

FINANCIAL ADVISORS

Emerging Markets M&A

Review

Full Year 2023



LSEG DATA & ANALYTICS

Emerging Markets Mergers & Acquisitions Review

Full Year 2023 | Financial Advisors

Emerging Markets Deals Intelligence

EMERGING MARKETS DEAL MAKING FALLS 27% TO 10-YEAR LOW

M&A activity with emerging markets involvement totaled US\$677.5 billion during full year 2023, a 27% decrease compared to 2022 levels and the slowest full year period for emerging markets deal making since 2013. By number of deals, emerging markets deal making decreased 3% compared to full year 2022. The fourth quarter of 2023 declined 17%, by value, compared to the third quarter of 2023 and registered a 7% decline, by number of deals.

INDUSTRIALS, FINANCIALS AND ENERGY & POWER LEAD EMERGING MARKETS SECTOR MIX

Deal making in the Industrials sector totaled US\$132.0 billion during full year 2023, a 6% decrease compared to 2022 levels. Financials M&A accounted for 15% of activity, while Energy & Power M&A accounted for 14% of overall emerging markets M&A during full year 2023. Collectively, the top three industries accounted for 48% of total emerging markets deals this year, on par with year ago levels.

CHINA AND INDIA DRIVE 51% OF EMERGING MARKETS M&A

M&A activity involving targets in China and India accounted for 51% of overall emerging markets M&A activity during full year 2023, down from 57% during full year 2022. Strong year-over-year growth in Vietnam and Peru offset double-digit percentage declines in India, Brazil and China. Emerging Market deals involving targets in Canada, Spain and the United States saw strong growth compared to full year 2022 levels.

MEGA DEALS ACCOUNT FOR 9% OF ANNOUNCED EMERGING MARKETS VALUE

The value of emerging markets M&A greater than US\$5 billion totaled US\$58.8 billion during full year 2023, a decline of 53% compared to year ago levels. Five deals greater than US\$5 billion accounted for 9% of announced emerging markets M&A activity during full year 2023, down from 13% during full year 2022, and the lowest percent of emerging markets M&A since full year 2013.

CROSS-BORDER EMERGING MARKETS M&A DECLINES 13%

Cross-border emerging markets M&A activity totaled US\$285.3 billion during full year 2023, a 13% decrease compared to full year 2022 and the slowest annual period for cross-border M&A since 2020. Industrials, Energy & Power and Technology deal making accounted for 52% of overall cross-border emerging markets M&A during full year 2023, up from 46% a year ago.

