



清科研究中心  
Zero2IPO Research

A large, multi-masted sailing ship with white sails is shown navigating a massive, curling blue wave. The sky is bright and clear, with a seagull flying in the upper right corner.

# China VC/PE Market Review 2012

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**Overview of China's VC/PE Market**

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**VC/PE Market Highlights in 2012**

# VC/PE Policies Guide Market Development in 10+ Years, Diversified Exit Options Formed



## In 2002:

Provisions on the Administration of Foreign-funded Telecommunications Enterprises;  
Catalogue of Industries for Guiding Foreign Investment;

## In 2001:

Interim Provisions on VC Investment by Foreign-funded Enterprises;  
Regulations of Zhongguancun Science Park;  
Dotcom bubble;

## In 2000:

Nine Rules for GEM;  
Interim Provisions on Domestic Investment by Foreign-funded Enterprises;

## In & before 1999:

"Proposal No.1" of CDNCA in 1998;  
Investment Fund Law (Draft);  
Industrial Investment Fund Law (Draft);  
VC Development Advices of MOST, etc.

## In 2003:

Measures for the Administration of Foreign-invested VC Investment Enterprises;  
Document No.3 of the State Administration of Foreign Exchange;

## In 2004:

SMEB  
Catalogue of Industries for Guiding Foreign Investment Administration  
Storm of Outbound/Inbound Investments

## In 2008:

Approval on Independent Investment by Social Security Fund;  
Draft on GEM;  
New Rules on Shanghai & Shenzhen Stock Exchanges;  
Measures for the Administration of VC Guiding Funds;  
Guidelines on the Risk Management of M&A Loans of Commercial Banks;

## In 2007:

Pilot of Direct Investment by Securities Companies;  
Implementation of New Partnership Enterprise Law;  
Measures for the Administration of Trust Companies;  
Preferential Tax Policies for VC Investment Enterprises  
Catalogue of Industries for Guiding Foreign Investment;

## In 2006:

Document No.10 of MOFCOM;  
Re-launch of China's IPO Application;

## In 2005:

Documents No.11, 29 & 75 of the State Administration of Foreign Exchange;  
Interim Measures for the Administration of VC Investment Enterprises;

## In 2009:

Properly Broaden Trust Investment Businesses;  
Measures for Overseas Investment Management;  
Launch of ChiNext;  
Lower Threshold of Direct Investment by Securities Companies;  
Document No.87 of State Administration of Taxation;

## In 2011:

QFLP Program in Beijing, Shanghai & Chongqing;  
Circular on Regulating the Record-filing Administration of Equity Investment Firms;  
Provisions on the Implementation of the Security Review System for Mergers and Acquisitions of Domestic Enterprises by Foreign Investors;

## In 2012:

Further Reforming the System of Issue of New Shares;  
Improving Delisting System;  
Finance Comprehensive Reform Experimental Zone in Wenzhou;  
China PE Secondary Market Development Alliance;  
12th Five-year Plan on Financial Development & Reform.

## In 2010:

Opinions on Encouraging & Guiding Sound Development of Private Investment Policy on Taxation of Equity Investment Funds;  
Provisions on the Registration of Foreign-funded Partnership Enterprises;  
Decision of the State Council on Accelerating the Fostering and Development of Strategic Emerging Industries;  
12th Five-year Plans;

