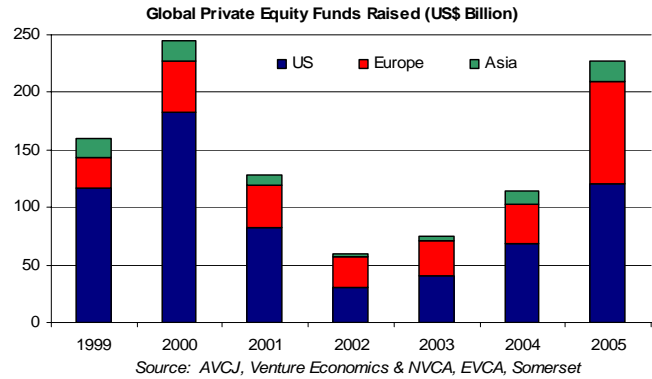


Private Equity Data Service

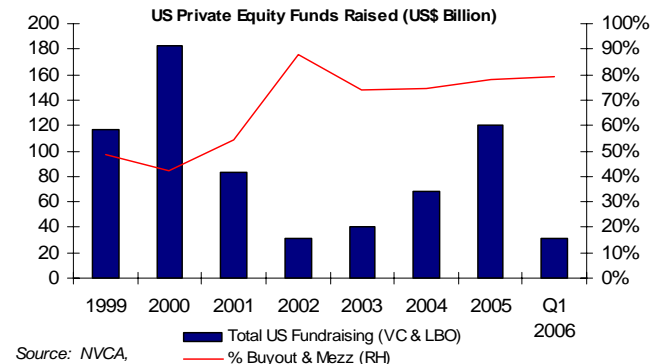
Global Private Equity Fund Raising

- '05 final numbers are in for the US, Europe and Asian and the global tally is US\$225 billion. Put in context, this is broadly in line with the market capitalization of large companies such as Microsoft, BP or HSBC.
- Of this total, ~ 53%, or US\$ 120 billion was raised in the US, 39% or US\$ 89 billion in Europe and the remaining 8% or US\$ 18 billion in Asia.
- The 2005 total represents a 100% increase on '04. By region, US is up 76%, Europe up 162%, Asia up 54%.
- At the LP level some of the themes that are driving this increase include increased allocations to private equity from institutional investors, the ongoing adoption of US University Endowment allocation models by private investors and strong historic returns, particularly from European LBO funds.



US Fund Raising

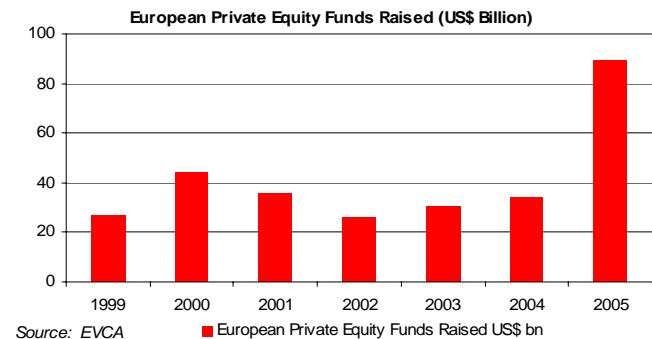
- US fundraising stood at \$120 billion for '05 and has since added a further \$25 billion in Q1 '06.
- The split between buyout and venture has been edging up since '03 and now stands at around 80% LBO, vs 40% LBO in '00.
- VC fundraising was up from \$18bn in '04 to \$26bn in '05. The number of funds raised is virtually identical (195 in '04 vs 194 in '05) with much of the increase in capital stemming from the inclusion of several large, late stage and growth equity funds raising multi-billion \$ funds.
- LBO fundraising almost doubled in '05 to \$94bn, with the majority of capital by far being raised by established "mega funds" significantly increasing their fund sizes.



European Fund Raising

- European fundraising totals for '05 stood at \$89 billion, a record year. The growth continues to be driven by fund size increases among the more established European LBO groups, in London and elsewhere and include five funds that raised more than \$3bn for their latest vehicles.
- \$72bn was raised by LBO funds, 3x the '04 total.
- \$13.5bn was raised by VC / Expansion up 24% on '04.
- 64% of the funds were raised by UK based General Partners, almost exclusively LBO funds.
- Strong momentum continues into '06 with GPs "letting the market decide" fund sizes.

Source: EVCA



Asian Fund Raising

- Asian private equity attracted US\$ 16.6 billion in '05 continuing its return to form after two years of effective market closure in '02 and '03.
- Approximately \$5bn of the total was represented by three large pan-Asian funds closing in the year.
- '05 marked the entry of institutional scale country funds, particularly in China and India. India for example raised \$2.3bn, leading other single country markets.
- Activity continues to be fueled by a strong exit pipeline. According to APER over \$20 billion has been returned through 188 exits in '05, of which 46% from Japan.

Source: AVCJ & APER

