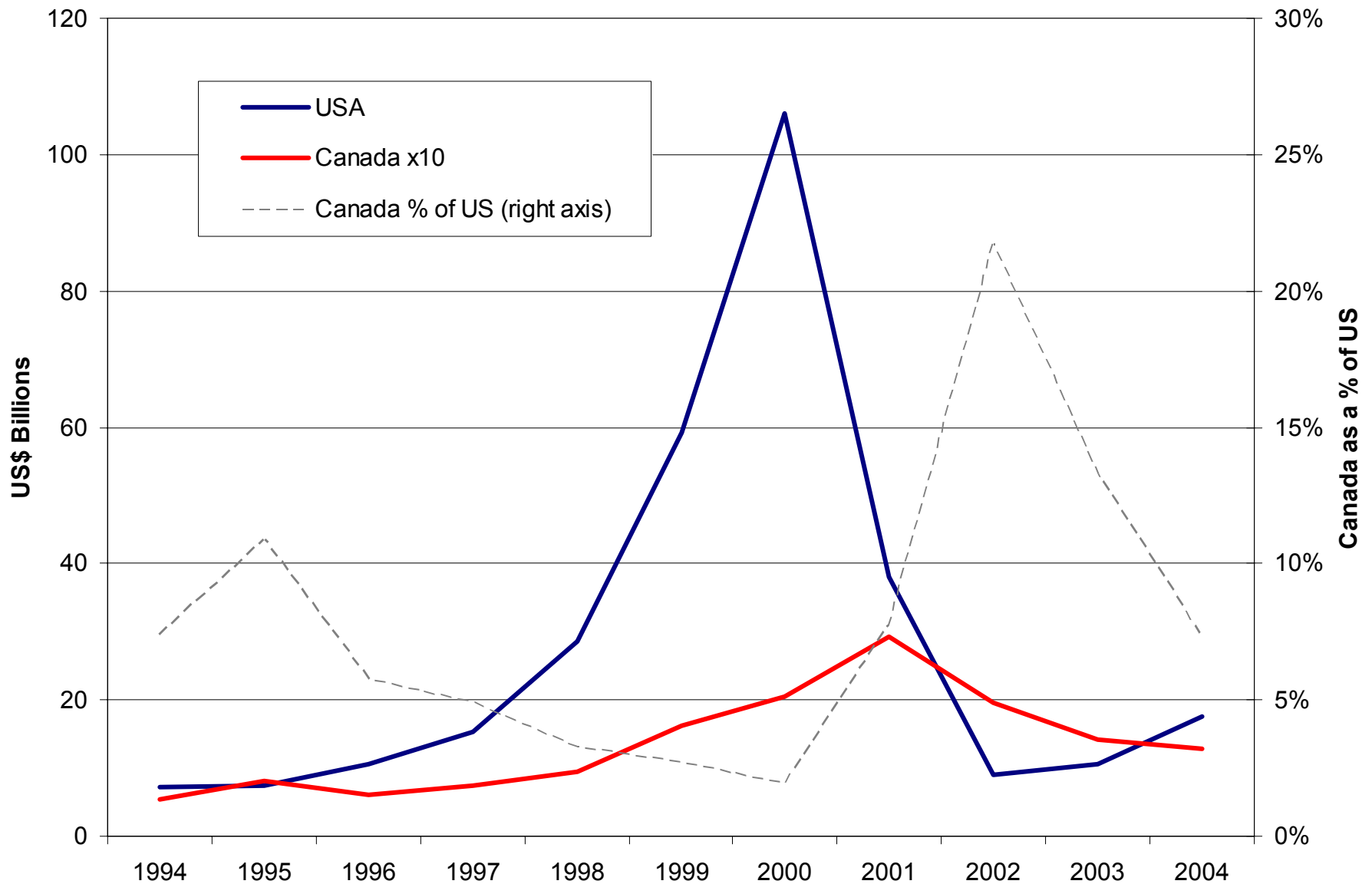
February 16, 2005

The Canadian VC Industry is Small

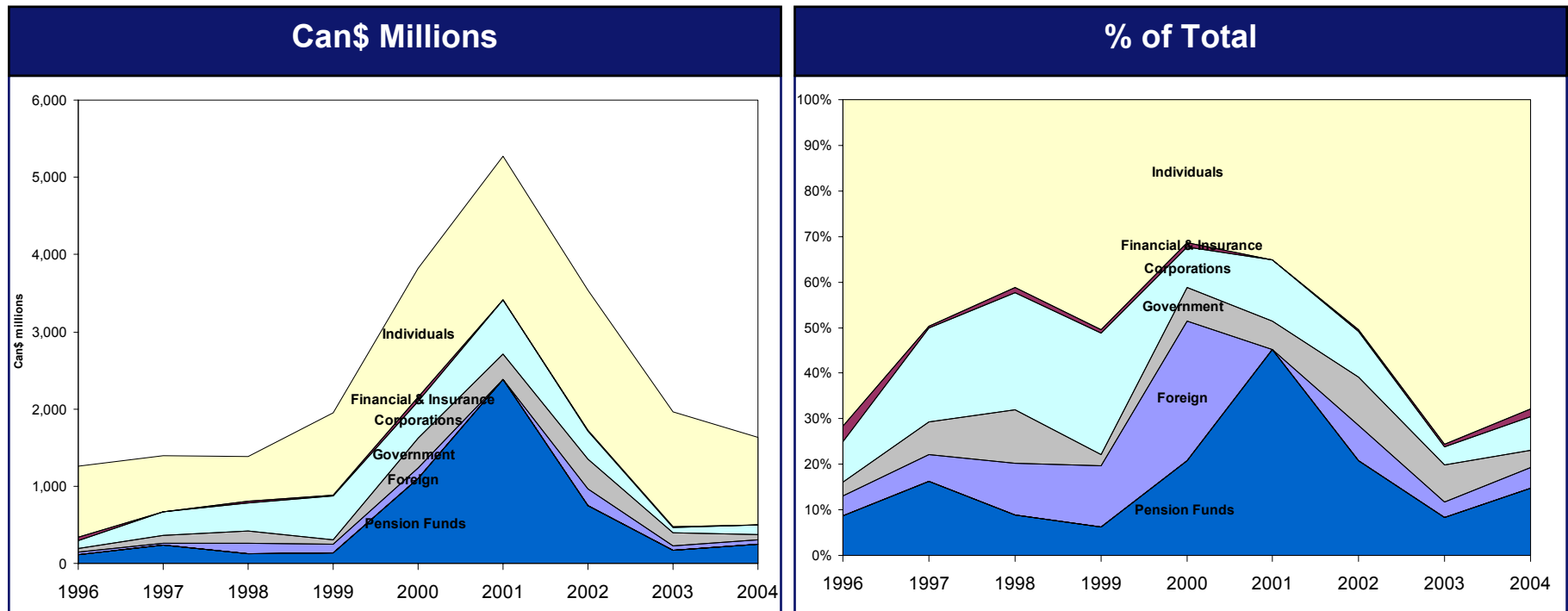


Relative size— $\frac{1}{2}$ of the US
