



Chinese Mainland and Hong Kong IPO Markets

2024 Review and 2025 Outlook

11 December 2024

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Global IPO landscape



Global IPO market: 2024 highlights

Global major IPO markets witnessed improvements in IPO activities, underscores improved investor confidence.



Geopolitical conflicts



Election conclusions

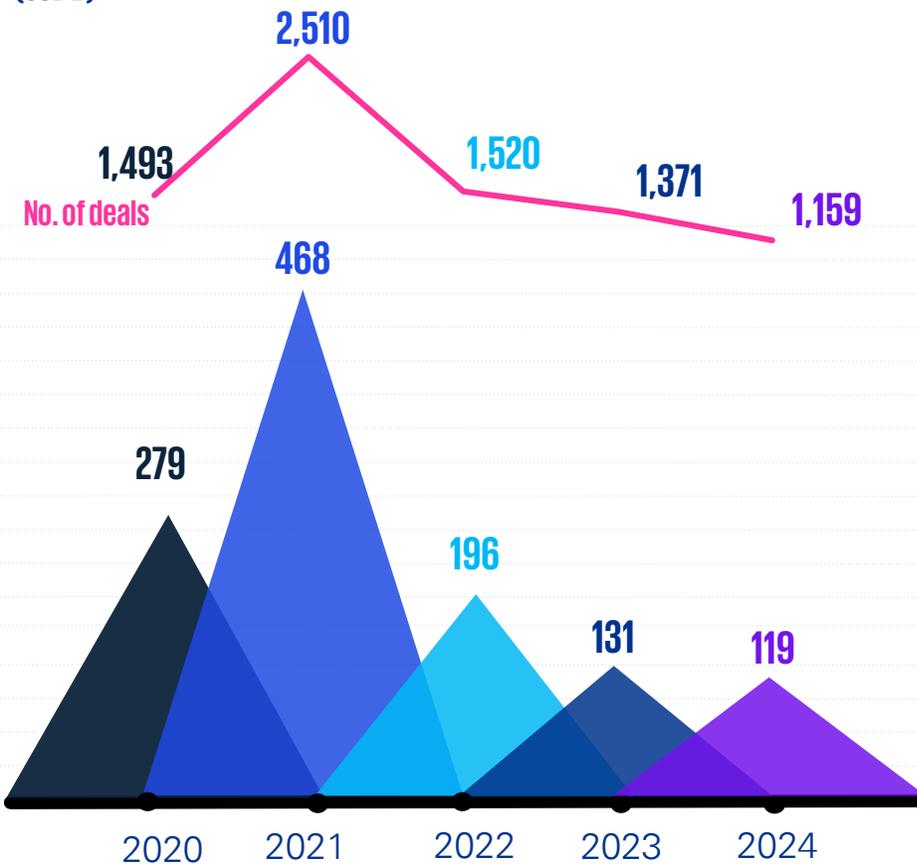


Interest rate cuts

Consumer Markets

sectors are the major sectors out of the Top 10 IPO by funds raised.

Global IPO funds raised (2020 – 2024)
(USD'B)



USD119.1B

Total Funds Raised

▼ ~10% compared to 2023



1,159

Completed IPOs

▼ ~15% compared to 2023



16

Deals with fund raised >USD 1B

▲ 2 IPOs compared to 2023



USD102.7M

Average Deal Size

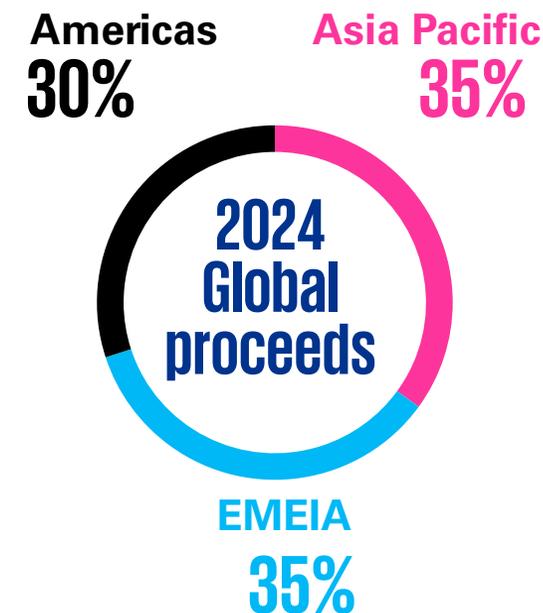
▲ ~10% compared to 2023

(1) Analysis based on actual data as at 8 December 2024.

