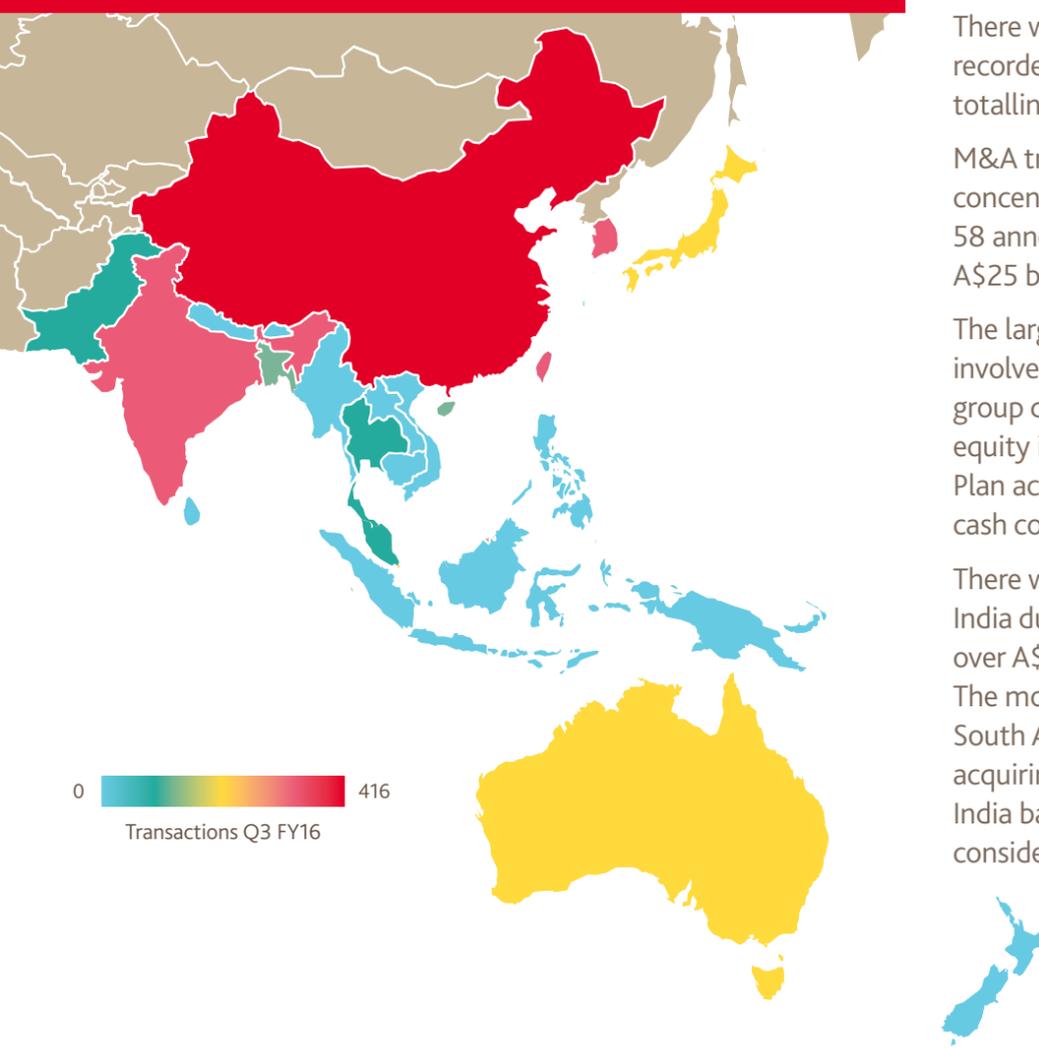


TECHNOLOGY M&A HIGHLIGHTS

This edition of BDO's quarterly Technology M&A Highlights provides a snapshot of mergers & acquisitions in the Asia region, with a specific focus on Australia.

Q3 FY16

ASIA M&A HEAT MAP



There was a total of 115 transactions recorded across Asia in Q3 FY16 totalling A\$28.9 billion.

M&A transactions were primarily concentrated in China, which recorded 58 announced deals representing over A\$25 billion in value.

The largest acquisition in the quarter involved Meituan-Dianping, China's largest group deals website. A consortium of private equity investors including Canada Pension Plan acquired an undisclosed stake for a cash consideration of A\$4.7 billion.

There was also buoyant M&A activity in India during the quarter which recorded over A\$1.4 billion in transaction value. The most notable transaction being a South African based media company acquiring a 10% stake in Ibibo Group, an India based ecommerce company for a consideration of A\$334 million.