Absolute size—6% of the US

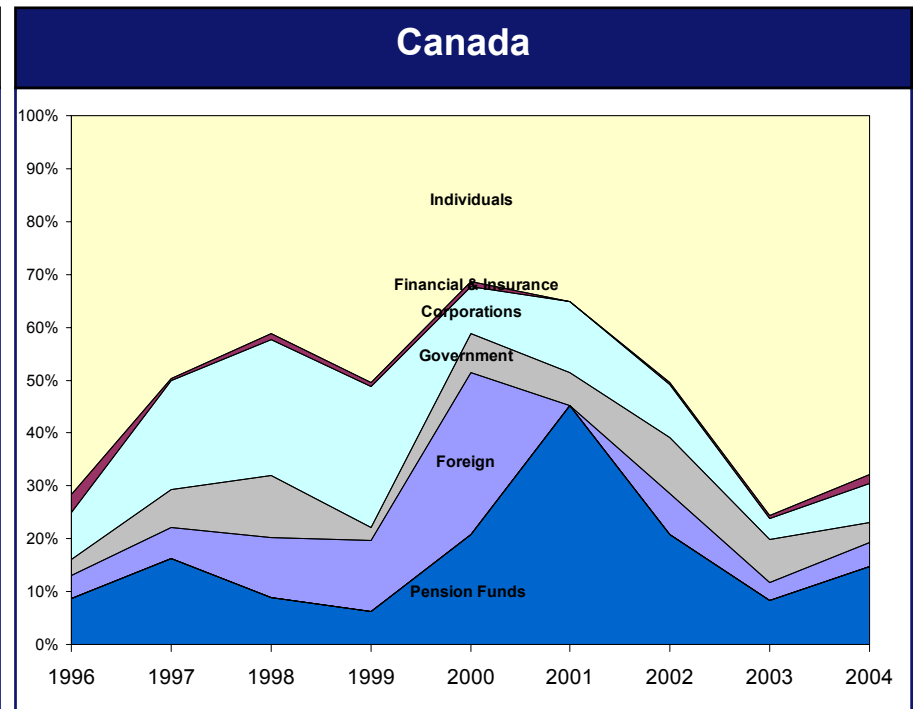
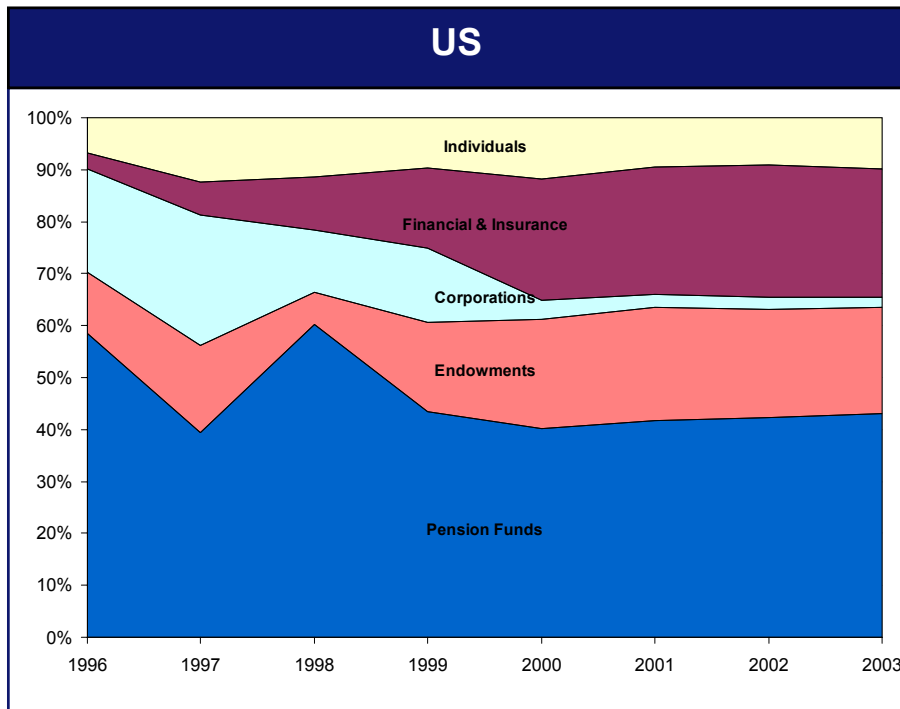
Venture Capital Raised — Up in the US, Down in Canada