1999

2000

2001

2002

2003

2004

2005

2006

2007

2008

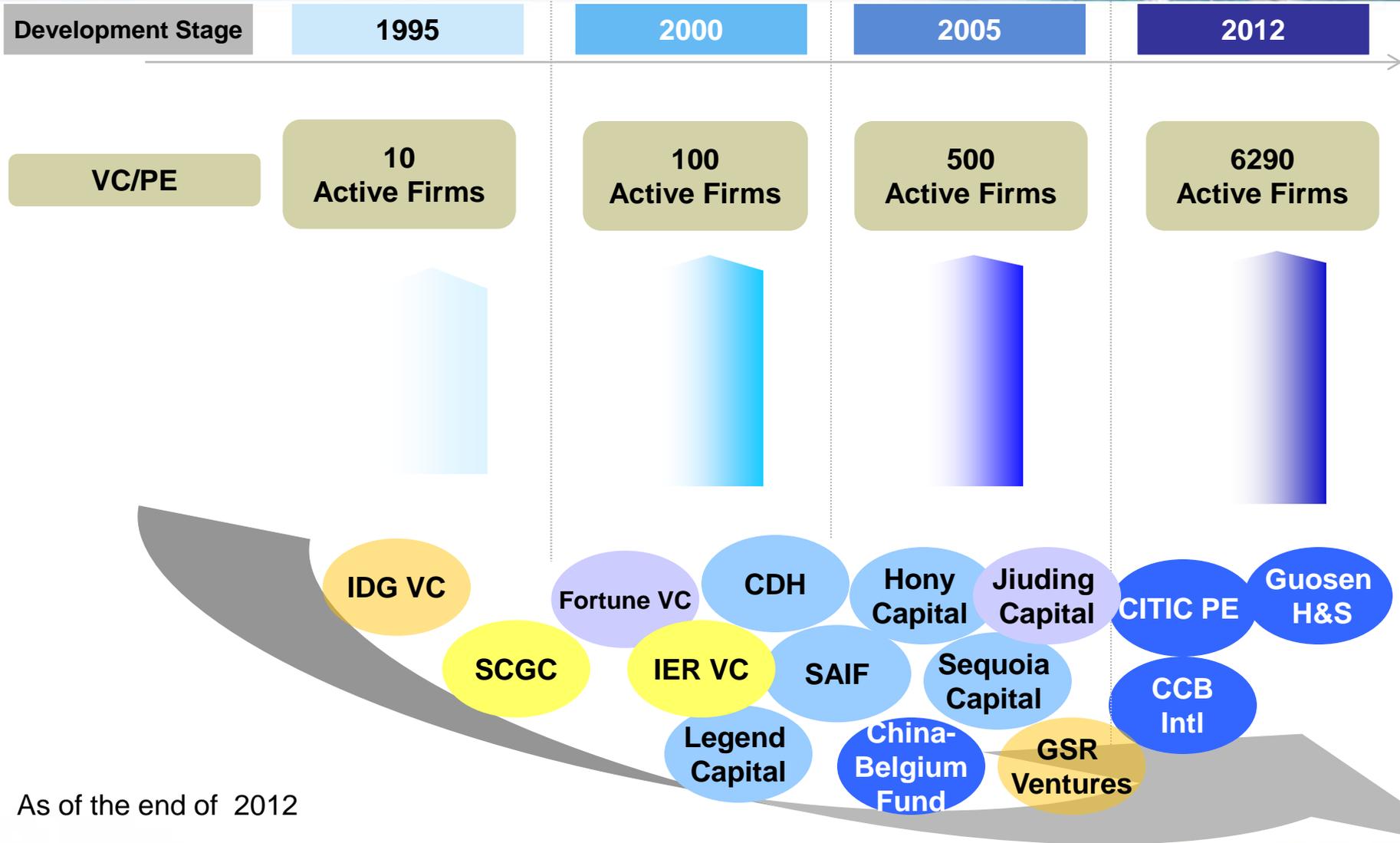
2009

2010

2011

2012

# Fund Management Firms Witness Continued Expansion in Quantity