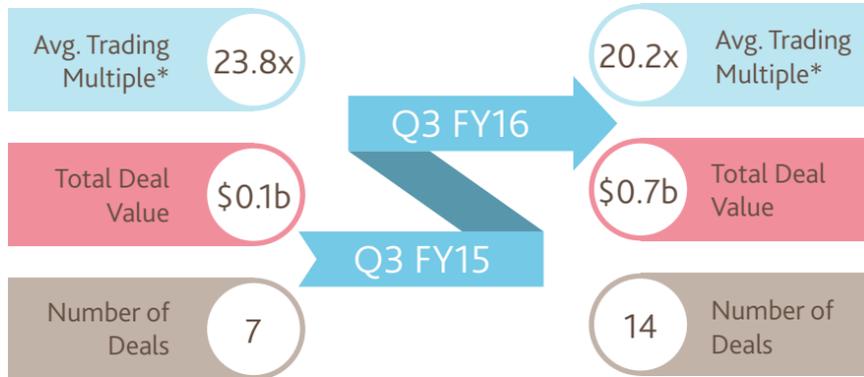
AUSTRALIA

TECHNOLOGY M&A ACTIVITY

M&A activity surged in Q3 FY16 by A\$600 million.

The average trading multiple for the technology sector decreased to 20.2x EBITDA in Q3 FY16.

However, Technology equity valuations remain relatively high when compared to peer industries reflecting greater confidence in the future earning capacity of the sector.

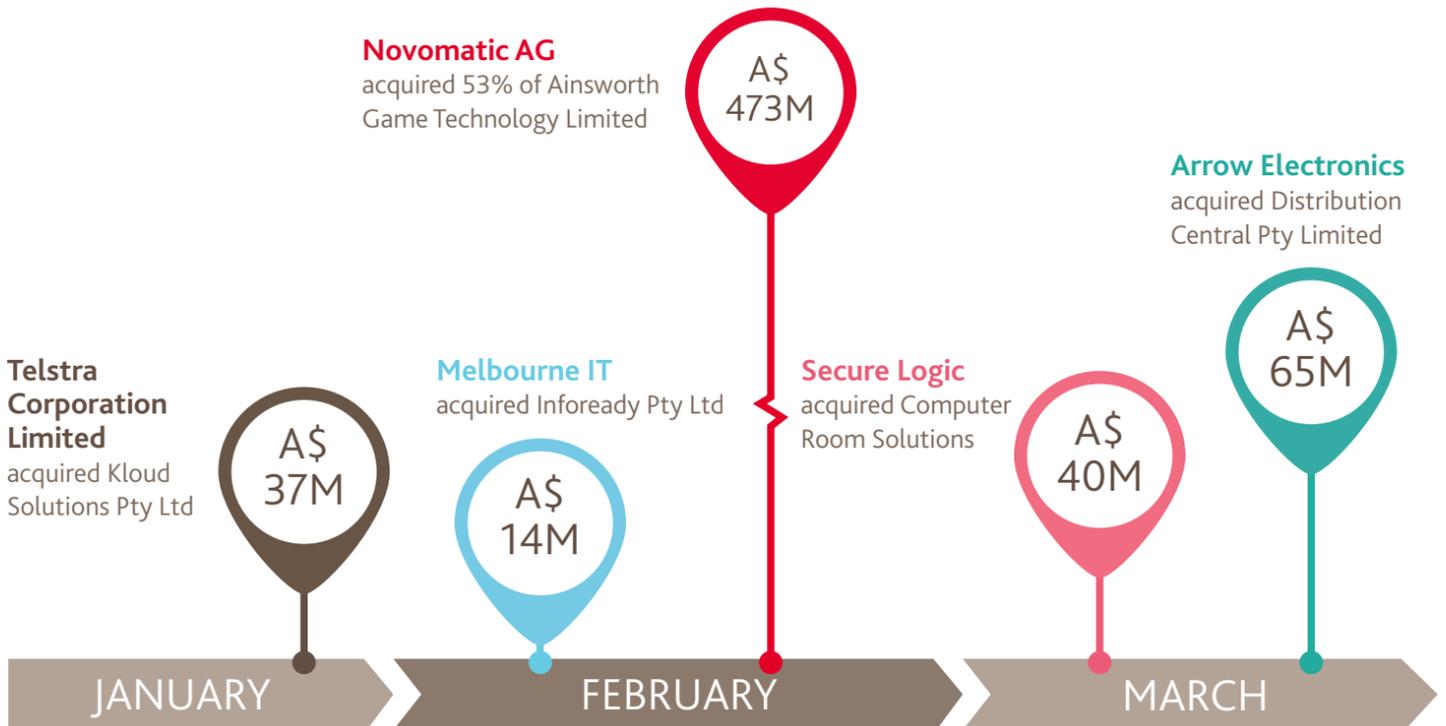


*Average EBITDA trading multiple for all ASX listed technology companies with a market capitalisation greater than \$50 million.

NOTABLE TRANSACTIONS

The largest transaction of the quarter by deal value was Novomatic AG's proposed acquisition of Ainsworth Game Technology, Australia's largest gaming technology company.

Novomatic AG is one of the world's largest integrated gaming companies. Based in Austria, the company has over 18,000 employees worldwide. The acquisition was driven by anticipated synergies between the two entities as part of a wider global expansion strategy.



For global perspectives on technology and media, explore the BDO International Tech and Media Watch Blog

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