Sources of Money Raised by Canadian Venture Funds



Pension Funds and Endowments Much Less Active in Canada

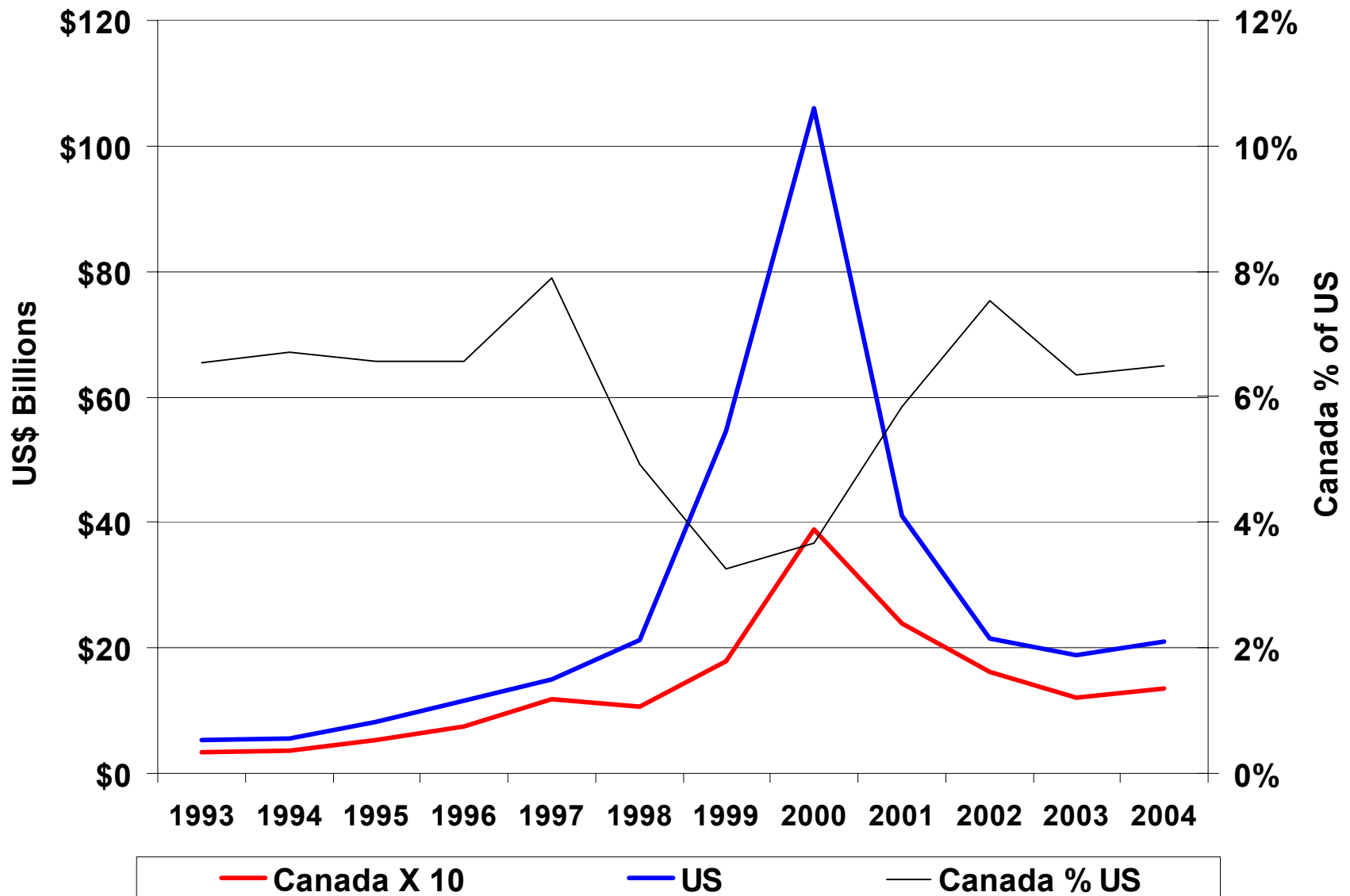


Pension Fund Allocations to VC

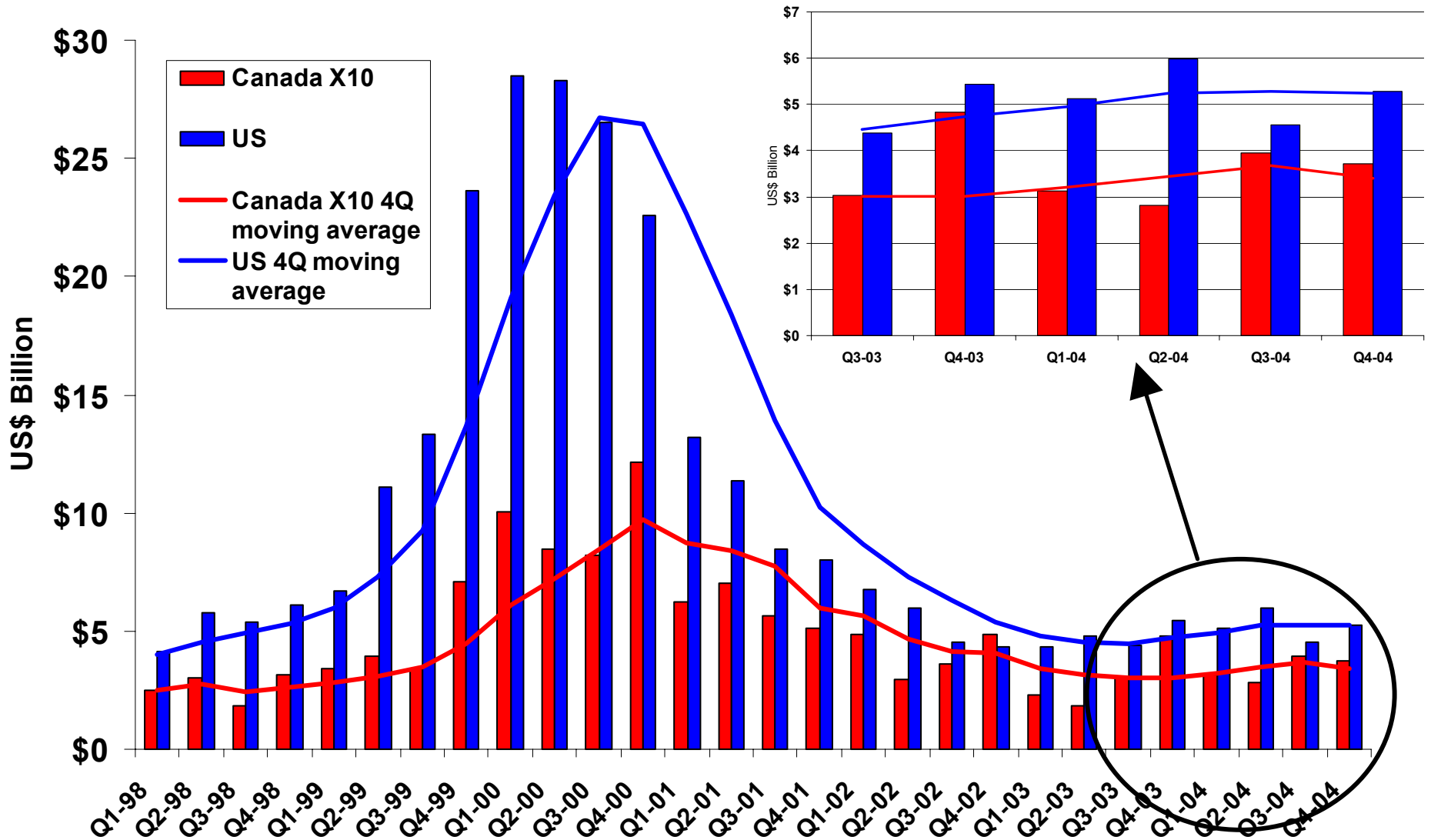
Fund Size

	<u>>\$5 billion</u>	<u>\$1-5 billion</u>	<u>\$0.5-1 billion</u>	<u><\$0.5 billion</u>
Canada	3.2%	0.5%	0.1%	0.1%
US	3.4%	2.6%	1.5%	1.5%