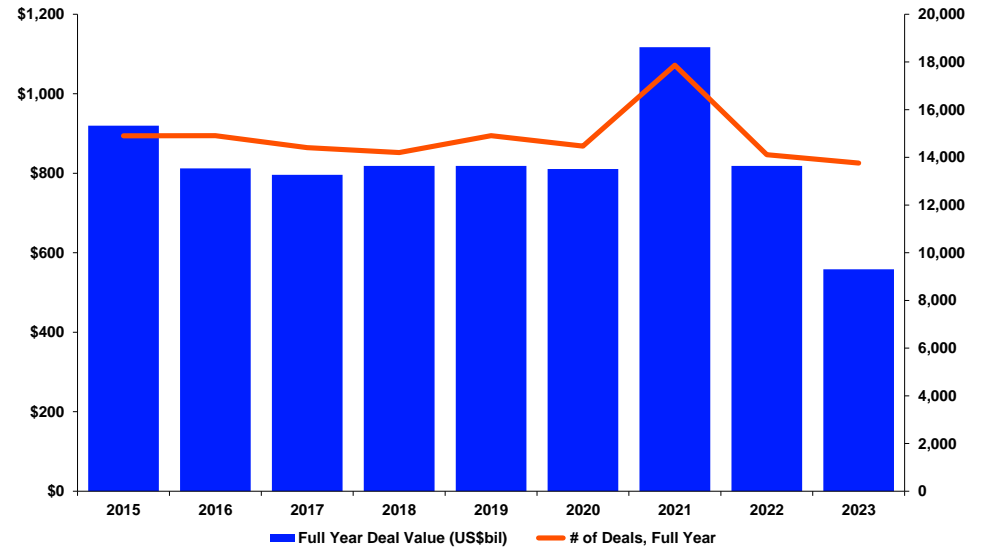
EMERGING MARKETS BUYOUTS FALL 28%

Private Equity-backed buyouts in the emerging markets, which accounted for 14% of overall activity, totaled US\$91.8 billion during full year 2023, a decrease of 28% compared to 2022 levels. Technology, Financials and Energy & Power buyouts accounted for 53% of full year 2023 emerging markets activity, up from 52% a year ago.

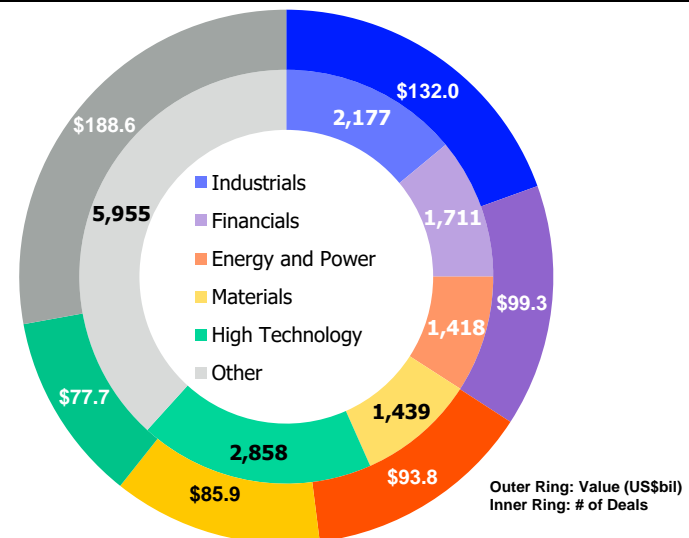
GOLDMAN SACHS TAKES TOP SPOT FOR EMERGING MARKETS M&A ADVICE

Goldman Sachs took the top spot for M&A advice involving emerging markets countries during full year 2023, with US\$61.2 billion from 62 deals, up from sixth place a year ago. Citi took second place during full year 2023 while Morgan Stanley maintained third place. JP Morgan and China International Capital Co rounded out the top five financial advisors.

Emerging Markets Announced Target M&A



Emerging Markets Announced M&A - Macro Industry Composition



Emerging Markets Insights

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Any Emerging Markets Involvement Announced							YoY Change (\$)	-27%	QoQ Change (\$)	-17%
Financial Advisor	Rank 2023	Rank 2022	Value US\$mil	Market Share	Mkt. Sh. Chg	# of Deals				
Goldman Sachs & Co	1	6	61,177	9.0	-1.4	62				
Citi	2	1	60,919	9.0	-4.5	60				
Morgan Stanley	3	3	59,803	8.8	-2.5	50				
JP Morgan	4	4	52,506	7.8	-3.1	68				
China International Capital Co	5	22	43,135	6.4	0.2	81				
BofA Securities Inc	6	7	32,201	4.8	-4.6	52				
CITIC	7	2	26,116	3.9	-8.7	65				
Chardan Capital Markets LLC	8	-	23,034	3.4	3.4	2				
JonesTrading	9	-	23,000	3.4	3.4	1				
Rothschild & Co	10	23	17,055	2.5	-1.8	83				
UBS	11	5	16,852	2.5	-8.4	70				
Barclays	12	38	15,432	2.3	1.3	14				
Santander Corp & Invest Bkg	13	43	14,989	2.2	1.4	48				
Ernst & Young LLP	14	25	12,248	1.8	-0.9	116				
Lazard	15	32	11,663	1.7	-0.1	39				
PricewaterhouseCoopers	16	24	10,277	1.5	-1.5	125				
Banco BTG Pactual SA	17	33	9,857	1.5	-0.1	66				
ICBC	18	26	8,540	1.3	-0.8	127				
Jefferies LLC	19	9	8,411	1.2	-6.6	18				
Deutsche Bank	20	56	7,964	1.2	0.7	9				
BBVA	21	81	7,836	1.2	1.0	14				
BNP Paribas SA	22	8	7,592	1.1	-7.3	34				
HSBC Holdings PLC	23	10	7,300	1.1	-6.5	11				
Centerview Partners LLC	24	47	6,217	0.9	0.3	8				
Moelis & Co	25	11	5,898	0.9	-6.6	11				
Industry Total			677,475	100.0		15,558				