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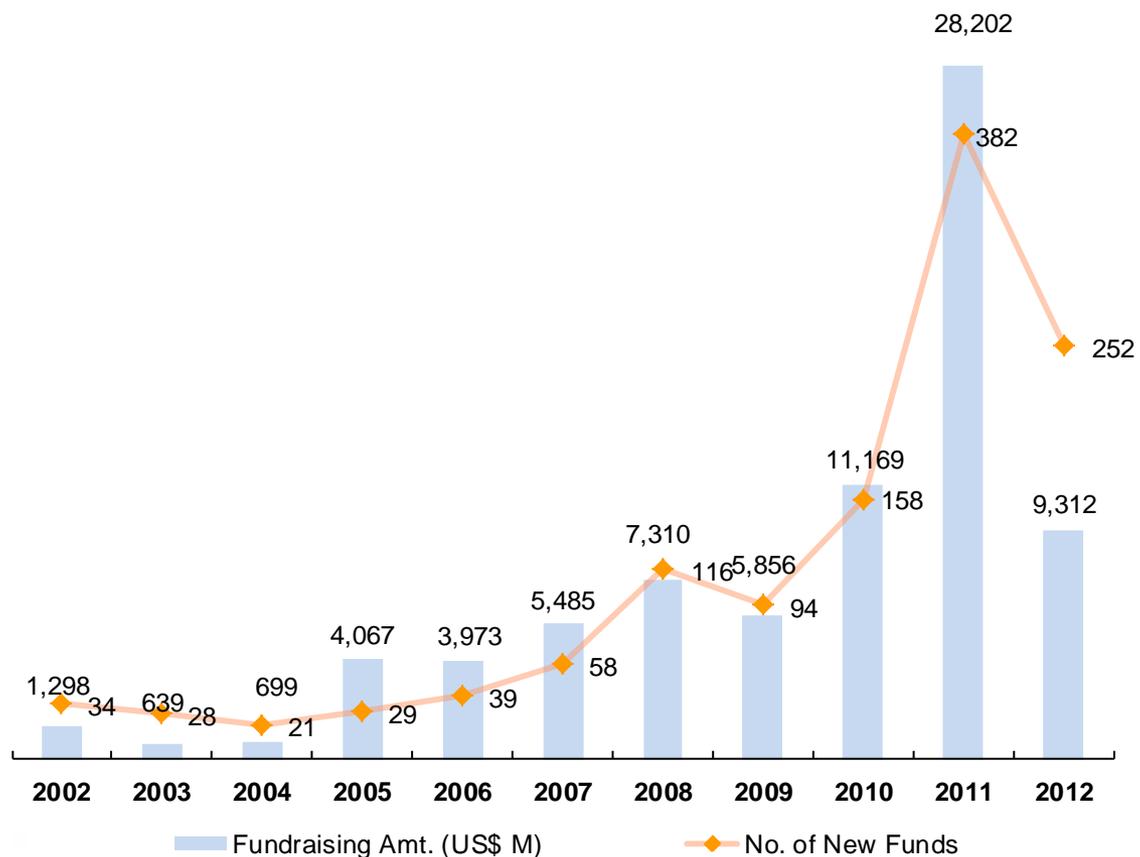
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**VC/PE Market Highlights in 2012**