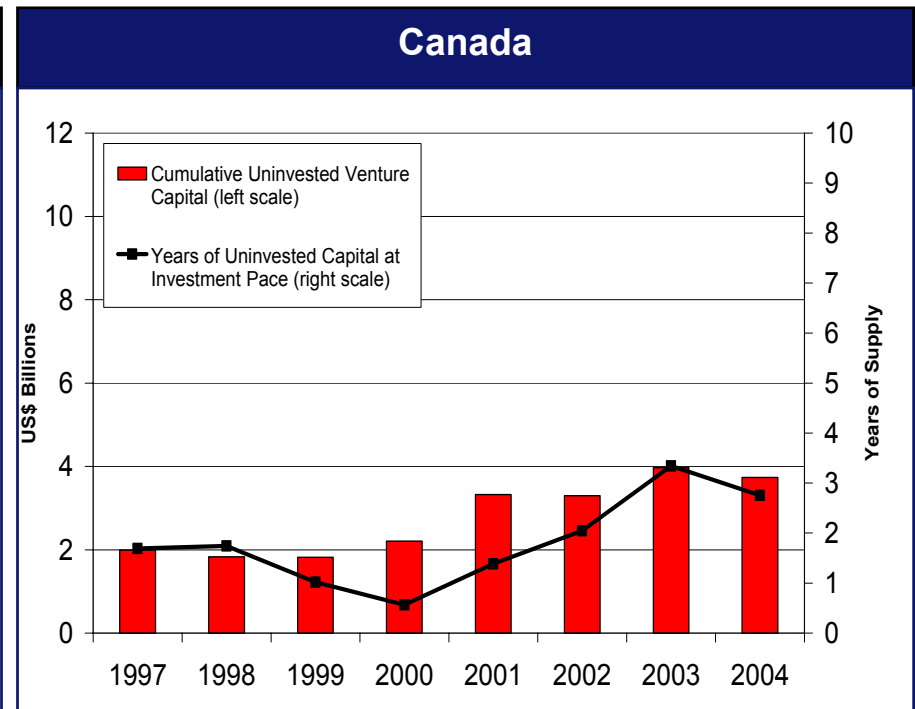
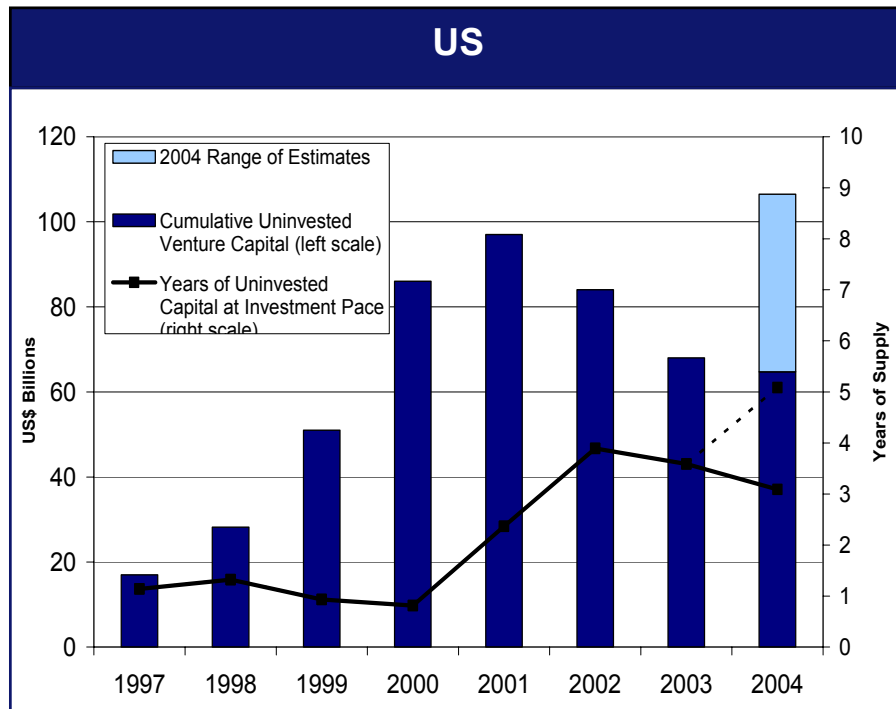
VC Disbursements — Up Slightly in Both Canada and the US