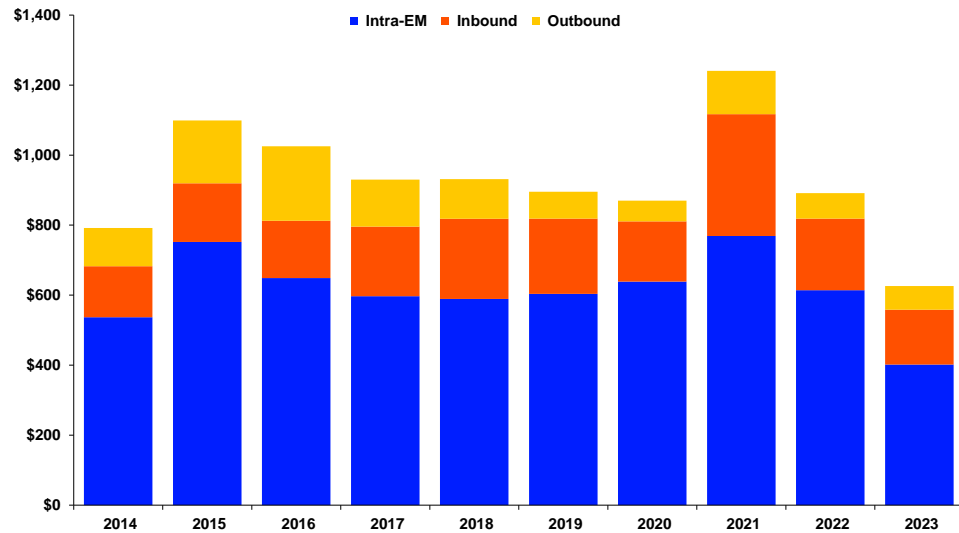
Any Emerging Markets Involvement Completed							YoY Change (\$)	-21%	QoQ Change (\$)	-41%
Financial Advisor	Rank 2023	Rank 2022	Value US\$mil	Market Share	Mkt. Sh. Chg	# of Deals				
Citi	1	1	110,776	19.2	7.2	58				
Morgan Stanley	2	5	110,713	19.1	10.8	42				
CITIC	3	9	110,354	19.1	14.4	87				
Goldman Sachs & Co	4	2	108,749	18.8	7.4	46				
JP Morgan	5	3	96,937	16.8	6.3	47				
BofA Securities Inc	6	6	83,691	14.5	6.5	39				
UBS	7	4	80,996	14.0	4.8	67				
HSBC Holdings PLC	8	18	72,821	12.6	9.8	15				
Nomura	9	70	68,922	11.9	11.6	13				
BNP Paribas SA	10	12	64,203	11.1	7.0	16				
Moelis & Co	11	17	64,118	11.1	8.2	11				
Jefferies LLC	12	27	64,046	11.1	9.7	17				
Axis Bank Ltd	13	66	63,416	11.0	10.7	6				
Ambit Pvt Ltd	14	97	62,244	10.8	10.6	18				
JM Financial Group	15	50	60,693	10.5	10.0	4				
Kotak Mahindra Bank Ltd	16	83	60,640	10.5	10.2	2				
Edelweiss Financial Svcs Ltd	17	115	60,632	10.5	10.4	3				
Arpwood Capital	18	93	60,613	10.5	10.3	3				
ICICI Bank Ltd	19	71	60,593	10.5	10.2	3				
Motilal Oswal Financial Svcs	20*	-	60,390	10.4	-	1				
IIFL Holdings Ltd	20*	162	60,390	10.4	10.4	1				
China International Capital Co	22	7	29,242	5.1	-2.8	58				
Chardan Capital Markets LLC	23	160	23,034	4.0	4.0	2				
JonesTrading	24	-	23,000	4.0	-	1				
Rothschild & Co	25	8	18,133	3.1	-2.1	76				
Industry Total			578,430	100.0		10,631				

