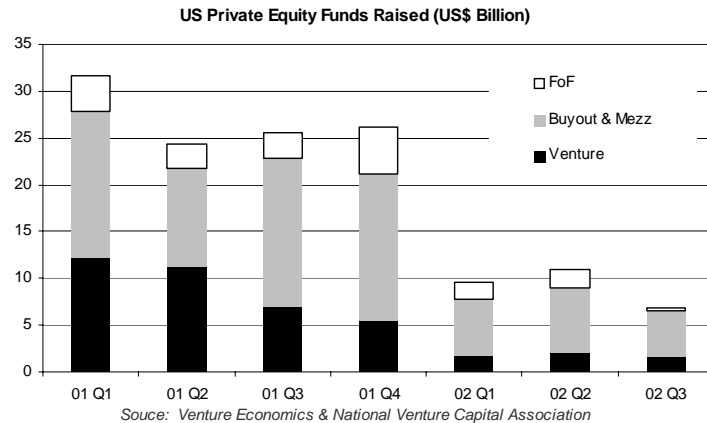


Private Equity Data Service

US Private Equity Fund Raising

- \$6.8 billion raised in Q3 2002, down from \$11 billion in Q2.
- Buyout and Mezzanine funds continue to represent the majority of funds raised (70%).
- Venture Capital funds on the sidelines in terms of fundraising with just 33 funds raising a total of US\$1.7 billion (25% of total).
- The capital overhang in US still estimated at US\$ 90 billion.
- Restructuring of venture capital industry to ensure appropriate capital supply set to continue.

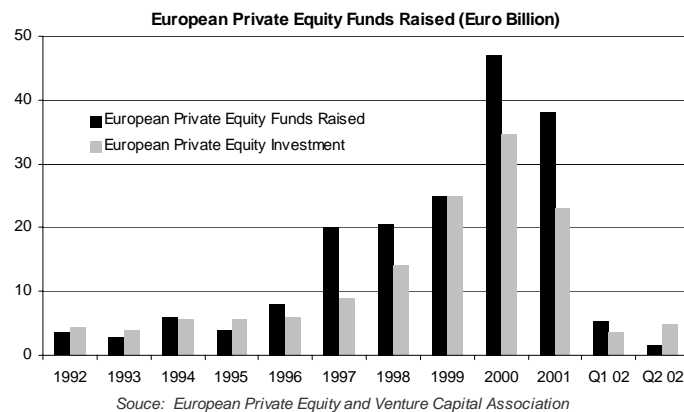
Source: Venture Economics and NVCA



European Fund Raising

- Q2 2002 indicates Euro 1.6 billion raised compared with 5.3 billion in Q1 2002.
- Investment picked up in the quarter to Euro 5 billion. The increase was entirely due to activity in the large buyout market, with seed and early stage venture capital activity falling quarter on quarter.

Source: EVCA



US Private Equity Qly Returns

- US Private Equity and Venture Capital returns remain firmly in negative territory in Q2 2002.
- US Venture Capital returns to LPs recorded a 10.3% decline in second quarter, representing continued portfolio write-downs, slow exit markets and poor economic conditions.
- On a twelve month view (to end June 02). US Venture Capital is down 36%, vs. 32% for NASDAQ and 18% for S&P.
- US Private Equity recorded a 3.2% decline in the quarter (down 12% on 12-month view.)

Source: Cambridge Associates