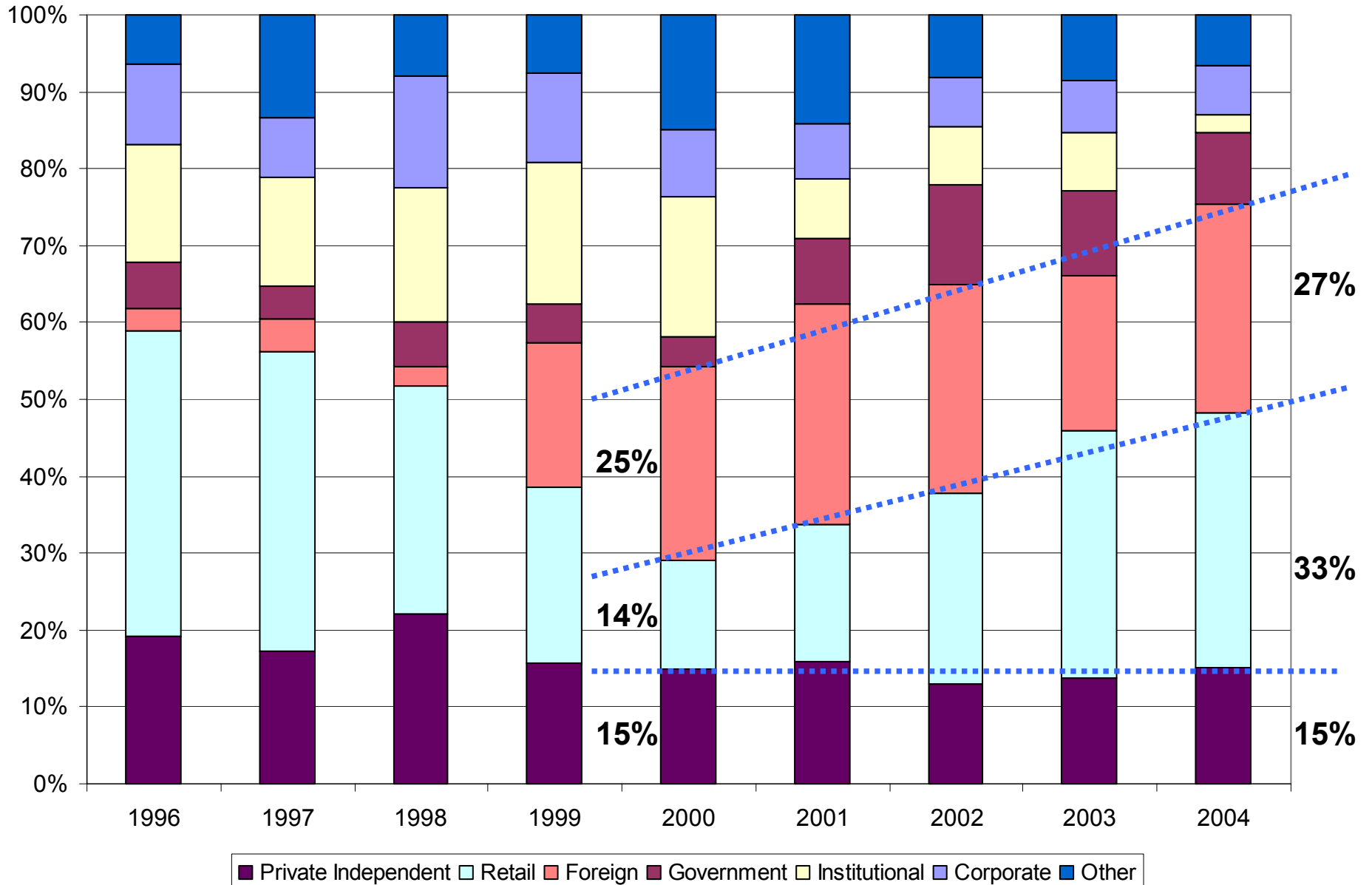
Quarterly VC Disbursements



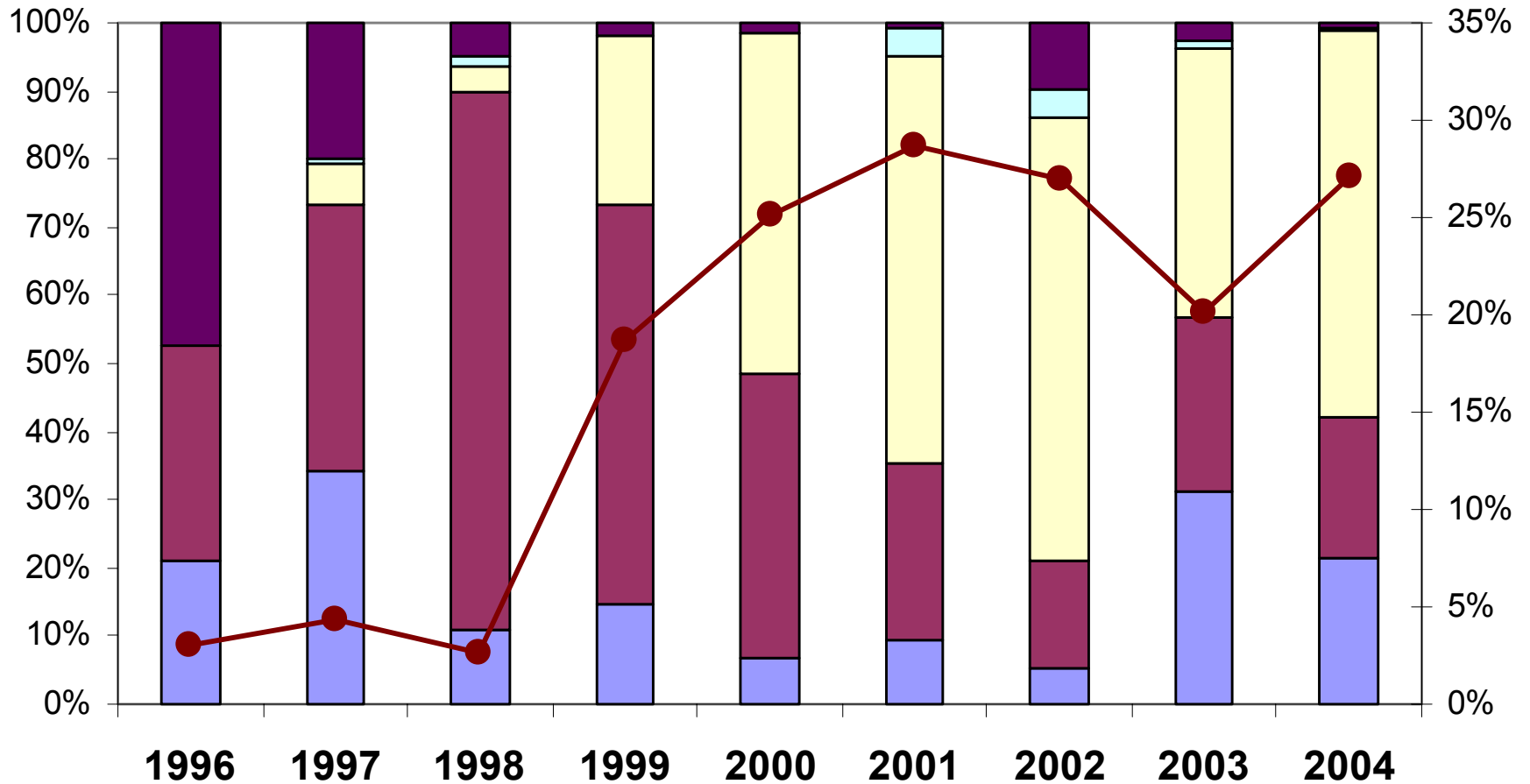
Venture Capital Overhang



% of Venture Capital Invested



Foreign VC Investment in Canada

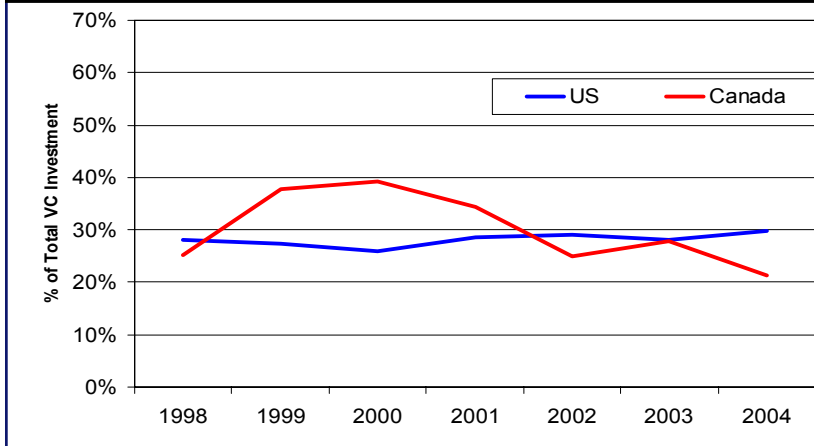


■ Biotech and Medical
■ Communications
■ Other

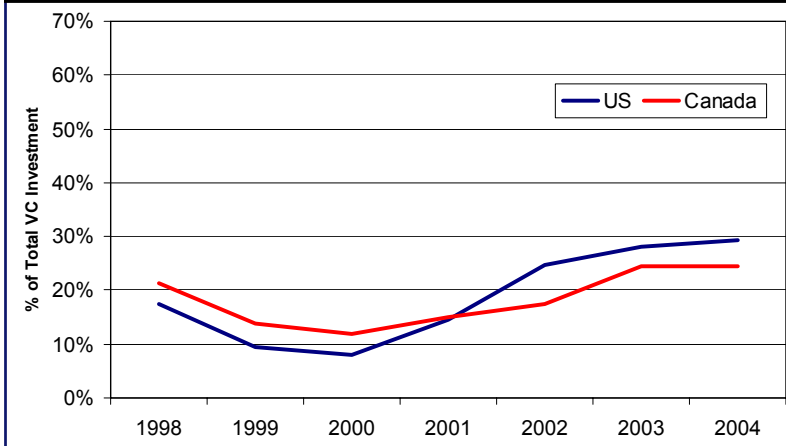
■ Computer Related
■ Energy
● Foreign \$ as a % of all Investments

