

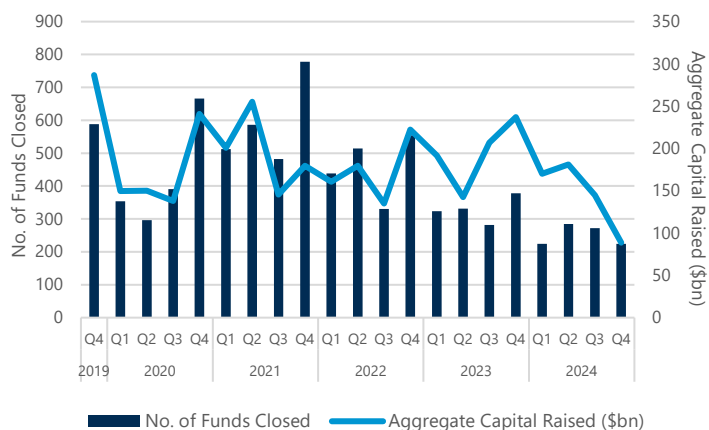
PE FUNDRAISING AT A GLANCE

Q4 Trends

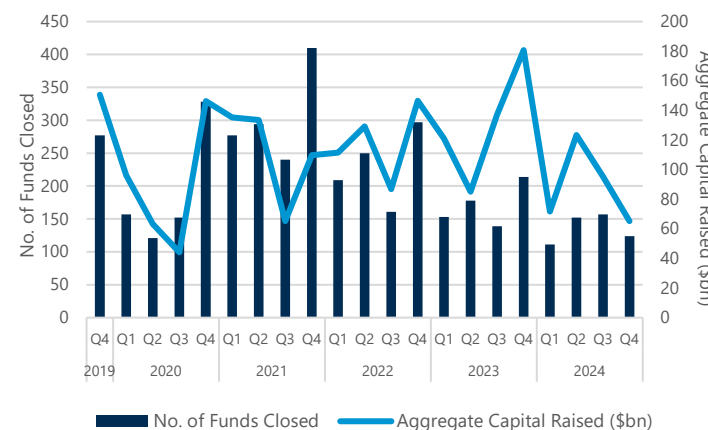
- ▶ **Challenging Fundraising Market.** Private equity fundraising declined in Q4.
 - ▶ \$88.7bn was raised globally in Q4, down 39% from \$144.7bn raised in Q3, and marking the lowest quarterly fundraising over the last five years.
 - ▶ The pace of funds closing slowed in Q4 with 224 funds reaching a final closing globally, down 18% from 272 funds that closed in Q3, and marking the lowest number of funds closed in any quarter over the last five years (but roughly equivalent to Q1 2024 closings).
- ▶ **Strong Interest in Buyout Funds.** Buyout funds continued to account for the majority (60%) of aggregate capital raised globally in Q4, up from 52% in Q3. Growth funds accounted for 24% of aggregate capital raised globally in Q4, up from 13% in Q3.
- ▶ **Smaller Fund Sizes.** The average final fund size in Q4 dropped 26% to \$395.79mn from \$531.89mn in Q3.

Fourth Quarter 2024

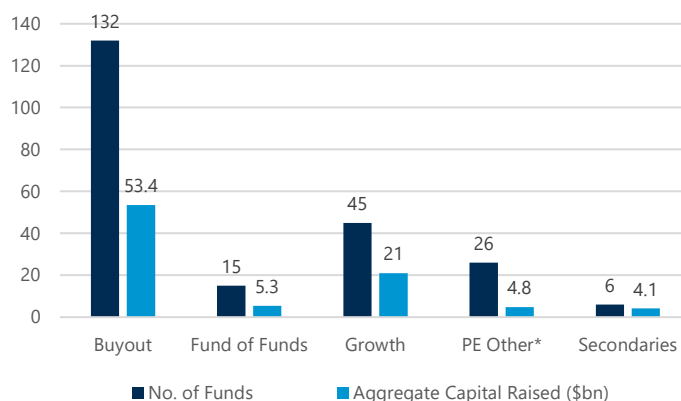
Global Quarterly Private Equity Fundraising



