

## Private Equity Fundraising in 2013 YTD Up 20% on Same Period in 2012

**\$311bn has been raised by private equity funds closed Q1 2013 – Q3 2013, compared to \$259bn in the same period in 2012**

Preqin's data shows 179 private equity funds closed in Q3 2013, securing an aggregate \$87bn, a figure which is expected to increase by 10-20% as more information becomes available. A total of 606 funds have closed so far in 2013, which is less than the 684 funds which closed between Q1 and Q3 in 2012.

Funds closed since the start of 2013 have taken an average of 18.5 months to reach a final close, compared to 17.8 months for funds closed in 2012 and just 11.3 months for funds that reached a final close in 2006.

### Other Key Facts:

- **Fundraising by Region:** 113 North America-focused funds closed in Q3 having secured \$57bn, accounting for 66% of aggregate capital raised by funds closed in the quarter. \$22bn was secured by 24 Europe-focused funds closed in the quarter, while 20 Asia-focused funds secured \$4bn.
- **Fundraising by Type:** 31 buyout funds closed in Q3 2013, securing an aggregate \$28bn, down from the \$58bn secured by buyout funds in Q2 2013. 48 venture capital funds closed during the quarter having secured \$6bn.
- **Average Fund Size:** The average size of private equity funds closed in Q3 2013 was \$532mn, down from \$696mn for funds closed in Q2 2013. The average size of buyout funds decreased significantly from \$1.8bn for funds closed in Q2 2013 to \$996mn in Q3 2013.
- **Notable Funds Closed in Q3 2013:** CVC European Equity Partners VI was the largest fund to close in the quarter, having raised €10.5bn in 7 months, and it accounts for almost 63% of capital secured by Europe-focused funds closed in Q3 2013. Distressed debt fund, GSO Capital Solutions Fund II, closed on \$5.0bn
- **Interim Closes:** In Q3 2013 a further 160 private equity funds held interim closes raising a total of \$45bn in the quarter towards their targets.
- **Funds in Market:** A record 1,990 private equity funds are in market as of the start of October, seeking to raise an aggregate \$721bn.
- **First-time Funds:** 35 first-time funds raised an aggregate \$4bn in Q3, down from the 41 first-time funds that closed in Q2 and raised \$6.9bn in total.

**For more information and analysis, please see the factsheet that follows.**

### Comment:

"Fundraising figures for so far in 2013 have been encouraging with an increase of 20% in the amount of aggregate capital raised compared to the same stage in 2012. However, 2013 has seen a decline in the number of funds raised, with the quarterly number of funds closed at its lowest level in six years, supporting the fact that many investors are increasingly looking to place more capital with larger and more established managers. With a record breaking number of private equity funds currently in the market competing for capital, the remainder of 2013 is set to continue to be highly competitive for fund managers."

### Ignatius Fogarty – Head of Private Equity Products, Preqin

New York: One Grand Central Place, 60 E 42nd Street, Suite 630, New York NY 10165 Tel: +1 212 350 0100

London: Equitable House, 47 King William Street, London EC4R 9AF Tel: +44 (0)20 7645 8888

Singapore: One Finlayson Green, #11-02, Singapore, 049246 Tel: +65 6305 2200

San Francisco: 580 California Street, Suite 1638, San Francisco, CA 94104 Tel: +1 415 635 3580

Web: [www.preqin.com](http://www.preqin.com) / [info@preqin.com](mailto:info@preqin.com)

**About Preqin:**

Preqin is the leading source of information for the alternative assets industry, providing data and analysis via online databases, publications and bespoke data requests.

Preqin has built a reputation in the alternative assets industry for providing the most comprehensive and extensive information possible. Leading alternative assets professionals from around the world rely on Preqin's services daily, and its data and statistics are regularly quoted by the financial press. For more information, please visit: [www.preqin.com](http://www.preqin.com)

**Note to Editors:**

- Preqin is spelled without the letter 'U' after the 'Q'.

