Zero2IPO 清科集团 Zero2IPO Group 投资界 PEdaily.cn

PEdaily E-Magazine

Issue No.546

Published on Aug.17, 2012

Preface

- PEdaily E-Magazine, formerly known as Zero2ipo e-Weekly first published in 2006, is a information weekly designed for PE/VC insiders, covering weekly investment & financing news, important industry information, data observations, personality profiles, experts' insights, etc.

- Pedaily.cn, relying on the extensive investor networking, is dedicated to providing insiders timely, accurate and in-depth market reports, integrating 10+ years' research resources of Zero2IPO Group and making all efforts to build a professional website with abundant data and in-depth analysis.

- We sincerely welcome you, whoever you are, investors, entrepreneurs, analysts or lawyers, to share your viewpoints and thinking and witness the growth of China's PE/VC industry.

PEdaily Exclusive

The Number of LPs in VC/PE Market Increases to 5,887 in H1'12, Listed Companies Expand in Adversity

Affected by such factors as the resurgence of European debt crisis and the downward risk in China's economy in H1'12, the VC/PE market continued the gloomy trend in financing, investment and exit, without any positive change. According to data released by Zero2IPO Research Center, a famous VC/PE research institution in Greater China, by the end of H1'12, the number of LPs in China's VC/PE market increased to 5,887, and 4,514 of them with amount disclosed had altogether US$783.02B investable in China. Judging from the financing deals in the VC/PE market in H1'12, we saw that the total financing amount of the VC market fell to the lowest point in H2'09; while the number of financing deals in the PE market shrank by nearly 40% compared with the same period in the pervious year, and its financing amount also dropped to the lowest point in the latest three years. This suggested that LPs got involved much less in the market.

Hot News

Hangzhou Municipal Government Establishes the First Partnership FOF Together with Zero2IPO Group

PEdaily.cn , Aug. 13, 2012

On the afternoon of August 10, Zero2IPO Group launched a partnership FoF with the vigorous promotion by Hangzhou Municipal Government and in cooperation with Hangzhou Financing and Investment Group, with the scale of phrase I at RMB1B. This is the first parent fund established in the form of private placement to attract social capital in Hanghzhou.

With the initial scale of RMB1B, the FOF is the first of its kind established in the form of private placement to attract social capital in Hangzhou. Meanwhile, Zero2IPO Group decided to settle down the FOF in Shangcheng District and planned to settle down its headquarters for south area and wealth management center in the district. According to the 12th Five-year Plan for Hangzhou's financial industry, Shangcheng District is positioned to be among important concentration areas of investment funds. Therefore, the signature of the agreement is of strategic significance to the advance of the plan..

Hot News

MediaTek Acquires 48% of Shares of MStar

It.sohu.com , Aug. 15, 2012

MediaTek recently announced to merge 100% of its shares with MStar Cayman by means of share swap under the same consideration conditions as before. The merger deal has to be approved by the Board of Shareholders and go through all relevant legal procedures. Its effective date is tentatively scheduled to be January 1, 2013.

On June 22, 2012, MediaTek declared to acquire 40% to 48% of shares of MStar Semiconductor Inc. (Cayman) under the consideration conditions of paying 0.794 share of MediaTek and RMB1 in cash for each share of MStar Cayman. The public tender offer expired on August 13. Upon closing of the deal, MediaTek will obtain 48% of shares of MStar Cayman (totally 254 million shares).

MStar was established in Taiwan, China, ten years earlier by MediaTek’s former employees after their demission from MediaTek. Its main products include LCD control chips, TV chips and mobile phone chips.

.

Hot News

Focus Media Announces a Privatization Exit Plan

First Financial Daily , Aug. 14, 2012

Subsequent to Alibaba.com and Shanda, Focus Media became another major target of China concept stock privatization transactions.

On the evening of August 13, 2012, Focus Media made an announcement to privatize by converting US$27 per American depositary share into US$5.4 per common stock, with a total transaction amount of around US$3.5B.

Focus Media was priced at US$17 per American depositary share at IPO.

Calculated on the basis of the weighted average price 30 days before the announcement, the privatization transaction of Focus Media enjoys a premium of 34%. However, the premium was lower than the privatization of Alibaba.com which gained the premium of 60%.

Reportedly, Focus Media will raise fund by means of debts and equity, with FountainVest Partners, Carlyle, CITIC Capital, CDH Investments, China Everbright and Jiang Nanchun, Founder and Chairman of Focus Media as joint investors.

Hot News

Focus Media Makes a Plan for Privatization; Fosun May Cash out US$600M

First Financial Daily , Aug. 15, 2012

Fosun International intended to privatize Focus Media, a US-listed company it holds, with US$3.5B, a price equal to US$27 per American depositary share.

Fosun expressed on August 14 that the privatization proposal is an attractive choice, but no commitment was signed for this privatization transaction. Through the privatization, the 17% of shares that Fosun holds could be cashed out for US$600M (or around HK$4.68B).

In Focus Media's first round of financing in 2008, Fosun bought in 16.9% of shares of Focus Media through the open market, followed by excessive buy-ins. It bought in altogether 37.65 million shares, accounting for 26.3% of shares of Focus Media. Fosun disclosed in its annual report 2011 that it has recovered the investment costs and realized part of profits by selling shares in both 2010 and 2011.

Hot News

HNA Group Takes Over Guomei Shangdu Formally

Money.163.com , Aug. 13, 2012

According to source from an internal circular of HNA Group, HNA Group established a 11-member "Guomei Shangdu Work Group" on August 7 to handle various internal and external formalities after project acquisition and accomplish works including financing, fund ascertaining and payment. An insider of HNA Group disclosed that the contract for this acquisition was signed in early August, and acquisition consideration is far from RMB6B and paid in installments.

It's not known currently how will HNA Group activate Guomei Shangdu project after years of idleness. But to Gome, after encountering a series of blows, including depression of the home appliance industry, e-commerce traders' challenge, close-down of many stores and first-time expected loss in the past 8 years, selling Guomei Shangdu has important practical significance for