(2) Sources: Bloomberg and KPMG analysis, included REIT deals and excluded special purpose acquisition company ("SPAC" or "blank check") deals.

2024 Global IPO Rankings

| | FY2024 | FY2023 |
|-----|---|--|
| 1st | National Stock Exchange of India USD 17.3B | Shanghai Stock Exchange USD 31.3B |
| 2nd | NASDAQ Stock Exchange USD 16.5B | Shenzhen Stock Exchange USD 22.0B |
| 3rd | New York Stock Exchange USD 15.9B | NASDAQ Stock Exchange USD 12.5B |
| 4th | Hong Kong Stock Exchange USD 10.4B | New York Stock Exchange USD 9.8B |
| 5th | Shanghai Stock Exchange USD 8.8B | National Stock Exchange of India USD 6.9B |



(1) Analysis based on actual data as at 8 December 2024.
 (2) The exchange rate for USD/HKD is 7.75.
 (3) Sources: Bloomberg and KPMG analysis, included REIT deals and excluded special purpose acquisition company ("SPAC" or "blank check") deals.

2025 Global IPO market outlook

“ The global IPO market, excluding Asia Pacific, has gained momentum in 2024, which is a very good sign. We remain cautiously optimistic about a positive outlook for 2025. However, uncertainty around trade policies and geopolitics, particularly due to the new US administration, does cast a shadow over this optimism. It's important for all stakeholders to collaborate and ensure a stable environment that supports growth and prosperity in the global capital market landscape.

”



Paul Lau

Partner
Head of Capital Markets and
Professional Practice
KPMG China

Total Funds Raised by Region – 2024 vs 2023

Americas

▲ ~ 50%

Asia-Pacific

▼ ~ 50%

EMEA

▲ ~ 40%



A-share IPO market



A-share IPO market: 2024 highlights

A-share new listings remained slow, with REITs being the key driver of listing activities.