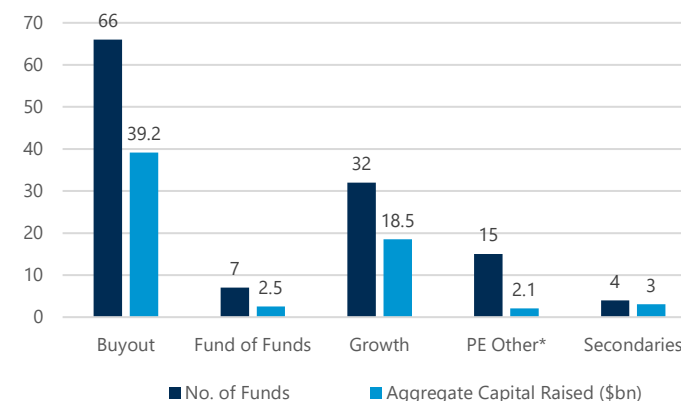
US-Based Quarterly Private Equity Fundraising



Global Private Equity Fundraising by Fund Type: Q4 2024



US-Based Private Equity Fundraising by Fund Type: Q4 2024



*PE Other includes balanced, co-investment, co-investment multi-manager, direct secondaries, hybrid, hybrid fund of funds, and turnaround funds.

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All charts were compiled by Preqin, and the data contained therein have not been reviewed for accuracy by Paul, Weiss.

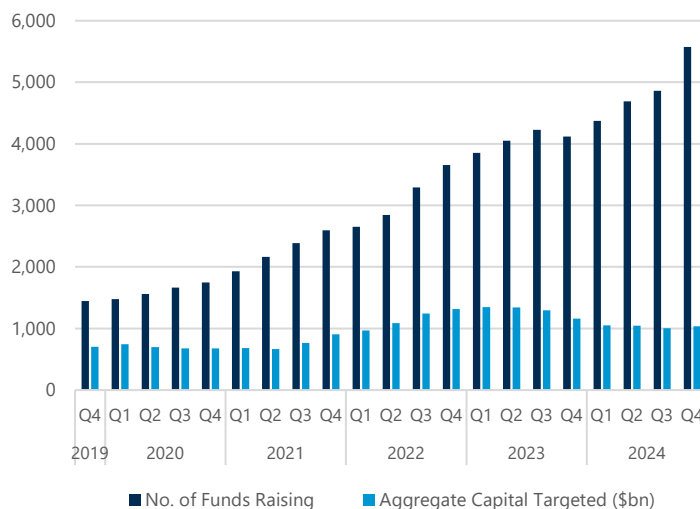
Q4 Trends

Fourth Quarter 2024

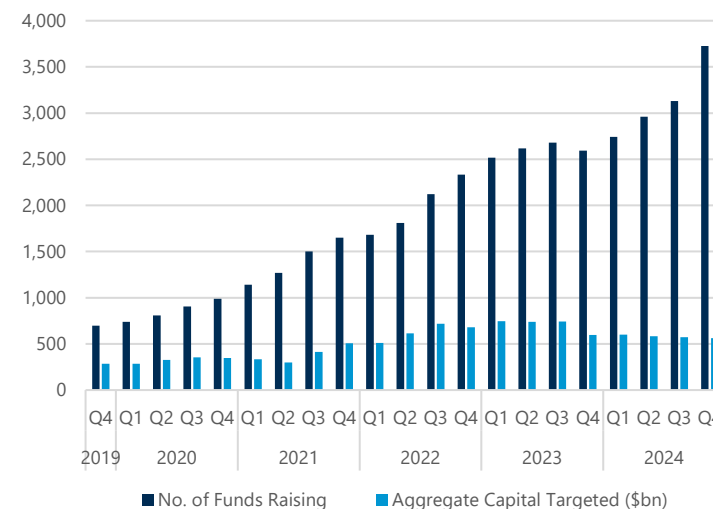
- ▶ **Longer Offering Periods.** The average number of months to reach a final close increased to 24 months in 2024, up from 22 months in 2023 and marking the longest average period to reach a final close to date.¹
- ▶ **More Funds in Market.** In Q4, there were 5,574 private equity funds in the market globally, a 13% increase from 4,860 funds in Q3 and representing the most funds in market during any quarter to date.
- ▶ **Comparable Capital Targeted.** Aggregate capital targeted globally in Q4 was \$1.036tn, up 3% from \$1.004tn in Q3 and comparable to capital targeted in all prior quarters in 2024.
- ▶ **AUM; Dry Powder.** In Q2 2024, global private equity AUM reached an all-time high of \$6.566tn, a 0.16% increase from the prior quarter end, while dry powder dropped to \$1.54tn, a 7% decrease from the prior quarter end.
- ▶ **Pressure on Fund Terms.** With a record number of private equity funds currently fundraising and LPs facing overallocations and slowed distributions, GPs are competing over limited investor dollars. As such, many GPs are modifying terms in response to the difficult fundraising market, including management fee discounts, key person triggers, reporting, and transparency.

