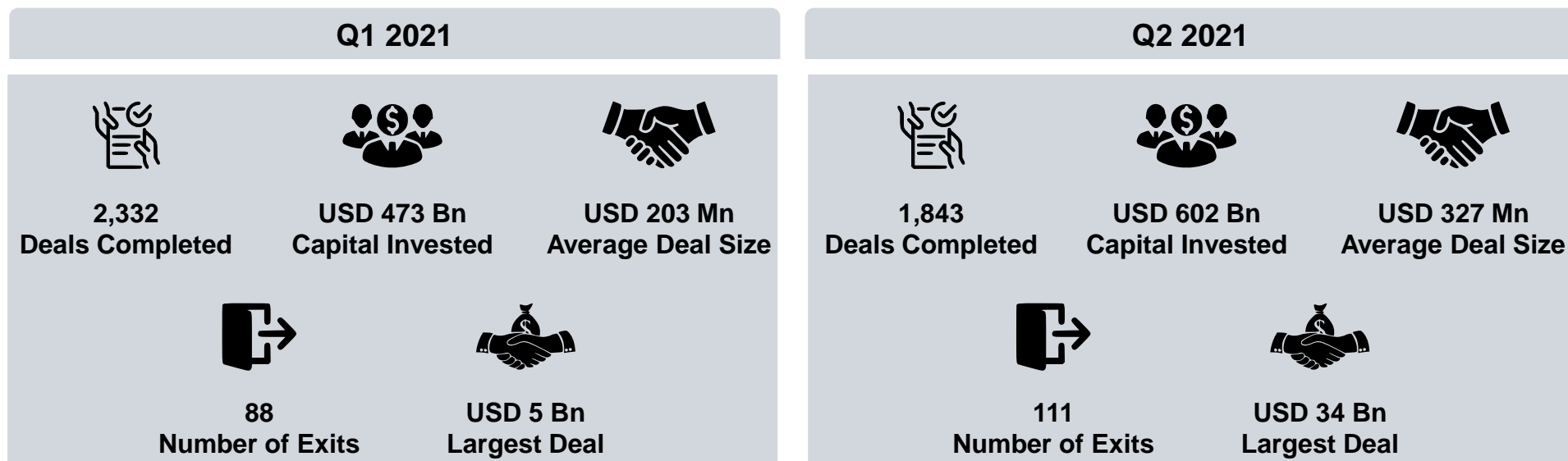


# Global Private Equity Fact Book – Q2 2021

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# Deal size increased 1.5x and dry powder by 115% as private equity firms focused on megadeals in Q2 2021



USD 750 Mn	Median Fund Size	USD 930 Mn
14.1%	Internal Rate of Return	14.8%
USD 28.4 Mn	Median Dry Powder	USD 61.1 Mn
1.0x	DPI Multiple	0.7x
1.5x	TVPI Multiple	1.5x
0.4x	RVPI Multiple	0.8x

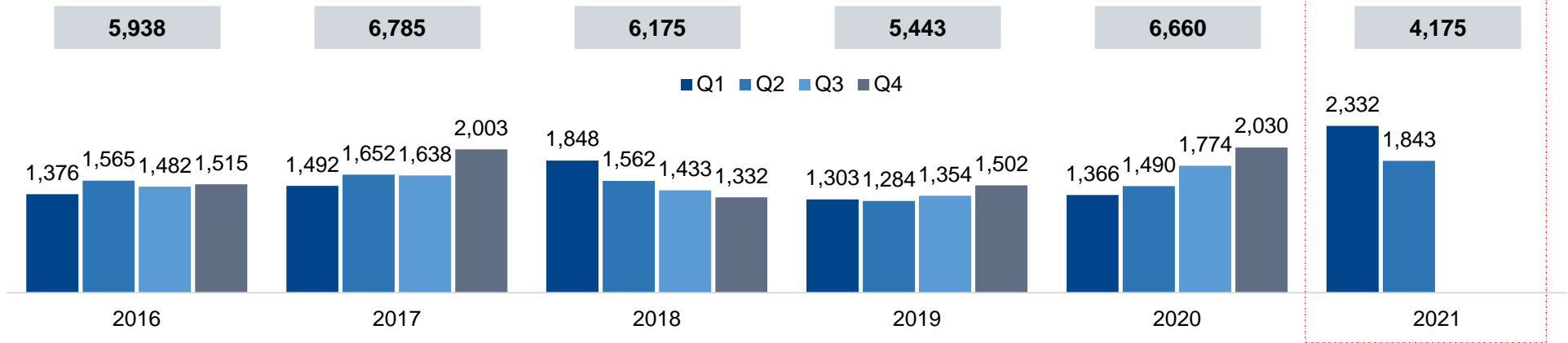
Source: Pitchbook, Aranca Analysis

Note: Quarter represents the calendar year.