RMB119.1B

Total Funds Raised

▼ ~70% compared to 2023



125

Completed IPOs

▼ ~60% compared to 2023

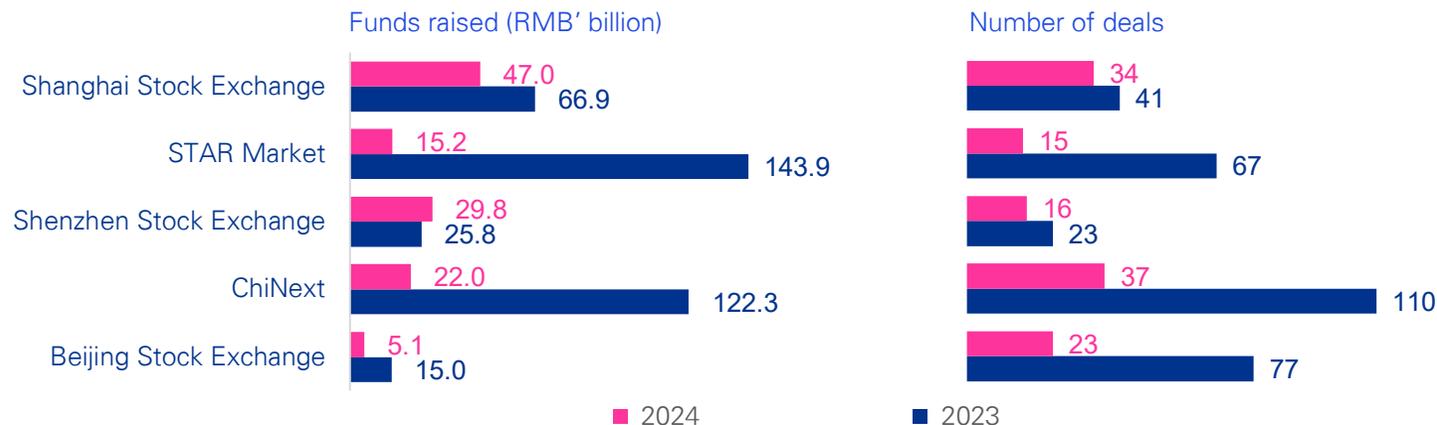


RMBO.96B

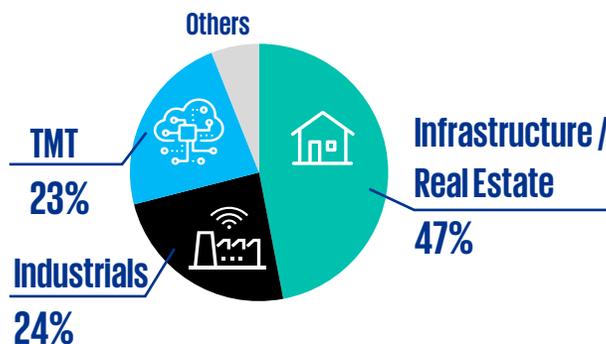
Average Deal Size

▼ ~20% compared to 2023

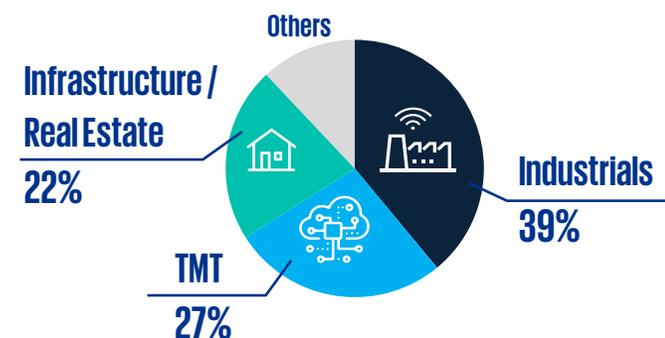
A-share IPO stock exchange distribution



A-share IPO sector distribution by funds raised



A-share IPO sector distribution by number of IPO



Note: All analysis is based on WIND data and included REIT deals as of 8 December 2024, adjusted to number of confirmed listings up to 31 December 2024, unless otherwise stated
Source: Wind and KPMG analysis

Top 10 largest A-share IPOs

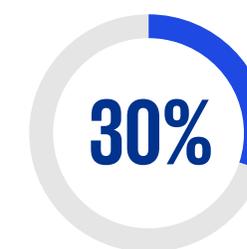
| 2024 | Company | Exchange | Proceeds (RMB billion) | Sector |
|------|--|----------|------------------------|------------------------------|
| 1 | China Resources Commercial Assets REIT* | SZSE | 6.9 | Infrastructure / Real Estate |
| 2 | ICBC Credit Suisse Hebei Expressway Group REIT* | SSE | 5.7 | Infrastructure / Real Estate |
| 3 | China Merchants Fund China Merchants Highway Expressway REIT* | SZSE | 3.5 | Infrastructure / Real Estate |
| 4 | China Joy City Shopping Center REIT* | SZSE | 3.3 | Infrastructure / Real Estate |
| 5 | CICC Yinli Consumer Infrastructure REIT* | SZSE | 3.3 | Infrastructure / Real Estate |
| 6 | Guotai Junan Chengtou Kuanting Affordable Rental Housing REIT* | SSE | 3.1 | Infrastructure / Real Estate |
| 7 | China Nanjing Traffic Highway REIT* | SSE | 2.7 | Infrastructure / Real Estate |
| 8 | Grandtop Yongxing Group Co.,Ltd | SSE | 2.4 | Industrials |
| 9 | HuaAn Bailian Consumer REIT* | SSE | 2.3 | Infrastructure / Real Estate |
| 10 | Solax Power Network Technology (Zhejiang) Co., Ltd. | SSE-STAR | 2.2 | Industrials |

| 2023 | Company | Exchange | Proceeds (RMB billion) | Sector |
|------|--|--------------|------------------------|------------------------------|
| 1 | Hua Hong Semiconductor Limited | SSE-STAR | 21.2 | TMT |
| 2 | Semiconductor Manufacturing Electronics (Shaoxing) Corporation | SSE-STAR | 11.1 | TMT |
| 3 | Nexchip Semiconductor Corporation | SSE-STAR | 10.0 | TMT |
| 4 | China Fund Management SPIC New Energy REIT * | SSE | 7.8 | Infrastructure / Real Estate |
| 5 | Shaanxi Energy Investment Co., Ltd. | SZSE | 7.2 | ENR |
| 6 | Baimtec Material Co.,Ltd. | SSE-STAR | 7.1 | Industrials |
| 7 | CSI Solar Co., Ltd. | SSE-STAR | 6.9 | ENR |
| 8 | Huaqin Technology Co., Ltd. | SSE | 5.9 | TMT |
| 9 | Hunan Yuneng New Energy Battery Material Co.,Ltd. | SZSE-ChiNext | 4.5 | Industrials |
| 10 | Jiangsu Xukuang Energy Co., Ltd. | SSE | 4.3 | ENR |

