PEdaily E-Magazine

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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

Zero2IPO Data: 35 VC/PE Investments Completed in May with Amount Declining

Kane Cai, Zero2IPO Research Center

According to the statistics of Zero2IPO Database, a total of 36 investment deals took place in China's VC/PE market in May 2012, and 24 of them disclosed the investment amount of US$390.85M in total or US$16.29M on average. In May, totally 14 grade-1 industries won favor of VC/PE firms. In particular, Internet industry came out top with eight investment deals, taking up 22.2% of the total number of investment deals. It's worth mentioning that five of the eight investment deals flew to online game companies in Internet service field. Telecom & value-added services and chain retail ranked second and third with five and four investment deals, occupying 13.9% and 11.1% of the total number of investment deals respectively.

Among the 24 investment deals with amount disclosed, chain retail industry took the first place with US$96.62M, accounting for 24.7% of the total investment amount; Internet industry came second with US$71.87M, taking up 18.4% of the total investment amount; clean-tech industry ranked the third with US$69.93M, occupying 17.9%. On May 31, 2012, Fidelity Ventures led other four investment institutions, namely Legend Capital, KTB, Morgan Creek Capital and Jianxin Capital to make a joint investment of US$50.00M in Pod Inns, recording the highest investment amount disclosed in May.

Hot News

CNET to Be Delisted

Jun. 7, 2012, National Business Daily

ChinaNet Online (CNET) declared on June 6 that because its stock price has been less than US$1 for successively 30 trading days, the company received a warning from Nasdaq Stock Exchange on May 30.

According to the regulations of Nasdaq Stock Exchange, in case the stock price of a listed company is less than US$1 for successively 30 trading days, the stock price must rebound to US$1 within 90 trading days and such price must be maintained for at least 10 trading days, or the listed company will be delisted.

On May 22, according to the Q1'12 financial statement released by CNET, the company recorded a gross profit of US$2.4M and a gross profit margin of 16.0%; but the gross profit of the same period last year was US$5M and the gross profit margin was 71%; the operating revenue was US$130,000, a sharp drop compared with US$3M of the same period last year; the net loss was US$400,000, but the net earning in 2011 was US$2.6M.

Hot News

An Angel Fund Established at Chengdu High-Tech Zone

Jun. 6, 2012, Scol.com

Chengdu High-Tech Zone officially promulgated the Measures of Chengdu High-tech Zone on the Administration of Angel Investment Fund on June 6. According to the Measures, the government will draw RMB80M start-up fund to establish angel investment fund and Chengdu High-tech Venture Capital Investment Co., Ltd. will carry out professional operation. The fund mainly gives support to start-ups in mobile Internet. The Measures will take effective 30 days later and remain valid for 5 years.

It's learned that all the RMB80M came from local finance. According to the principle of marketized and professional operation and in the manner of equity investment, the fund will give financial support to the seed-stage and early-stage start-ups meeting the orientations of industrial development in the high-tech zone and having innovative technology, innovative business model, or growth potentials.

Hot News

China Investment Corporation Establishes a JV fund with RDIF

Jun. 6, 2012, First Financial Daily

China Investment Corporation and Russia Direct Investment Fund (RDIF) signed Memo on the Official Establishment of China-Russia Investment Fund Management Company and Basic Operational Rules on June 5, symbolizing the all-round kickoff of the cooperative fund.

Established in the form of limited partnership, China-Russia Investment Fund’s target size is US$2B to US$4B, wherein, China Investment Corporation and related parties will contribute US$1B, RDIF will contribute US$1B and the remaining fund will be raised from third-party international investors.

It’s learned that China-Russia Investment Fund will give equal importance to mature assets and newly-established projects; as well as such sectors including agriculture, mining, oil & gas, forest, manufacturing and service. In addition, China Investment Corporation also expects to make investments together with domestic players and the latter can participate in the fund in the form of limited partnership.

Hot News

Rumor: Xiaomi Completes Round C Financing, Led by DST Group

Jun. 06, 2012, DoNews

According to Reuters, Xiaomi has recently completed Round C financing, and Russian DST Group served as the lead investor, with financing amounting to hundreds of millions of USD. Besides, six investment institutions in the series C financing have participated in the investment campaign. In this regard, Xiaomi declines to give official comment.

The data show that Xiaomi has completed two rounds of financing: by the end of 2010, it completed series A financing with the amount of US$41.00M. Investors included Morningside Capital, Qiming Venture Partners and IDG. Valuation reached US$ 250M. In December 2011, it completed the round B financing with the amount of US$90M and valuation of US$1B. Six investment institutions included Qiming Venture Partners, Shunwei Fund, IDG Ventures, Morningside Capital, Qualcomm Ventures and Temasek.

清科集团 Zero2IPO Group

CVCF 2012 @ Shanghai
Zero2IPO-China Venture Capital & Private Equity Semi-Annual Forum

The 12th China Venture Capital & Private Equity Semi-annual Forum

201July 11th-12th, 2012 Venue: Hyatt on the Bund, Shanghai

Organizer 清科集团 Zero2IPO Group

Landscape of Changing Market to Be Reshaped

Capital Market Faces a Changing Climate in 2012

More Rigorous Regulation, More Fierce Competition

IPOs and Exits on a Bumpy Road

Fresh IPOs Stumble amid Market Tantrum

High Profit Feast Drawing To a Close

VC/PE Shakeout Approaching. What can Investors do to Deal with It?

Amid Changing Climate

Early-stage Investments Booming

Angel Investments Blossoming

Real Estate Funds Outperforming

The Era of VC/PE Windfall Era Coming to an End. What can Investors do to Prepare for It?

Zero2IPO—the 12th China Venture Capital & Private Equity Semi-annual Forum

Insights into the Climate of VC/PE Sector

Restructure of the Changing Market