*Indicates a Tie

Top Announced Emerging Markets M&A Deals

Rank Date	Target Name	Target Nation	Value (\$mil)	Acquiror Name	Acquiror Nation
5/12/23	VinFast Auto Ltd	Vietnam	23,000.0	Black Spade Acquisition Co	Hong Kong
8/21/23	Jio Financial Services Ltd	India	18,382.5	Shareholders	India
4/4/23	Undisclosed Subsidiaries Co	Mexico	6,000.0	MIP	Mexico
7/8/23	Ant Group Co Ltd	China	6,000.0	Ant Group Co Ltd	China
1/31/23	Lotus Tech Inc	China	5,400.0	L Catterton Asia Acquisition	Singapore
4/5/23	Scopely Inc	United States	4,900.0	Savvy Games Group	Saudi Arabia
5/9/23	Mattress Firm Group Inc	United States	3,986.6	Tempur Sealy International Inc	United States
10/26/23	Changxin Xinqiao Storage Tech	China	3,909.5	Investor Group	China
7/11/23	Renault-Powertrain Bus	Spain	3,849.7	Geely Auto Hldg Ltd-Powertrain	China
9/14/23	Future Electronics Inc	Canada	3,800.0	WT Microelectronics Co Ltd	Taiwan
12/15/23	Fertiglobe PLC	Utd Arab Em	3,617.0	Abu Dhabi National Oil Co PJSC	Utd Arab Em
8/28/23	Pmbrk Arcrft Lsng Hldg Ltd	Ireland-Rep	3,600.0	Aircraft Leasing Co	Saudi Arabia
3/27/23	Rongsheng Petrochemical Co Ltd	China	3,582.8	Aramco Overseas Co BV	Netherlands

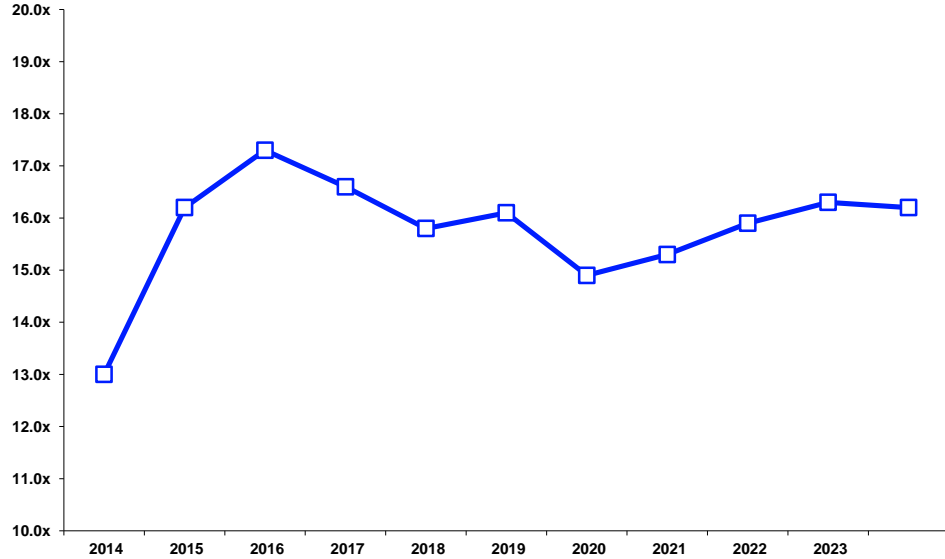
Emerging Markets M&A Deal Flow (US\$bil)