* Refers to real estate investment trusts listings ("REIT")

Note: All analysis is based on WIND data and included REIT deals as of 8 December 2024, adjusted to number of confirmed listings up to 31 December 2024, unless otherwise stated
Source: Wind and KPMG analysis

REIT dominated the fundraising in 2024, contributing **8 out of top 10 IPO**

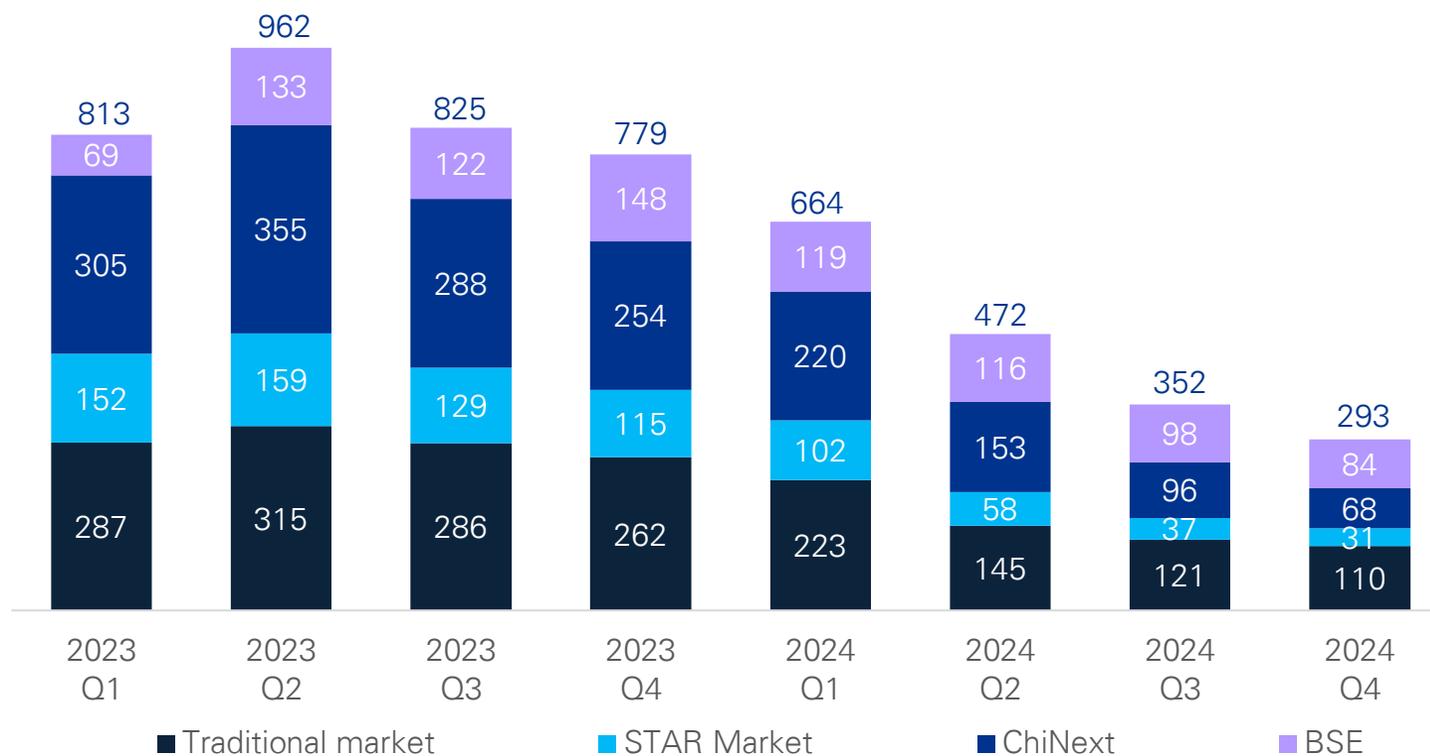


of total IPO proceeds raised by top 10 IPOs in 2024

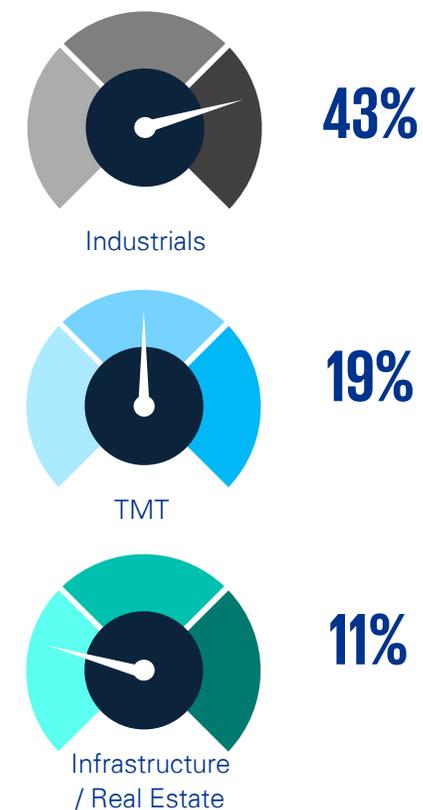
Most of Top 10 largest IPOs by funds raised came from the **traditional market**

A-share IPO Pipeline

Number of active A-share IPO applicants



Top 3 active A-share IPO applicant sectors



Note: All analysis is based on WIND data and included REIT deals as of 8 December 2024. Active applicants included applications suspended due to the expiry of their financial information (中止審查). Historically these applications have been reactivated promptly with updated financial information submitted by the listing applicant.

Source: Wind and KPMG analysis

2025 A-share IPO market Outlook