# Number of deals completed down 21%, with more than 58% deals being PIPE transactions

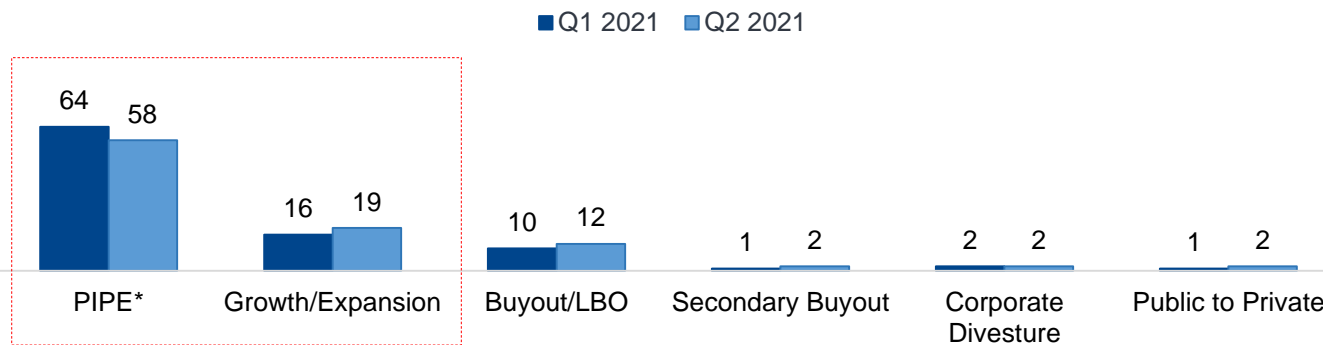
## Number of Deals

Figures in Units



## Type of Deals – 2021

Figures in Percentages



Indicates annual/YTD deals completed

*“Dry powder held by sophisticated private equity firms is at record highs, which provides for meaningful buyer interest in target companies.”*