For more information, please contact: Ignatius Fogarty +44 (0)20 7645 8858 or [ifogarty@preqin.com](mailto:ifogarty@preqin.com)

For general press information, please contact: Helen Kenyon +44 (0)20 7645 8880 or [press@preqin.com](mailto:press@preqin.com)

New York: One Grand Central Place, 60 E 42nd Street, Suite 630, New York NY 10165 Tel: +1 212 350 0100

London: Equitable House, 47 King William Street, London EC4R 9AF Tel: +44 (0)20 7645 8888

Singapore: One Finlayson Green, #11-02, Singapore, 049246 Tel: +65 6305 2200

San Francisco: 580 California Street, Suite 1638, San Francisco, CA 94104 Tel: +1 415 635 3580

Web: [www.preqin.com](http://www.preqin.com) / [info@preqin.com](mailto:info@preqin.com)

October 2013

Fig. 1: 10 Largest Funds Private Equity to Hold a Final Close in Q3 2013

Fund	Firm	Type	Final Size (bn)	Firm Country	Fund Focus
CVC European Equity Partners VI	CVC Capital Partners	Buyout	10.5 EUR	UK	Europe
GSO Capital Solutions Fund II	GSO Capital Partners	Distressed Debt	5.0 USD	US	North America
Brookfield Strategic Real Estate Partners	Brookfield Asset Management	Real Estate	4.4 USD	Canada	North America
Platinum Equity Capital Partners Fund III	Platinum Equity	Buyout	3.8 USD	US	North America
Dover Street VIII	HarbourVest Partners	Secondaries	3.6 USD	US	North America
Blackstone Real Estate Debt Strategies II	Blackstone Group	Real Estate	3.5 USD	US	North America
Crescent Mezzanine Partners VI	Crescent Capital Group	Mezzanine	3.4 USD	US	North America
CVI Credit Value Fund II	CarVal Investors	Distressed Debt	2.3 USD	US	North America
Catterton Partners VII	Catterton Partners	Buyout	1.7 USD	US	North America
Perella Weinberg Real Estate Fund II	Perella Weinberg Partners	Real Estate	1.3 EUR	US	Europe

Fig. 2: Breakdown of Q3 2013 Private Equity Fundraising by Type and Geography

Type of Funds	Global		North America		Europe		Asia		Rest of World	
	No. of Funds	Aggregate Capital Raised (\$bn)	No. of Funds	Aggregate Capital Raised (\$bn)	No. of Funds	Aggregate Capital Raised (\$bn)	No. of Funds	Aggregate Capital Raised (\$bn)	No. of Funds	Aggregate Capital Raised (\$bn)
Buyout	31	27.9	18	10.4	7	16.5	3	0.7	3	0.3
Distressed Private Equity	8	9.8	8	9.8	0	N/A	0	N/A	0	N/A
Fund of Funds	7	2.5	5	1.9	1	0.5	0	N/A	1	0.1
Growth	14	3.5	2	0.7	2	0.5	5	1.7	5	0.6
Infrastructure	8	2.2	1	0.1	1	-	2	0.2	4	1.9
Mezzanine	8	5.3	7	5.1	0	N/A	1	0.2	0	N/A
Natural Resources	2	0.3	1	0.2	1	0.1	0	N/A	0	N/A
Real Estate	33	18.8	23	15.1	7	3.4	2	0.3	1	-
Secondaries	6	6.4	5	6.3	1	0.1	0	N/A	0	N/A
Venture Capital (All Stages)	48	6.3	34	4.8	3	0.3	6	0.8	5	0.4
Other	14	4.2	9	3.5	1	0.1	1	0.3	3	0.3
<b>Grand Total</b>	<b>179</b>	<b>87.2</b>	<b>113</b>	<b>57.9</b>	<b>24</b>	<b>21.5</b>	<b>20</b>	<b>4.2</b>	<b>22</b>	<b>3.6</b>

## Fundraising by Type

Thirty-one buyout funds closed in Q3 2013, securing an aggregate \$27.9bn, down from the \$57.5bn in Q2 2013. Forty-eight venture capital funds closed during the quarter having raised \$6.3bn. Eight distressed private equity funds closed, raising \$9.8bn, while eight mezzanine funds secured a total of \$5.3bn

## Funds in Market

As of October 2013, there are a record 1,990 private equity funds on the road targeting an aggregate \$721bn in capital commitments, an increase in the number of funds compared to January 2013 when 1,949 funds were seeking \$797bn from investors.