“ A-share IPO activity is expected to remain stable as Chinese Mainland shifts its focus to strengthening the quality of listed companies, aiming to improve the overall capital market. Chinese enterprises looking to go public may shift their attention to Hong Kong, which continues to offer strong connectivity to the A-share market through the Stock Connect program and provide valuable access to global investors through its position as an international financial centre.

”



Irene Chu

Partner
Head of New Economy and Life Sciences
KPMG China



Hong Kong IPO market



Hong Kong IPO market: 2024 highlights

Hong Kong IPO market has demonstrated its resilience, returning to the Top 5 global IPO venues.

 **HKD82.9B**

Total Funds Raised

▲ ~80% compared to 2023

 **63** Completed IPOs

▼ 7 IPOs compared to 2023

 **HKD1.3B**

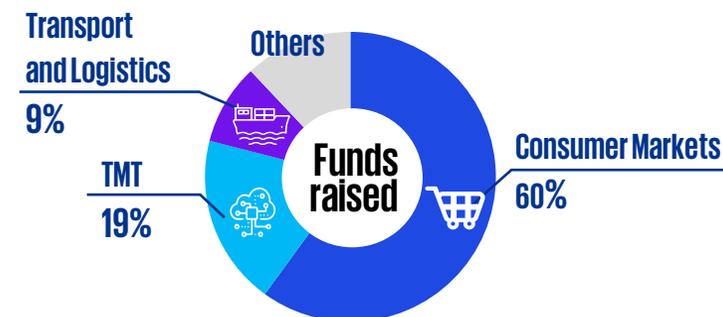
Average Deal Size

▲ ~100% compared to 2023

HK IPO funds raised by quarter (HKD'B)

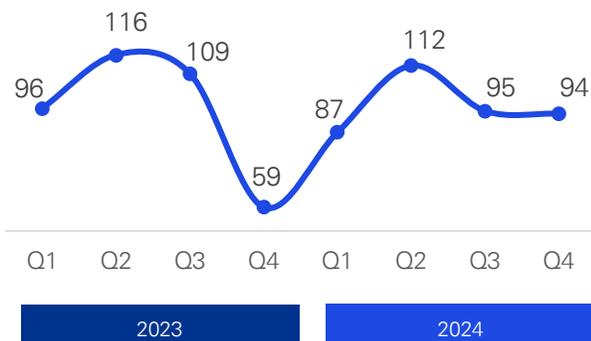


HK IPO sector distribution



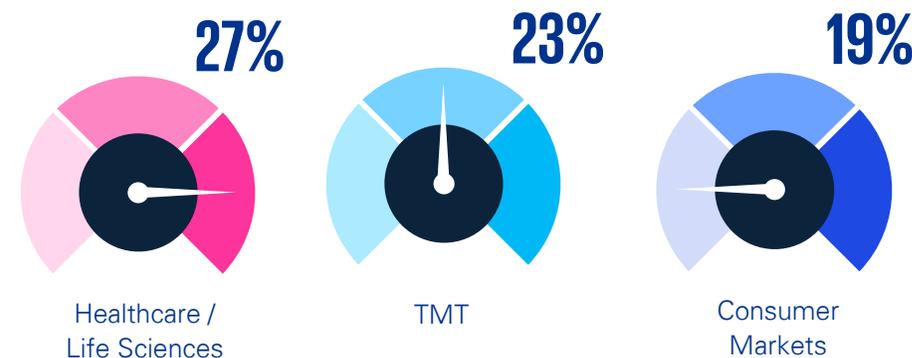
Number of active HK IPO applicants

(As at 8 December 2024)