# 2012 Witness VC Fundraising Sharply Shrinking by 67.0% YoY



## Comparison of Fundraising of VC Funds in 2002



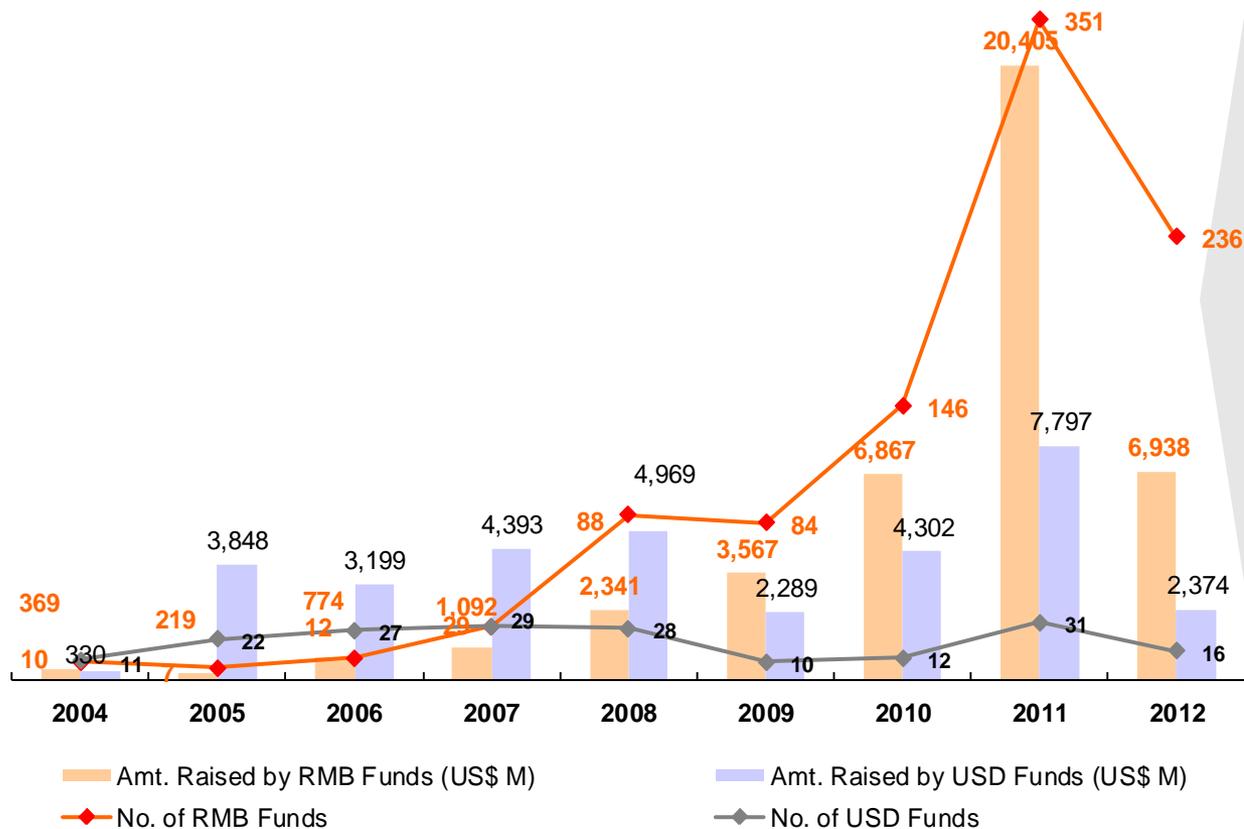
## Major Findings

- A total of 252 VC funds available to the investments in Chinese mainland were closed in 2012, down 34.0% year-on-year. Among them, 247 funds disclosed the newly raised capital of US\$9.31B in total, down 67.0% year-on-year.
- Although 2012 saw a sharp plunge in fundraising of VC funds, the number of new funds still surpassed that in 2010. However, the average size of the new funds in 2012 merely amounted to US\$37.70M, the lowest level since 2005.

# RMB Funds Dominate the Market But Register Smaller Average Size



## Comparison of Fundraising of VC Funds in 2004-2012

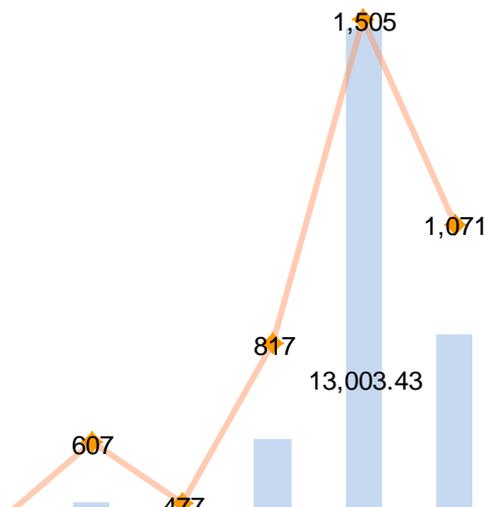


## Major Findings

- Among the 252 new funds raised in 2012, RMB funds dominating the market numbered 236, with US\$6.94B or RMB43.78B raised in total, accounting for 93.7% and 74.5% of the respective total.
- RMB funds reported an average fundraising amount of US\$29.91M or RMB189.00M in 2012, while foreign currency funds were 5.29 times of the former with US\$158.00M average size.

# China's VC Investments Drop YoY, But Maintain Strong Momentum with over 1,000 Deals Completed

## Comparison of VC Investments in 2001-2012



## Major Findings

- 2012 completed a total of 1,071 investment deals in China's VC market, down 28.8% year-on-year, with a combined investment amount of US\$7.32B involved, dropping by 43.7% yearly.
- Although VC investments dropped a bit from the investment fever in 2011, the number and amount of VC investments in 2012 showed a

预览已结束，完整报告链接和二维码如下：

[https://www.yunbaogao.cn/report/index/report?reportId=1\\_15703](https://www.yunbaogao.cn/report/index/report?reportId=1_15703)