Fig. 3: Breakdown of Private Equity Funds Closed in Q3 2013 by Primary Geographic Focus

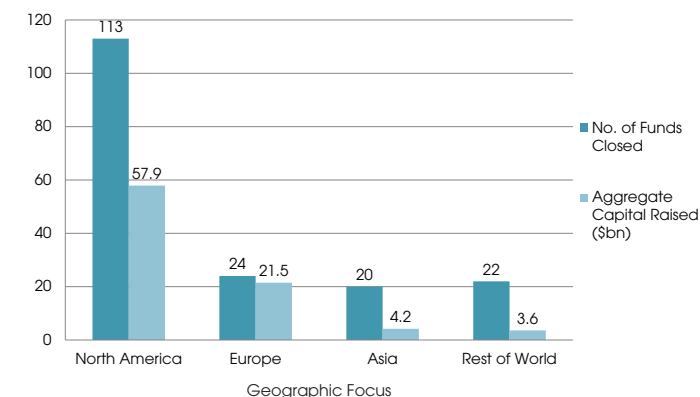
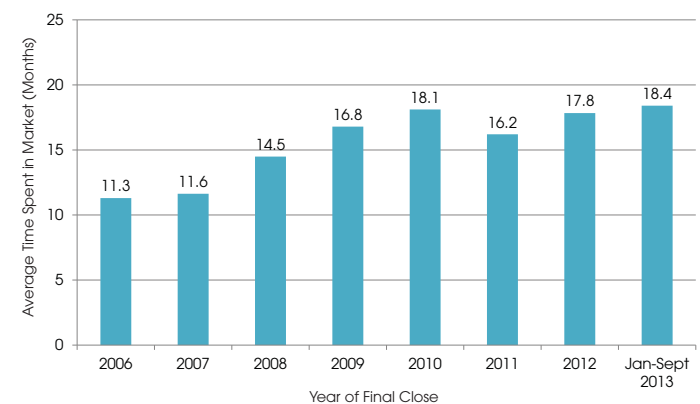


Fig. 4: Average Time Taken for Private Equity Funds to Achieve a Final Close by Year of Fund Close



## First-Time Funds

Thirty-five first-time funds raised an aggregate \$4.3bn in Q3, down from the 41 first-time funds that closed in Q2 2013 and raised \$6.9bn in total.

