

Appendix table 6-56

U.S. venture capital investment, by number of businesses and financing stage: 1990–2006

Stage	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
	Number																
Businesses	1,045	910	1,025	916	962	1,545	2,078	2,536	2,973	4,410	6,340	3,787	2,619	2,416	2,574	2,646	2,910
	Investment (\$millions)																
All stages.....	2,765	2,241	3,581	3,699	4,133	8,127	11,279	14,903	21,099	54,206	104,983	40,697	21,830	19,685	22,138	22,779	25,923
Seed/startup.....	392	237	551	638	781	1,297	1,287	1,316	1,769	3,254	3,119	722	297	338	412	795	1,146
Early.....	706	561	582	644	853	1,770	2,849	3,580	5,549	11,910	25,672	8,708	3,904	3,546	4,032	3,689	3,951
Expansion.....	1,316	1,085	1,849	1,909	1,564	3,794	5,461	7,728	10,554	30,182	59,867	23,088	12,383	10,047	9,261	8,678	11,479
Later	351	358	599	508	935	1,266	1,682	2,279	3,227	8,860	16,325	8,179	5,246	5,754	8,433	9,617	9,347
	Percent distribution																
All stages.....	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
Seed/startup.....	14.2	10.6	15.4	17.2	18.9	16.0	11.4	8.8	8.4	6.0	3.0	1.8	1.4	1.7	1.9	3.5	4.4
Early.....	25.5	25.0	16.3	17.4	20.6	21.8	25.3	24.0	26.3	22.0	24.5	21.4	17.9	18.0	18.2	16.2	15.2
Expansion.....	47.6	48.4	51.6	51.6	37.8	46.7	48.4	51.9	50.0	55.7	57.0	56.7	56.7	51.0	41.8	38.1	44.3
Later	12.7	16.0	16.7	13.7	22.6	15.6	14.9	15.3	15.3	16.3	15.6	20.1	24.0	29.2	38.1	42.2	36.1

NOTES: Business includes anything from an entrepreneur with an idea to a legally established operating company. Seed/startup includes proof of concept (seed), research, product development, or initial marketing. Early includes financing for activities such as initial expansion, commercial manufacturing, and marketing. Expansion includes major expansion of activities, or to prepare a company expecting to go public within 6–12 months. Later includes acquisition financing and management and leveraged buyout.

SOURCE: Thomson Financial, National Venture Capital Association Yearbook 2007, National Venture Capital Association (2007).

Science and Engineering Indicators 2008