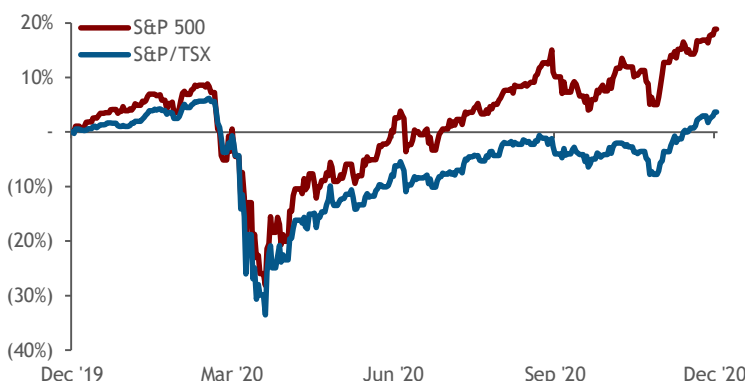


Equity Returns: Last Twelve Months



Recent News Articles

Largest Merger of the Year

- On Monday, **S&P Global** announced an acquisition of IHS Markit for **\$44 billion**, making it the largest deal of the year
- New York-based S&P Global, known for its credit ratings and data for international capital and commodity markets, will merge with London-based IHS Markit, which tracks financial market data
- Upon execution, IHS Markit shares will be exchanged for a fixed ratio of 0.2838 shares of S&P Global common stock. **Once the sale is complete, S&P Global shareholders will own about 67.75% of the company, and IHS Markit shareholders will own 32.25%**
- According to Refinitiv data, **merger and acquisition activity peaked this year in the third quarter despite earlier tumbles**. Deals in the United States so far in 2020 total more than \$1.5 trillion

Big Shorts Michael Burry Shorts Tesla

- Early this week, **Michael Burry** announced he is shorting Tesla shares
- Michael Burry, who made a lucrative bet against the housing market in 2008 is now betting against Tesla at its current share price. **Tesla is currently sitting at a P/E ratio of 1,186**
- In a tweet, Dr. Burry states "So, @elonmusk, yes I'm short \$TSLA, but some free advice for a good guy ... seriously issue 25-50% of your shares at the current ridiculous price. That's not dilution. You'd be cementing permanence and untold optionality. If there are buyers, **sell that #TeslaSouffle**"
- Tesla closed down **(0.54%)** this week

The Airbnb IPO (Analysis by Damodaran)

- Airbnb has finally filed for its IPO on November 16, 2020
- The biggest legal challenge Airbnb faces is how its business model violates zoning laws and regulations
- Airbnb has experienced significant growth over the past few years going from generating \$900 million in revenue to \$4.8 billion in revenue from 2015 - 2019
- Airbnb's valuation will be heavily impacted by the current economic climate with the pandemic and how it will impact the future growth of the firm. However, **around June Airbnb has recovered to levels not far from their previous year bookings in 2019**
- Damodaran values Airbnb at a terminal value of \$62.5 billion and a value of equity at \$37.5 billion**
- Full analysis and valuation is available on Aswath Damodaran's YouTube channel

JPMorgan Buying Fintech Startup

- JPMorgan Chase said that its **asset management division has agreed to buy 55ip, a fintech start-up** that helps financial advisors automate the construction of tax-efficient portfolios
- JPMorgan has yet to disclose how much it intends to pay for the start-up

Changes & Ranges

Security	Price	Weekly Δ	52 Week Range
S&P 500	3,699	1.7%	2,237 - 3,699
S&P/TSX	17,521	0.7%	11,228 - 17,944
10Y Yield	0.97%	13 bps	0.51% - 1.93%
10Y TIPS	(0.95%)	(2.0)	-1.10% - 0.59%
USD Index	90.7	(1.2%)	90.7 - 102.8
VIX Index	20.8	(0.1%)	12.1 - 82.7
WTI	46.26/bbl	1.6%	-\$37.63 - \$63.27
Gold	\$1,839/oz	2.9%	\$1,460 - \$2,064

Recent Transaction Activity: M&A / IPO / SEO

Name	Type	Value	Notes
Salesforce	M&A	\$27,700M	Salesforce announces the acquisition of Slack
S&P Global	M&A	\$44,000M	Biggest merger of the year, S&P Global acquires IHS Markit
GlobalWafers	M&A	\$4,500M	Global Wafers said that it's in advanced talks to acquire Siltronic AG for €3,750M Euros

Upcoming DFIC Events



Exams

- Goodluck everyone on your exams stay tuned for next semester for more events



Winter Break

- Enjoy your winter break and take some time to rest
- Happy Holidays from the DFIC Team, come back next semester for more news and events



To Be Announced

- More Events Coming Soon! Keep an eye on our social media for details