Venture Capital Investment by Industry Sector

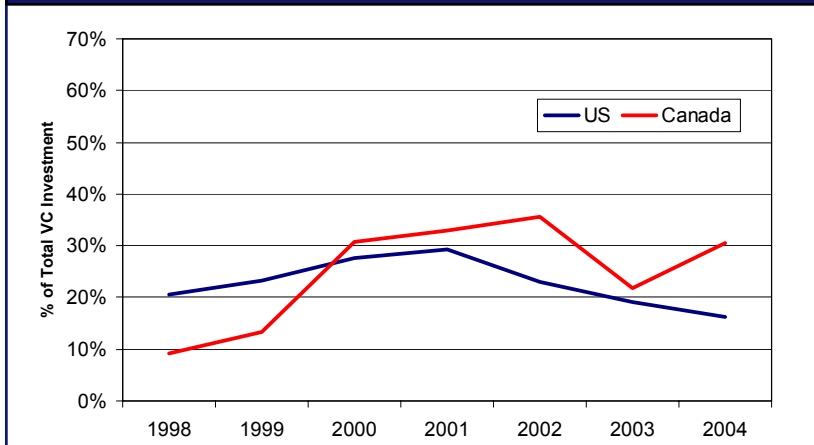
Computer Related



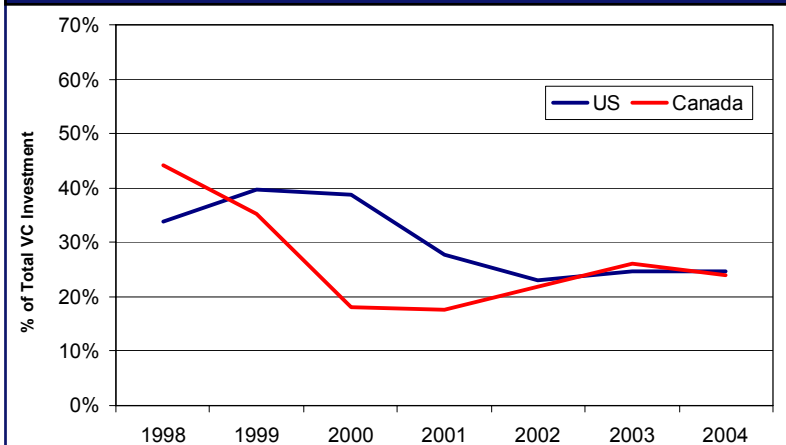
Biotech & Health/Medical Related



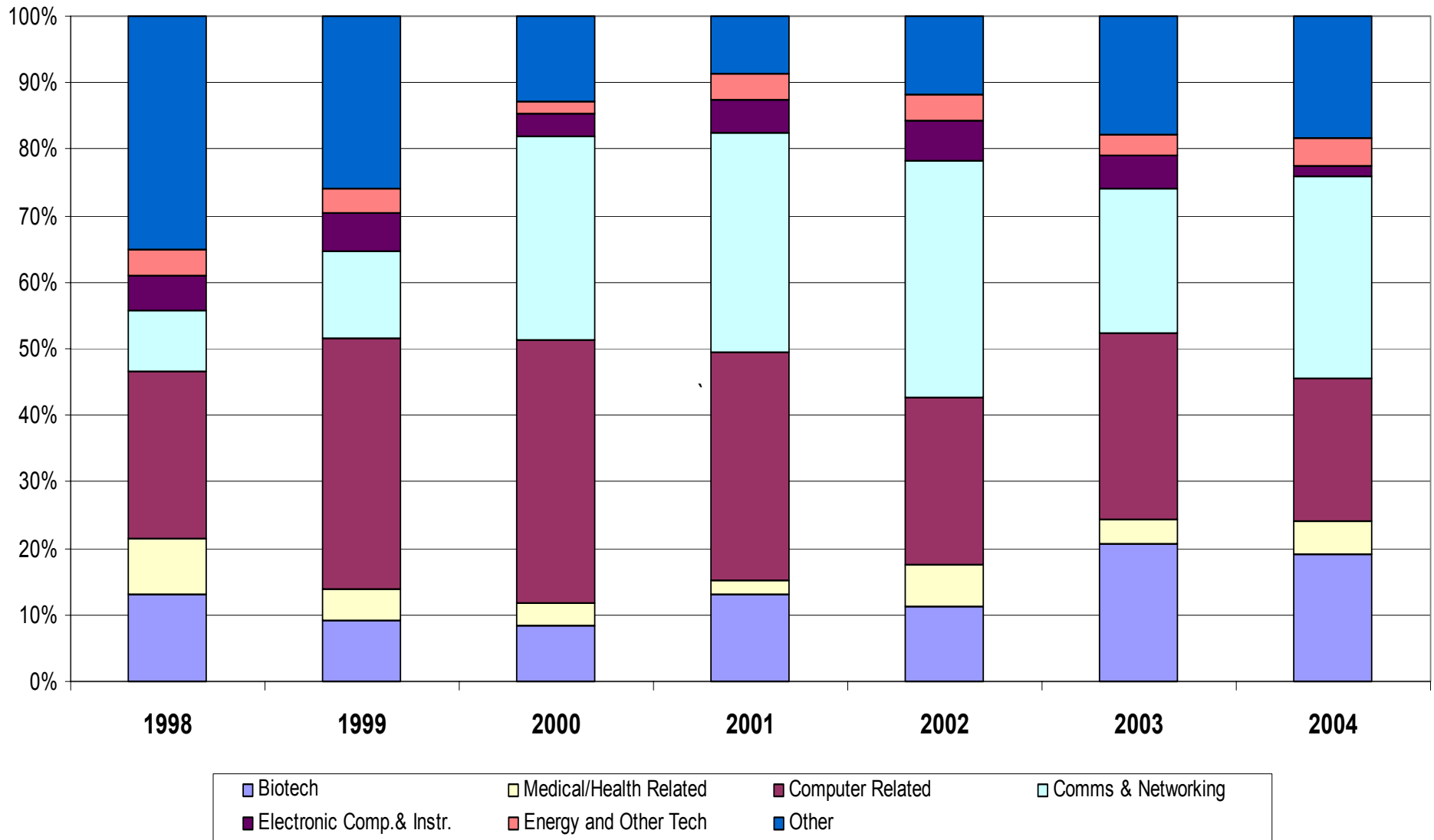