**– Asset Management & Investment Banking Firm**

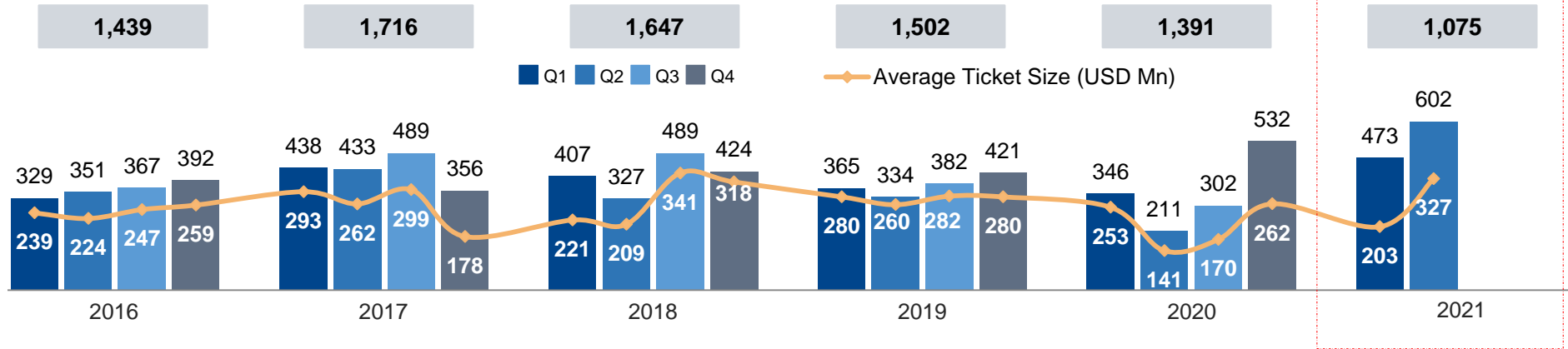
Source: Pitchbook, Aranca Analysis

Note: \*PIPE: Private Investment in Public Equity

# Despite lower deal volume, capital invested rose 27% primarily driven by big-ticket leveraged buyouts

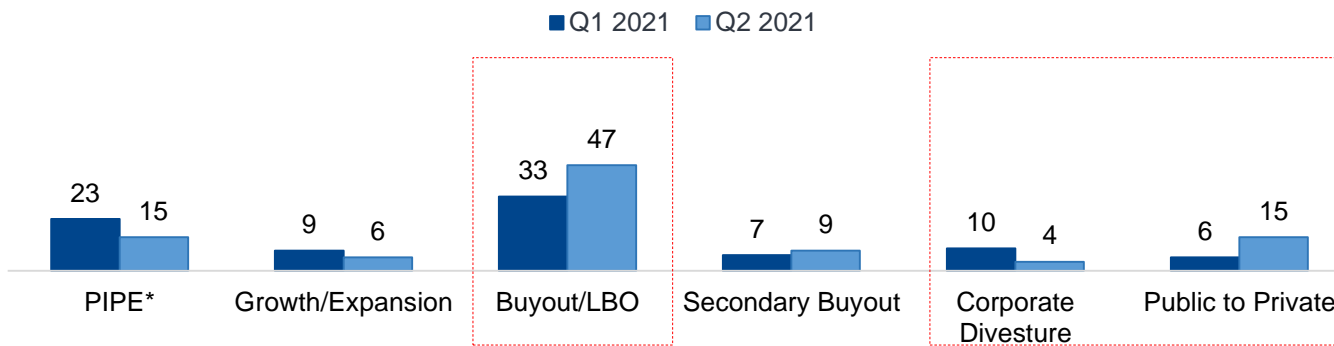
## Capital Invested

Figures in USD Bn



## Type of Deals – 2021

Figures in Percentages



Indicates annual/YTD capital invested

*“The ongoing COVID-19 vaccination rollout and gradual easing of lockdown measures have boosted economic growth and encouraged deal activity in the first half of 2021.”*

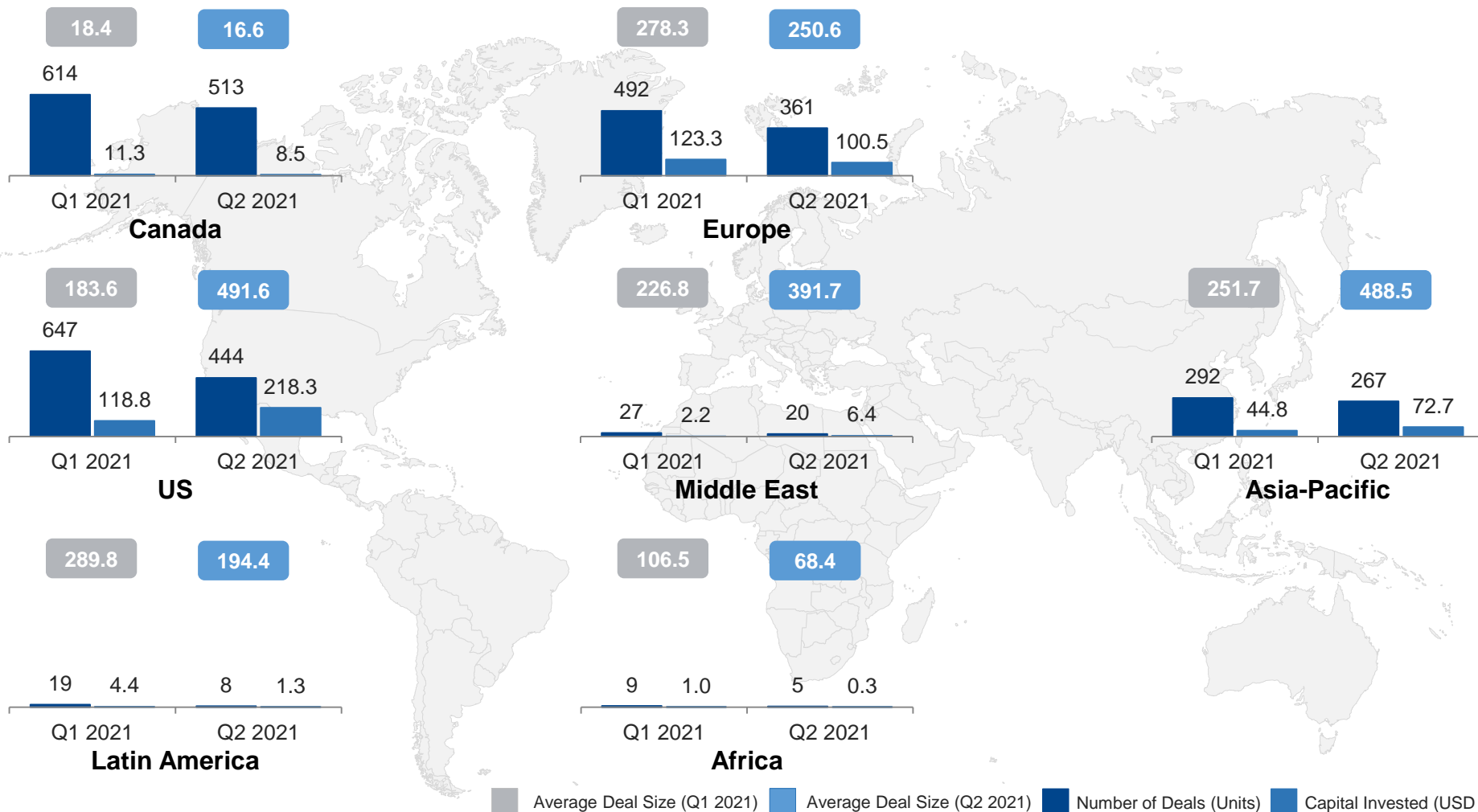
**– Accounting and Business Services Firm**

