



OECD Equity Market Review

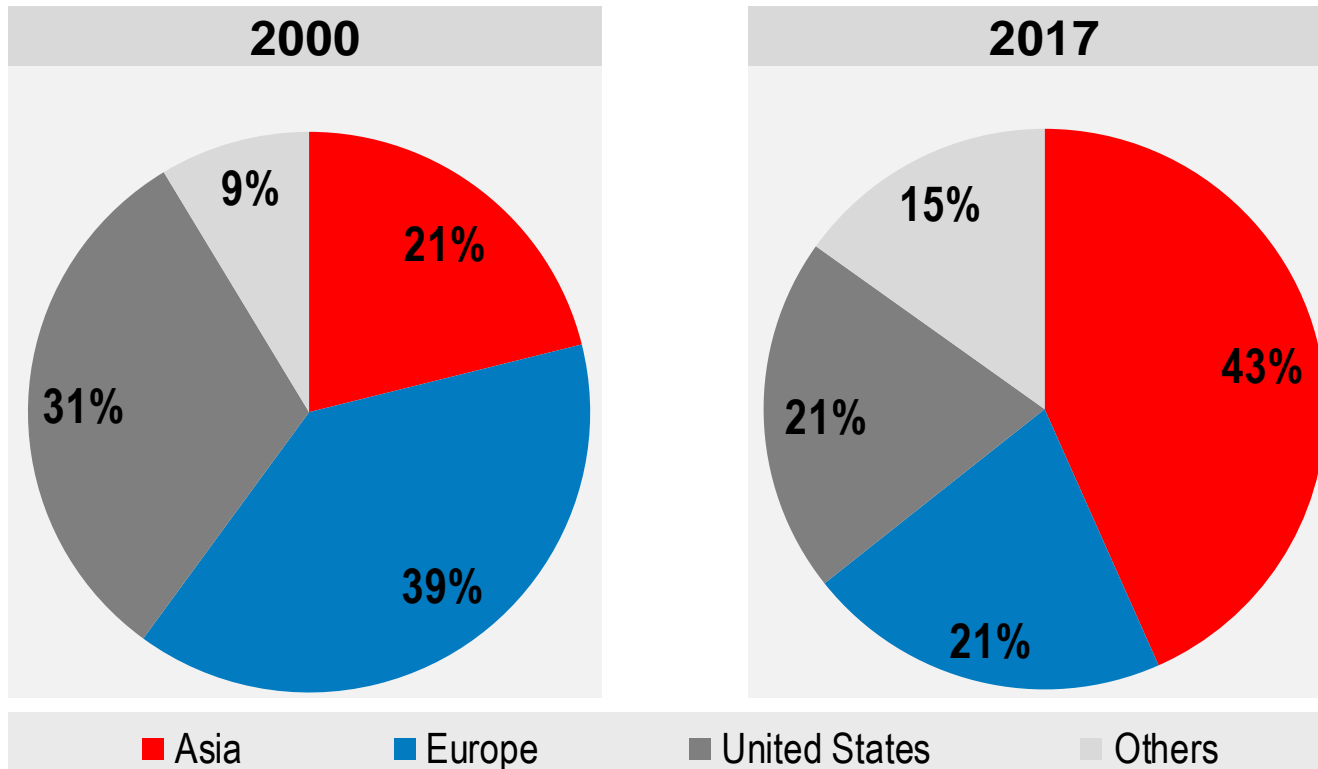
ASIA 2018

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The growth of Asian stock markets