Communications



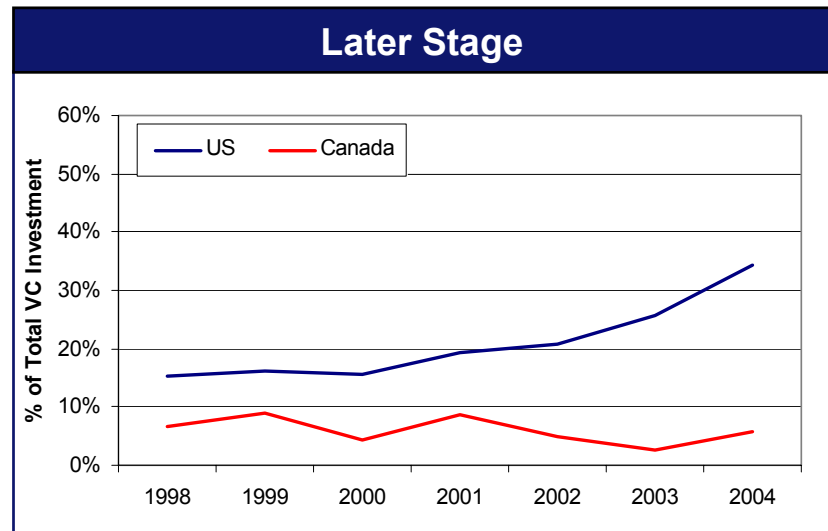
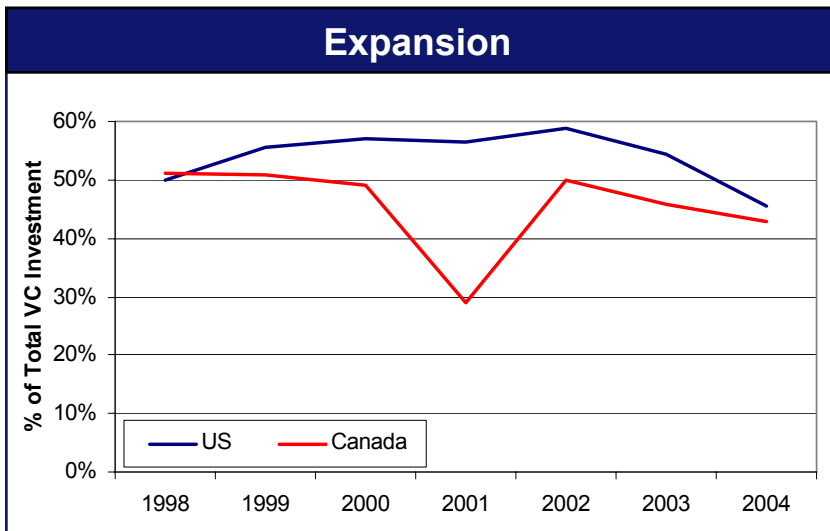
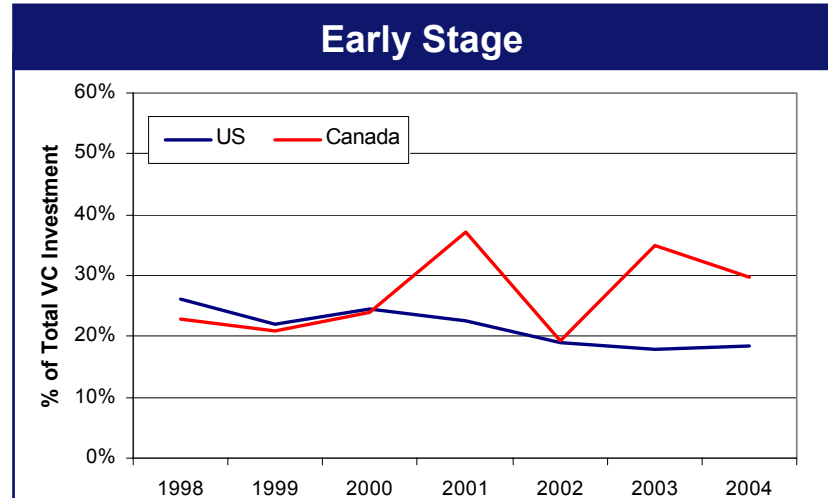
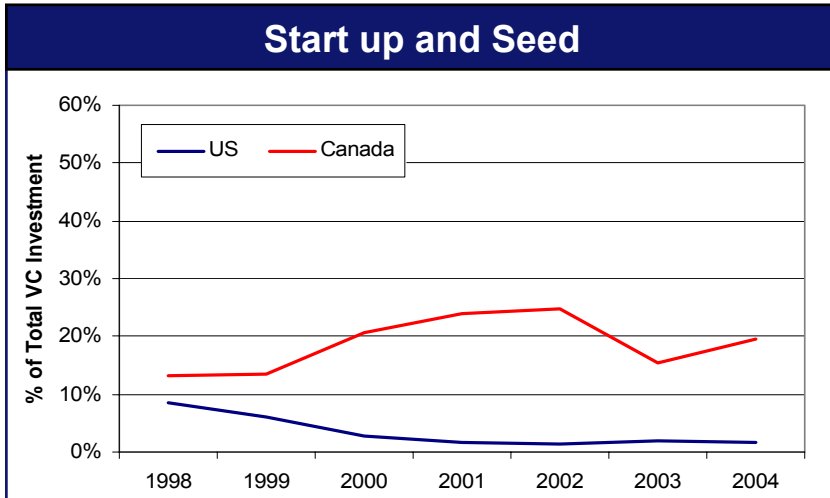
Other