¹ Preqin.

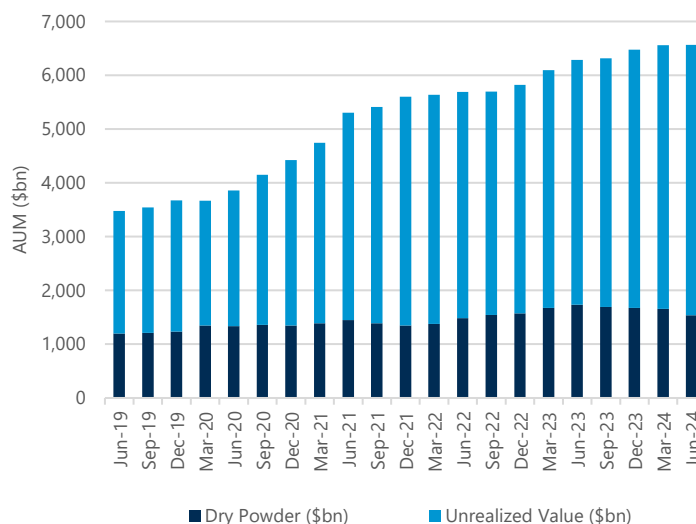
Global Quarterly Private Equity Funds in Market



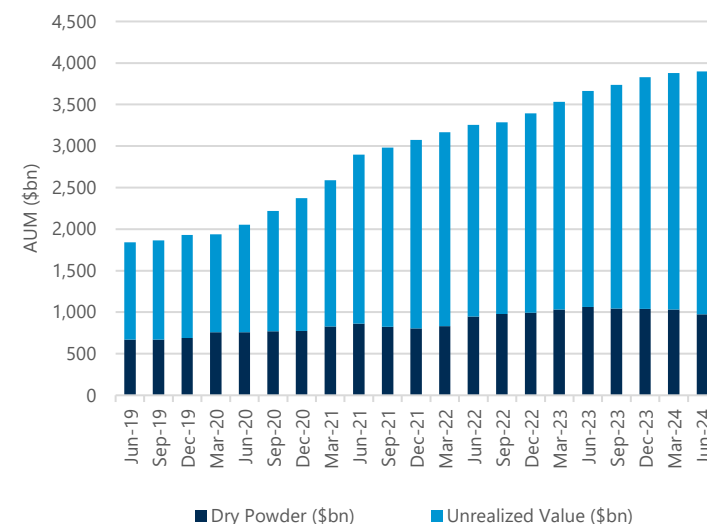
US-Based Quarterly Private Equity Funds in Market



Global Quarterly Private Equity AUM



US-Based Quarterly Private Equity AUM



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The editors of PE Fundraising at a Glance are Marco V. Masotti, Caitlin Melchior, and Karen J. Hughes.

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