Source: Pitchbook, Aranca Analysis

Note: \*PIPE: Private Investment in Public Equity

# US and Asia-Pacific most active markets, with capital invested increasing 1.8x and 1.6x, respectively, in Q2 2021

## Target Geographies



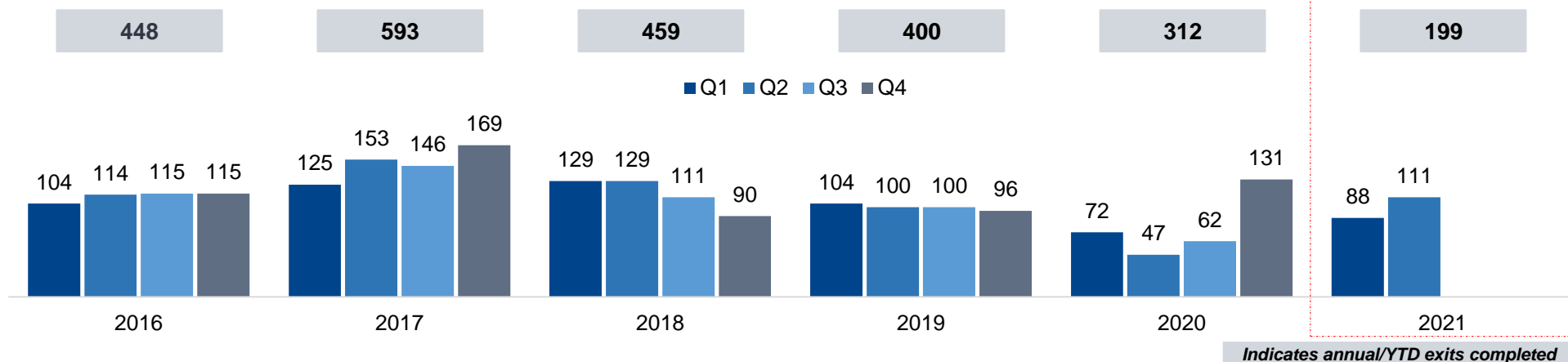
Source: Pitchbook, Aranca Analysis

Note: Due to data gaps, reported capital invested does not add up to total capital invested

# PE exits were up 26% driven by strong company valuations in Q2 2021; high preference for buyouts constituted around 50% of total exits