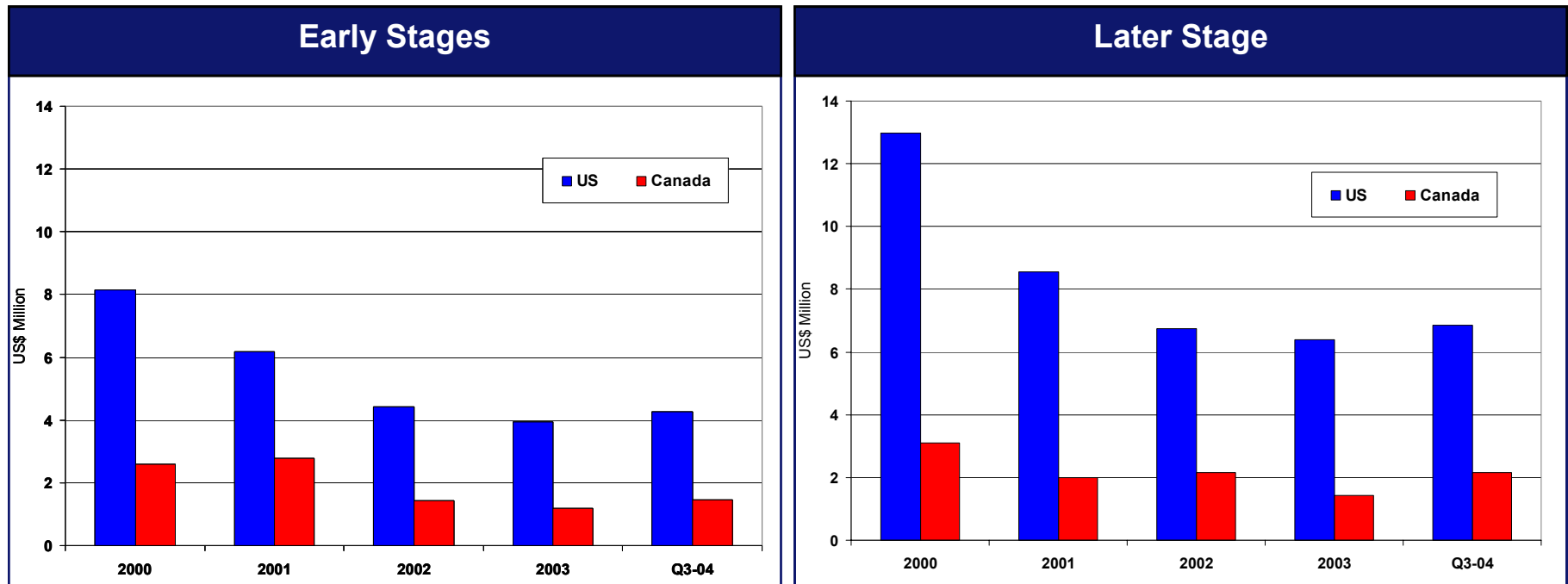
Venture Capital Investment by Sector



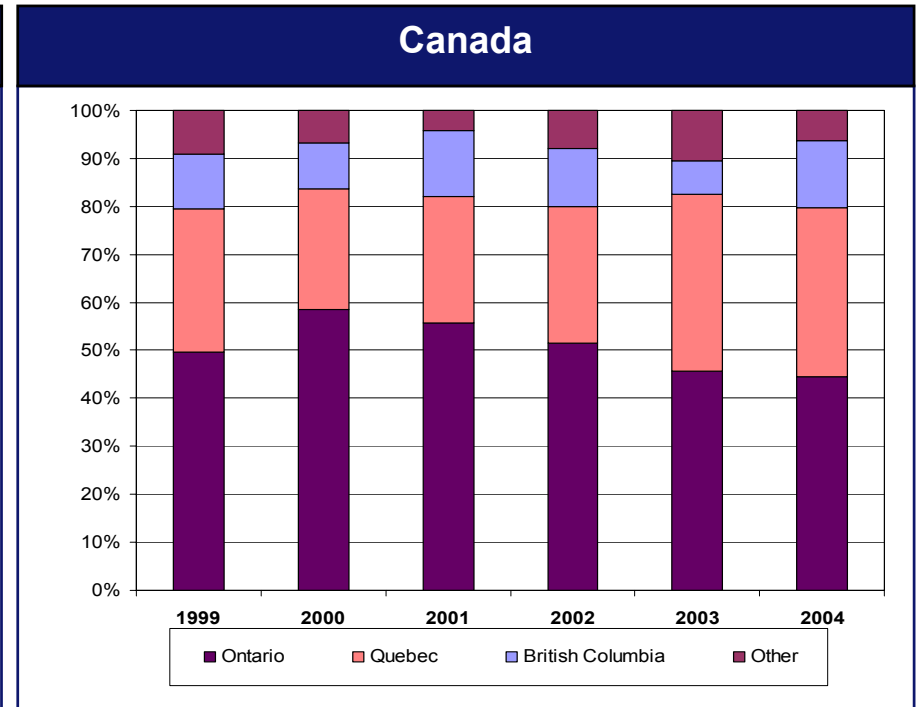
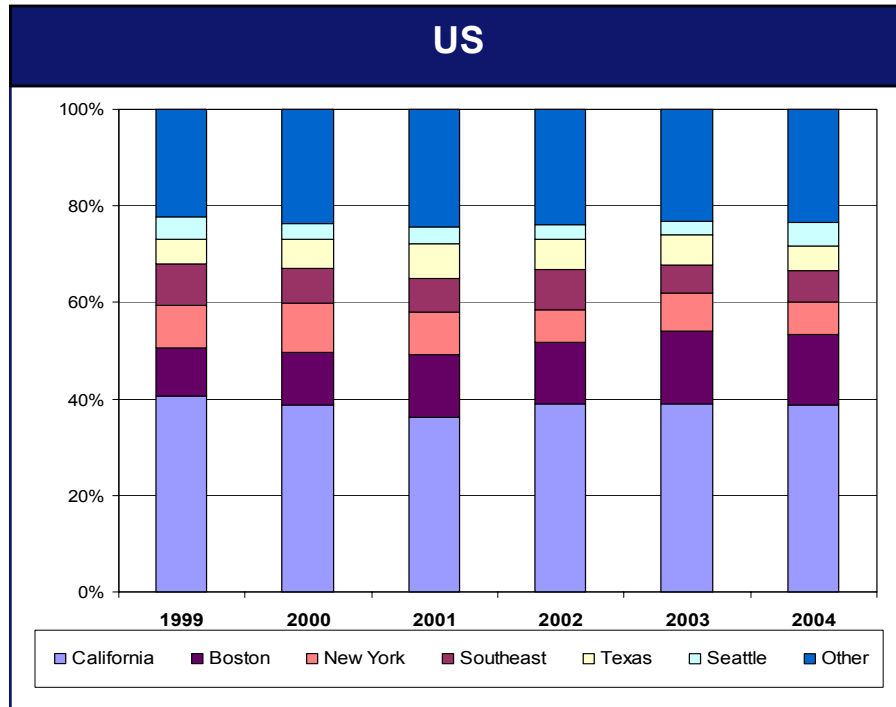
Venture Capital Investment by Stage



Average Deal Size – Canada & US



Investment by Region





CVCA

CANADA'S VENTURE CAPITAL & PRIVATE EQUITY ASSOCIATION
ASSOCIATION CANADIENNE DU CAPITAL DE RISQUE ET D'INVESTISSEMENT