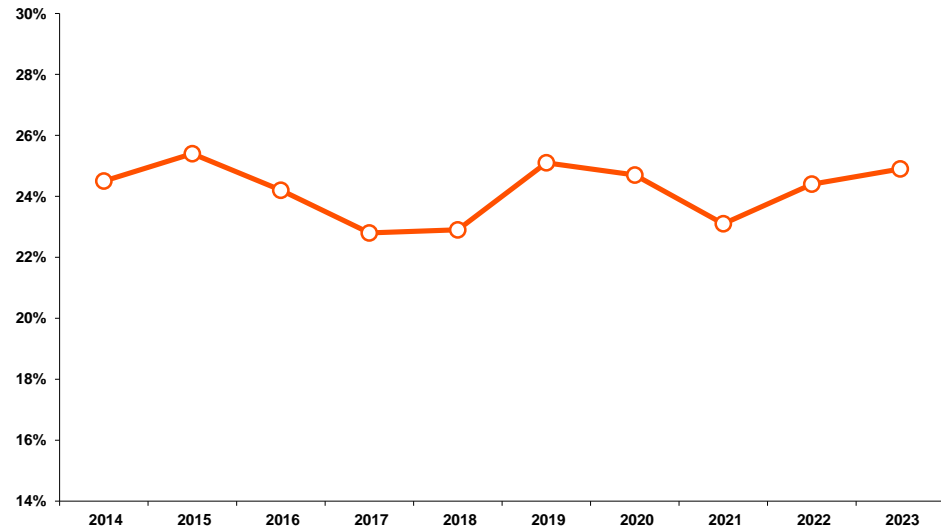
Emerging Markets Insights

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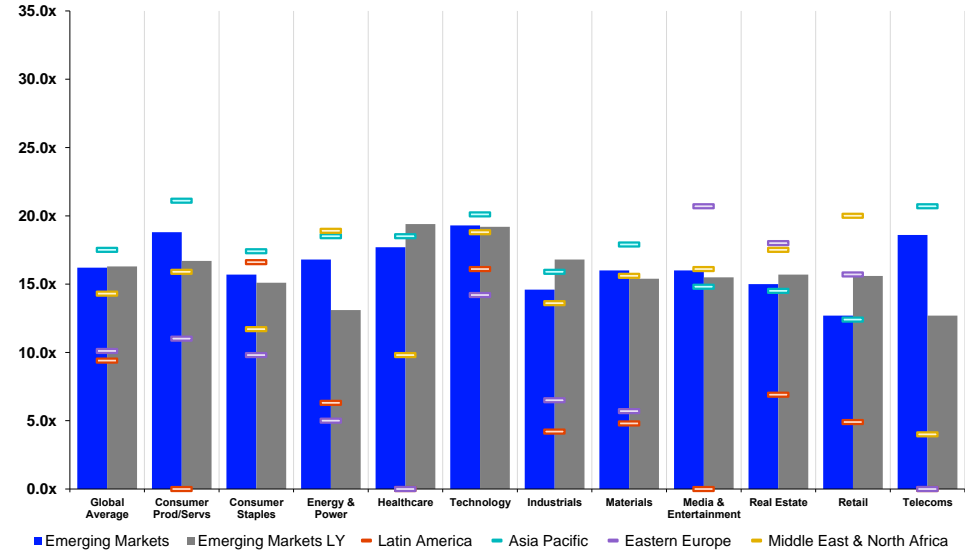
Global Rank Value to EBITDA Exit Multiples