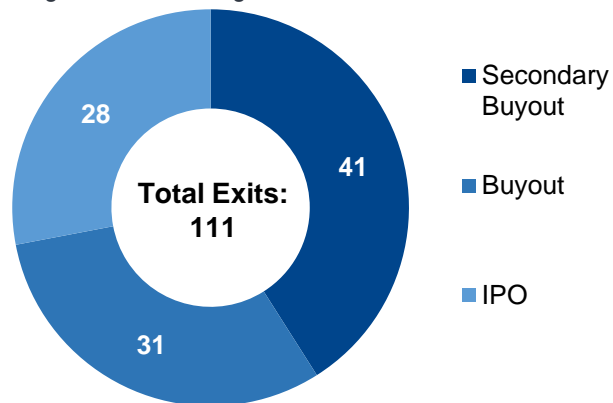
## Number of Exits

Figures in Units



## Type of Exits – Q2 2021

Figures in Percentages



## Exit Multiples\*

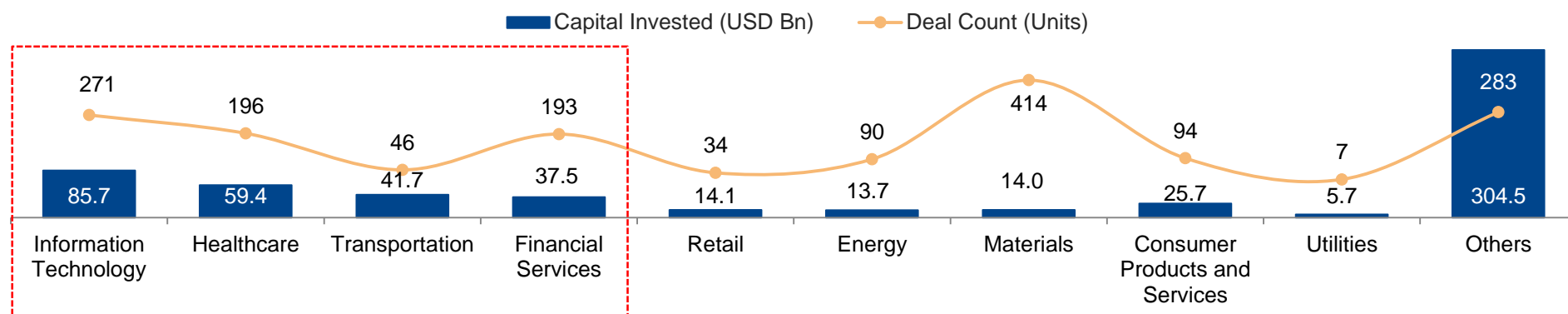
Parameters	Secondary Buyout		Buyout		IPO	
	Q1 2021	Q2 2021	Q1 2021	Q2 2021	Q1 2021	Q2 2021
Enterprise Value (USD Mn)	762.7	577.9	324.6	393.3	-	-
EV/EBITDA	10.8x	14.1x	17.6x	16.9x	-	-
EV/Revenue	3.0x	3.1x	5.6x	3.2x	-	-

Source: Pitchbook, Aranca Analysis

Note: \*All multiples indicate median value

# IT, Healthcare, Transportation, and Financial Services attracted about 55% of total capital invested by PE firms in Q2 2021

