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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

A-share Market Faces Policy Shift; VC/PE Institutions Seek for Diversified Channels of Exit

As the capital market reform gradually deepens, China's securities market still faces a chain of problems such as insufficient market-orientated development and "high P/E ratio, issue price and oversubscription" in ChiNext and SMEB.

During his tenure of office, Shang Fulin, former Chairman of the CSRC, successfully completed the split share reform, and initiated a new round of reform on new stock issuance system in 2009; after the personnel change upon the completion of the former term of office, the securities market reform dominated by the CSRC kept speeding up, with various measures devised successively.

Amid the dual challenges, i.e. tightening IPO review at home and sluggish capital market abroad, domestic VC/PE institutions have seen a trend of increasingly shrinking ROI through IPO exits, which poses a threat to their development.

Hot News

Ma Weiguo Joins in Cowin Capital as Partner

Feb. 22, 2012, PEdaily.cn, Christina Chao

It is reported recently, Ma Weiguo, Vice President and Head of Investment Banking of Huatai United, would join Shenzhen Cowin Capital Co., Ltd. (Cowin Capital). Zheng Weihe, Chairman of Cowin Capital, has confirmed the news during a telephone interview from Pedaily.cn.

Zheng Weihe said that Ma Weiguo would join Cowin Capital and function as Managing Director and Partner. He would be in charge of all investment projects in China and mainly responsible for relevant businesses in Beijing Office. According to reporter of PEdaily.cn, Ma Weiguo will attend a PE industry forum to be held at the end of Feb. 2012 in Beijing as “Partner of Cowin Capital”.

Zheng Weihe also disclosed that a new early-stage fund is being raised by Cowin Capital with the scale of RMB200M to RMB300M and focus on TMT, clean-tech and biomedical industries.

Hot News

CITIC Capital Sets up VC Fund with US$60M in Place in Round A Fundraising

Feb. 22, 2012, Finance News

On Feb. 22, CITIC Capital's Venture Capital Department announced that CITIC Venture Capital Partners (CCVP) has completed the first round of fundraising for US$60M.

The Fund aims to raise US$150M. The fund's investors in the first round of fundraising include Vertex Venture, a Singapore-based wholly-owned subsidiary of Temasek Holdings Co., Ltd., and Enspire Capital, headquartered in Singapore too.

CCVP focuses on the high-growth SMEs in clean-tech, consumer goods, IT and other emerging industries. The three sectors have not only proven to be growing rapidly, they are also where the SMEs can compete effectively.

Hot News

Shanghai Plans Shipping & Culture PE Funds, to Shape PE Landscape

Feb. 22, 2012, Shanghai Securities News, Tang Zhenlong

Shanghai is now planning for two new PE funds, Shanghai Shipping PE Fund and Shanghai Culture PE Fund, following the success in closing two investment funds,

According to an insider, Shanghai Shipping PE Fund, led by Guotai Junan and jointly initiated by Shanghai International Group, is now actively raised. Haitong Securities (600837) is planning for Shanghai Culture PE Fund, with reviews and approvals progressing smoothly. The fund targets a total size of RMB3.00B, of which RMB2.00B for the first close is basically available.

The sources from Haitong Securities revealed that, cooperating with Publicity Department of CPC Shanghai Committee and other organizations, Haitong has established the communications with cultural companies in Shanghai, with a view to seeking potential project resources. "Over 10 high-quality projects have been reserved, some of which have completed the signing of investment agreements."

Hot News

50 Funds Including Sequoia, IDG & Hony Race for Booming Culture Industry

Feb. 22, 2012, International Business Daily

According to the Outline for the Cultural Reform Program during the 12th Five-year Period, issued on February 15, social capitals shall be guided in various forms to invest in culture industry within the sphere permitted by the government.

According to statistics, up to now, more than 20 companies have went public on A-share market with the help of CITIC Securities, China Securities, CICC and other investment banks. In the meantime, the only national culture PE fund, jointly launched by BOC International Holdings, the Ministry of Finance, etc, have successfully invested in Xinhuanet.com, People.com.cn and other projects.

PE funds have also increased their investments into the culture industry, as 50 PE funds have been involved in the culture sector with a total annual investment of nearly RMB30.00B. A host of PE funds, i.e. CMC, Sequoia, IDG, CDH, Hony Capital, Fortune VC and China Jianyin Investment, has invested in the culture industry, dedicated to Internet and media enterprises.

Hot News

Alibaba Group Proposes Privatization of Alibaba.com

Feb. 21, 2012, Tech.163.com

The announcement, released by Alibaba Group, showed it has made a proposal to the Board of Directors of Alibaba.com (B2B website) to privatize the company. Alibaba Group and concert parties together hold 73.5% shares of Alibaba.com at present.

The proposal published that privatization price per share is HK$13.5 which is equal to its IPO price in 2007. Price premium is approximately 45.9% compared to the closing price per share at HK$9.25 published by HKEx in last trading day. However, in contrast with IPO first-day closing price at HK$35.00 of Alibaba.com, the privatization price lost more than 60%.