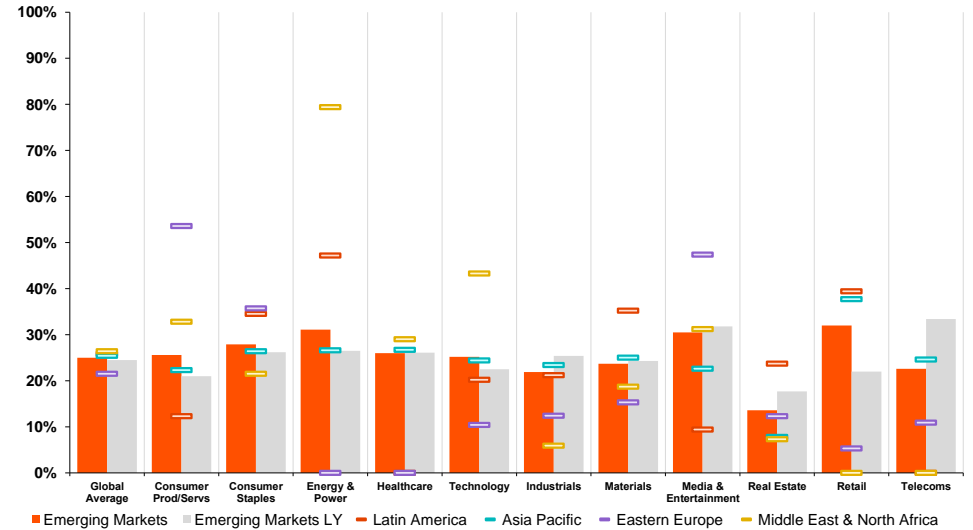
Global Bid Premium to 4-Week Stock Price



Exit Multiples - 2023 Average Rank Value to EBITDA by Macro Industry



Bid Premium - 2023 Avg Premium to 4-Week Stock Price by Macro Industry



Mergers & Acquisitions Criteria

Full Year 2023 | Financial Advisors

If you would like to participate in the submission process, receive quarterly press releases, or have questions about our full league table criteria please contact:

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Announced league tables include all deals that were announced between January 1, 2023 and December 31, 2023 and of which LSEG Data & Analytics was made aware. All current data and previous year's data is as of 5:00pm EST on December 29, 2023.

League tables include rank eligible mergers, acquisitions, repurchases, spin-offs, self-tenders, minority stake purchases and debt restructurings.

A tender/merger transaction is considered to be effective at the time of consummation of the merger or the date on which it is declared wholly unconditional.

Deals with undisclosed dollar values are rank eligible but with no corresponding Rank Value. Non-US dollar denominated transactions are converted to the US dollar equivalent at the time of announcement of terms.

Financial and legal advisors receive full credit for each deal on which they provide financial or legal advisory services, unless they represent minority sellers or advise on only a portion of the transaction or LSEG Data & Analytics has not been made aware of their participation in that transaction. For pending transactions, advisors to targets of multiple bids receive credit for the transaction agreed to or, in the absence of an agreement, the value of the highest offer.

Any Involvement league tables include deals where the target, acquiror, or either ultimate parent are domiciled (nation of headquarters) in the specified region or nation. Any involvement league tables also include the nation of the seller and seller ultimate parent on privately negotiated stake purchases

League tables, commentary, and charts citing announced activity are based on Rank Date and include intended, pending, partially complete, completed, pending regulatory, and unconditional transactions. Rank Date is defined as the earliest public announcement of when a value can be applied to a transaction.

League table volumes for Mitsubishi UFJ Financial Group and Morgan Stanley, included herein reflect the changes after the commencement of their jointly established securities firms in Japan: (1) Mitsubishi UFJ Morgan Stanley Securities and (2) Morgan Stanley MUFG Securities. Accreditation for transactions involving the newly established joint ventures are reflected in totals for Morgan Stanley. For Japanese related rankings, Morgan Stanley is represented as "Mitsubishi UFJ Morgan Stanley".

League table volumes for Huaxin Securities and Morgan Stanley, included herein, reflect changes after the commencement of their jointly established securities firm in China: Morgan Stanley Huaxin Securities. Credit for the newly established joint ventures rolls up to Morgan Stanley. For Chinese involvement league tables Morgan Stanley will be represented as "Morgan Stanley Huaxin Securities".

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