## Top Sectors – Q2 2021



## Top Deals – Q2 2021

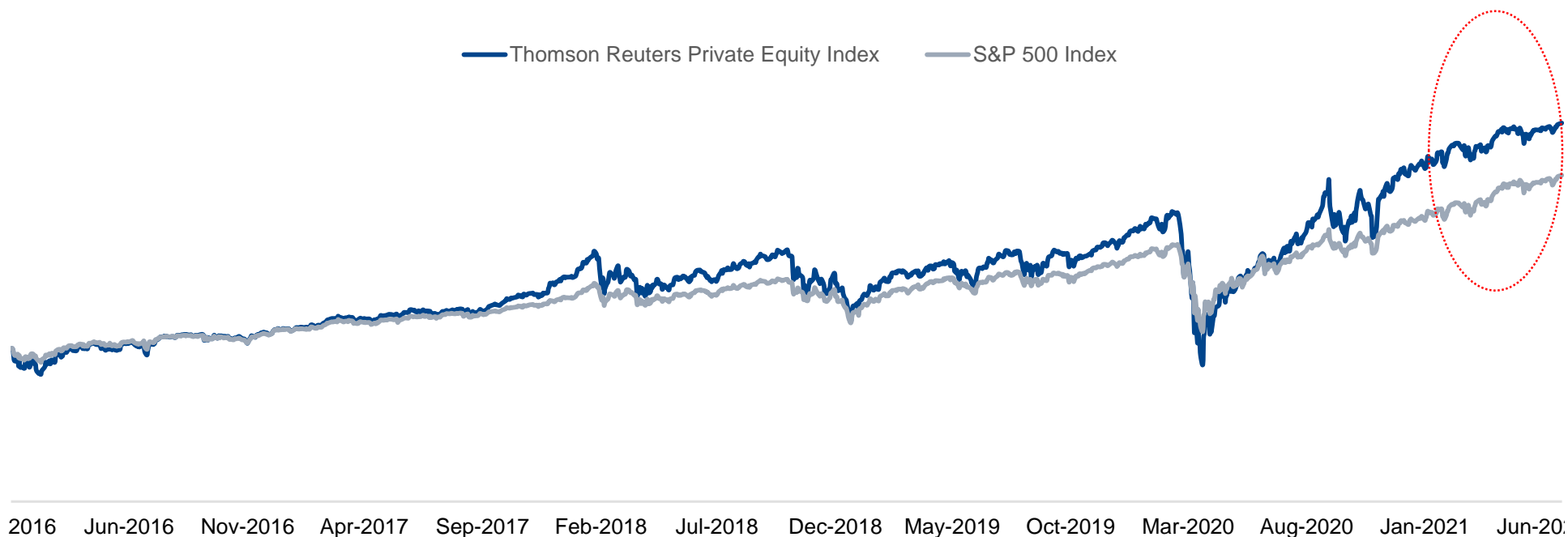
Primary Industry	Company Name	Deal Date	Deal Size (USD Mn)	% Acquired	Deal Type	Investors	Deal Size/ EBITDA	Deal Size/ Revenue	EV/ EBITDA	EV/ Revenue
Healthcare	Medline Industries	Jun-2021	34,000	100	Buyout/ LBO	Govt of Singapore Investment Corp, Hellman & Friedman, and Others	-	1.9x	-	1.9x
B2B Services	Autostrade per l'Italia	Jun-2021	11,325	88	Buyout/ LBO	Cassa Depositi e Prestiti, Macquarie Asset Management, The Blackstone Group	-	-	-	-
Information Technology	RealPage	Apr-2021	10,200	100	Buyout/ LBO	Thoma Bravo	39.8x	8.8x	37.5x	8.3x
Information Technology	Proofpoint	Apr-2021	10,100	82	Buyout/ LBO	Thoma Bravo	-119.5x	9.3x	-	10.5x
Financial Services	Blue Owl Capital	May-2021	8,300	-	PIPE	CH Investment Partners, Federated Kaufmann Fund, and Others	-	-	-	-
Materials	Hitachi Metals	Apr-2021	7,309	53	Buyout/ LBO	Bain Capital, Japan Industrial, Japan Industrial Partners	619.1x	1.0x	1,090.9x	1.8x
<b>Median</b>							<b>39.8x</b>	<b>5.4x</b>	<b>564.2x</b>	<b>5.1x</b>

Source: Pitchbook, Aranca Analysis

Note: Deals include completed and announced

# PE firms continue to outperform equity markets in Q2 2021, supported by strong PE activity and investor confidence

## Index Returns



Index	Index Returns	
	Q1 2021	Q2 2021
Thomson Reuters Private Equity Index	133%	148%
S&P 500 Index	97%	114%

Source: Reuters Eikon, Aranca Analysis



# Aranca View

## Way Forward

“All the elements are there for an active M&A market in 2021, from corporations looking for scale and growth to private equity firms and SPACs looking to invest capital.” – **Investment Banking Company (United States)**

“We expect a lot of sell-side activity in the second half of the year as many corporates are thinking about carve-outs right now. They feel it is the right time to refocus their businesses and divest non-core assets.” – **Head of European M&A, Investment Banking Company (United States)**

“COVID-19 has also accelerated the importance of environmental, social and governance (ESG) considerations in both PE and M&A. The pandemic magnified a number of problematic societal issues, rendering ESG considerations the right thing to do.” – **Private Investment Banking Company (United States)**

“Some industries are less appealing to the majority of investors - retail, restaurants, and health clubs. Still, professional investors are always looking for investment opportunities, and those industries could be attractive to distressed investors where there will be less competition chasing deals in 2021.” – **International Law Firm (United States)**

Source: Aranca Analysis

## PE Industry Outlook



**Increased focus on acquisition and divestitures deals**



**Private Equity to remain bullish on IT, Financial Services, and Healthcare sectors**



**Awareness of Environmental, Social and Governance to drive future PE investment**



**Focus on identifying and realizing market opportunities through value creation**



**500+**

Strong team of professionals  
across multi-disciplinary domains

**2500+**

Global clients

**120+**

Sectors and sub-sectors  
researched by our analysts

**80+**

Countries where we have  
delivered projects

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