Top 3 active HK IPO applicant sectors

(As at 8 December 2024)



Note: All figures are as of 8 December 2024, adjusted to number of confirmed listings up to 31 December 2024, included listing by introduction, and excluded SPAC deals and GEM transfer
Source: HKEx and KPMG analysis

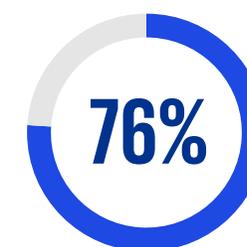
Top 10 largest Hong Kong IPOs

| 2024 | Company | Proceeds (HKD billion) | Sector |
|------|---|------------------------|-------------------------|
| 1 | Midea Group Co., Ltd. | 35.7 | Consumer Markets |
| 2 | Horizon Robotics – W | 6.1 | TMT |
| 3 | S.F. Holding Co., Ltd. | 5.8 | Transport and Logistics |
| 4 | China Resources Beverage (Holdings) Company Limited | 5.8 | Consumer Markets |
| 5 | Sichuan Baicha Baidao Industrial Co., Ltd. | 2.6 | Consumer Markets |
| 6 | Mao Geping Cosmetics Co., Ltd. | 2.3 | Consumer Markets |
| 7 | Cirrus Aircraft Limited | 1.5 | Industrials |
| 8 | T.S. Lines Limited | 1.1 | Transport and Logistics |
| 9 | Robosense Technology Co., Ltd | 1.1 | TMT |
| 10 | Chenqi Technology Limited | 1.1 | TMT |

| 2023 | Company | Proceeds (HKD billion) | Sector |
|------|---|------------------------|------------------------------|
| 1 | ZJLD Group Inc | 5.3 | Consumer Markets |
| 2 | WuXi XDC Cayman Inc. | 4.1 | Healthcare / Life Sciences |
| 3 | J&T Global Express Limited – W | 3.9 | Transport and Logistics |
| 4 | REPT BATTERO Energy Co., Ltd | 2.1 | Industrials |
| 5 | Horizon Construction Development Limited | 1.6 | Infrastructure / Real Estate |
| 6 | Sichuan Kelun-Biotech Biopharmaceutical Co., Ltd. – B | 1.6 | Healthcare / Life Sciences |
| 7 | Sino-Synergy Hydrogen Energy Technology (Jiaxing) Co., Ltd. | 1.6 | ENR |
| 8 | TUHU Car Inc. – W | 1.3 | TMT |
| 9 | Tian Tu Capital Co., Ltd. | 1.1 | Financial Services |
| 10 | Beijing Fourth Paradigm Technology Co., Ltd. | 1.1 | TMT |

Note: All figures are as of 8 December 2024, adjusted to number of confirmed listings up to 31 December 2024, included listing by introduction, and excluded SPAC deals and GEM transfer
Source: HKEx and KPMG analysis

The **largest IPO** by funds raised came from **Consumer Markets** in both 2023 and 2024



of total IPO proceeds raised by top 10 IPOs in 2024

More IPOs from **TMT** sector ranked among top 10 largest IPOs in 2024



2025 HK IPO Market Outlook

“ With positive momentum and increasing investor confidence in the Hong Kong IPO market, the city is becoming an increasingly attractive option for IPO applicants. CSRC’s measures to encourage leading Chinese enterprises to list in Hong Kong and Chinese Mainland’s plan to adopt a more relaxed monetary policy in the coming year will continue to bolster the city’s IPO pipeline, while the inclusion of additional Middle Eastern stock exchanges as Recognised Stock Exchanges is expected to drive secondary listings from the region. Consequently, we anticipate a steady stream of sizeable IPOs in 2025.

”



Louis Lau

Partner
Head of Hong Kong Capital Markets Group
KPMG China

CSRC’s measures



TMT, Life Sciences
& Specialist Technology
listings



Listings from the
Middle East

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