October 2013

Fig. 5: Quarterly Global Private Equity Fundraising, Q1 2008 - Q3 2013

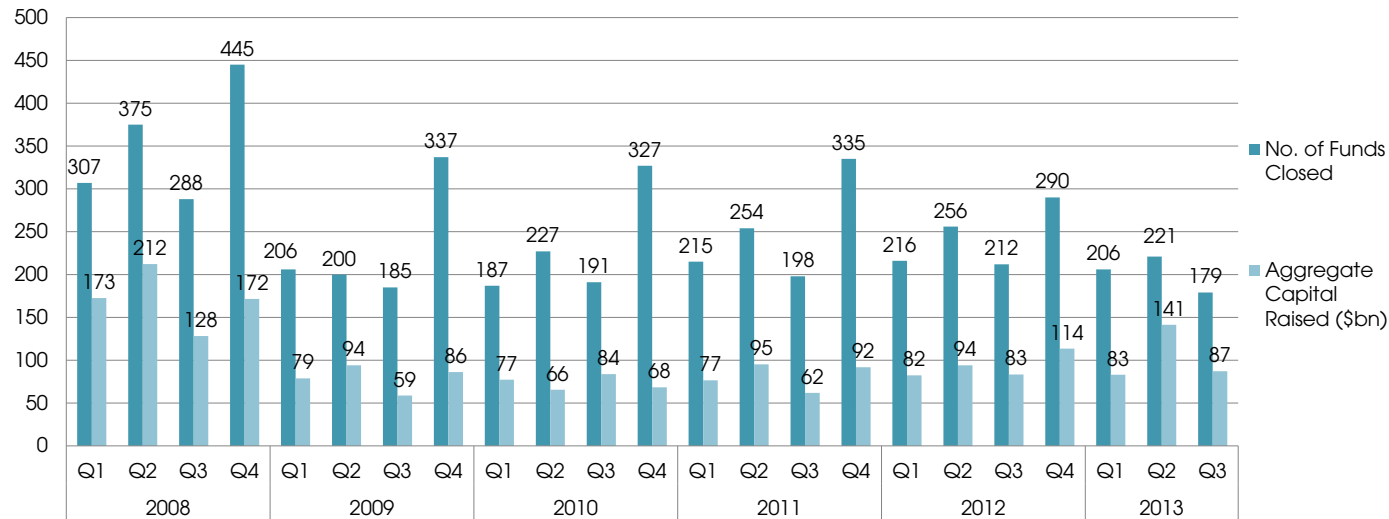
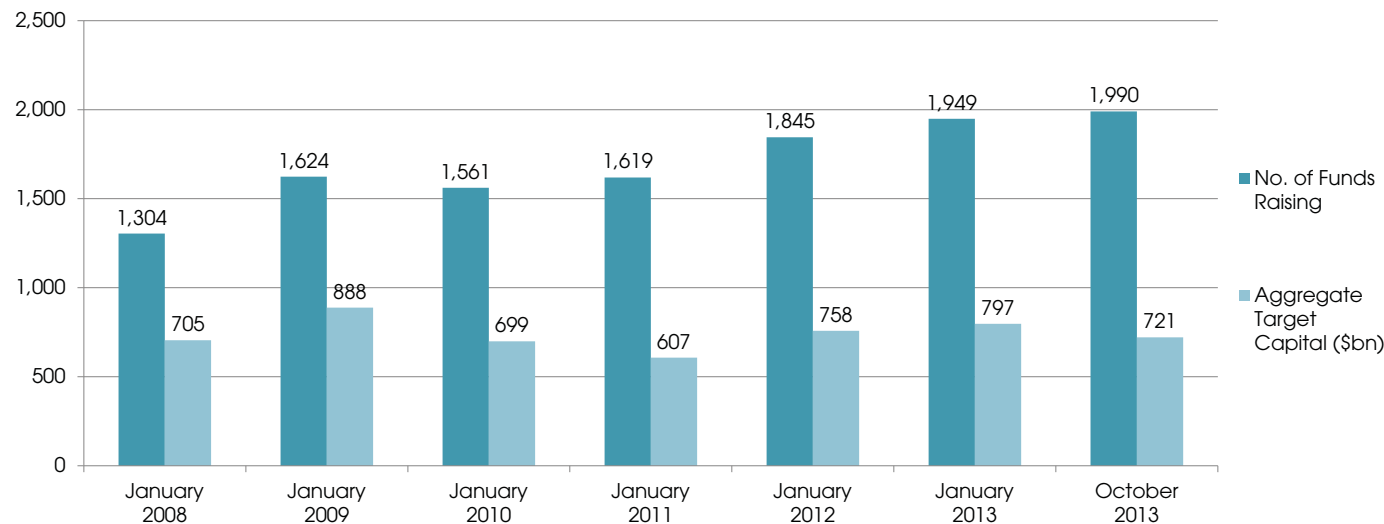


Fig. 6: Private Equity Funds on the Road over Time, January 2008 - October 2013



alternative assets. intelligent data.

Prequin provides information, products and services to private equity firms, funds of funds, investors, placement agents, law firms, advisors and other professionals across the following areas:

- Fund Performance
- Fundraising
- Buyout Deals
- Venture Capital Deals
- Fund Manager Profiles
- Investor Profiles
- Fund Terms and Conditions
- Compensation and Employment

Available as:

- Online Products and Services
- Hard Copy Publications
- Tailored Data Downloads

For more information and to register for a demo, please visit:

[www.prequin.com/privateequity](http://www.prequin.com/privateequity)

Prequin also regularly releases free research reports and monthly Spotlight newsletters. For further information and to signup, please visit:

[www.prequin.com/research](http://www.prequin.com/research)

New York: One Grand Central Place, 60 E 42nd Street, Suite 630, New York NY 10165 | Tel: +1 212 350 0100

London: Equitable House, 47 King William Street, London EC4R 9AF | Tel: +44 (0)20 7645 8888

Singapore: One Finlayson Green, #11-02, Singapore, 049246 | Tel: +65 6305 2200

San Francisco: 580 California Street, Suite 1638, San Francisco, CA 94104 | Tel: +1 415 635 3580