Global distribution of public equity financing

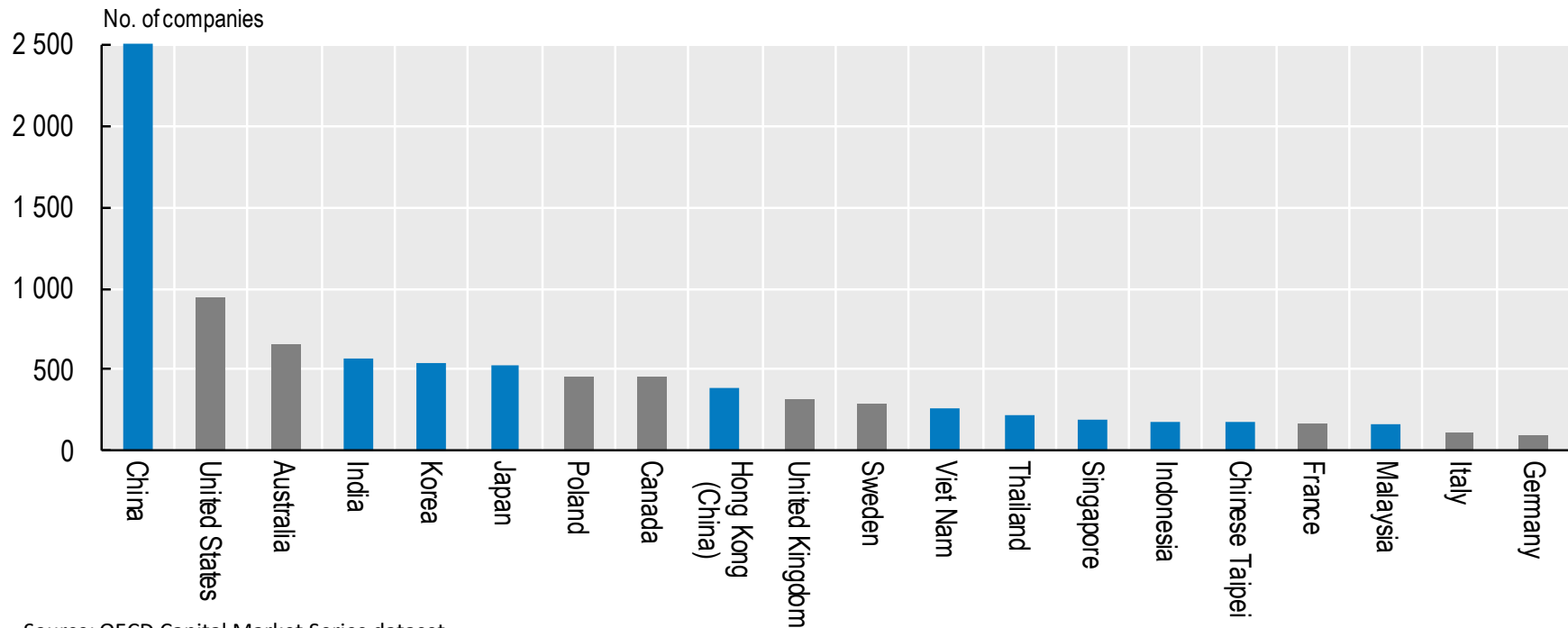


Source: OECD Capital Market Series dataset.

- In 2017, Asian companies accounted for 43% of all public equity raised in the world.

Asian companies have dominated the global IPO scene

Top 20 jurisdictions by number of non-financial company IPOs during the past 10 years

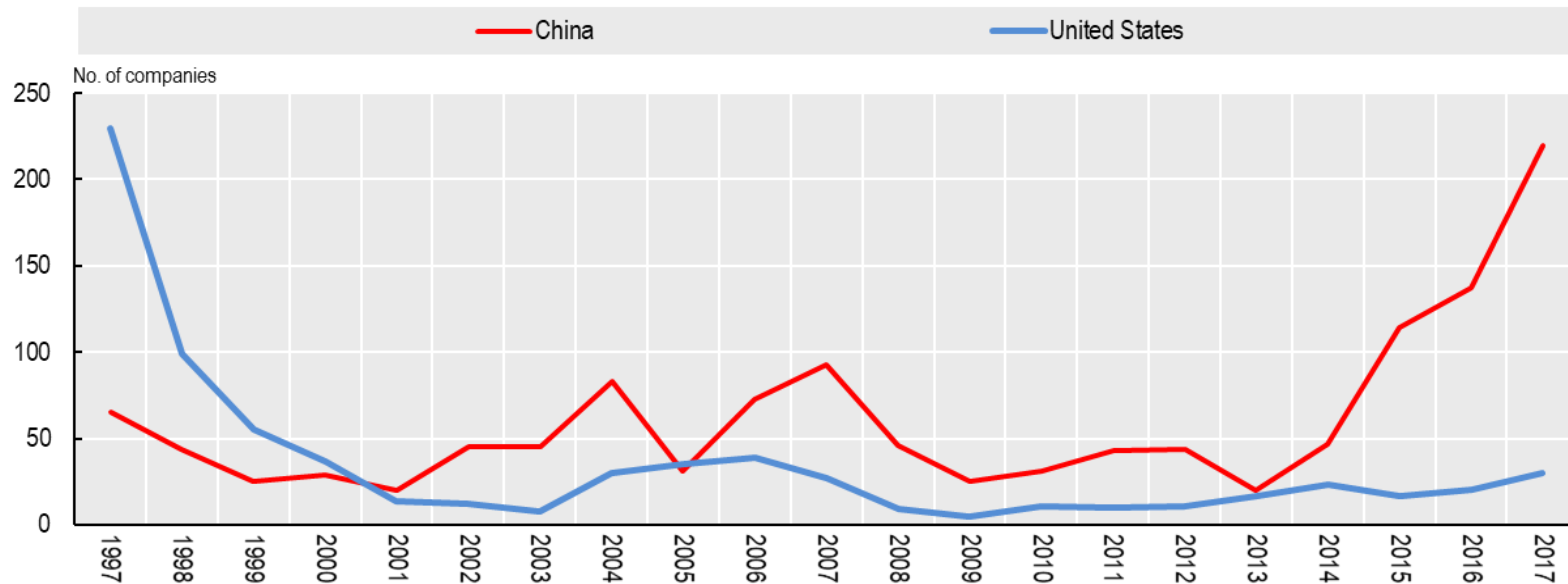


Source: OECD Capital Market Series dataset.

- In 2017, a record number of 1 074 Asian companies got listed. This is twice the 2000-2016 annual average.
- More than 90% were non-financial companies.

Growth company listings

Number of Chinese and US non-financial listings below USD 50M

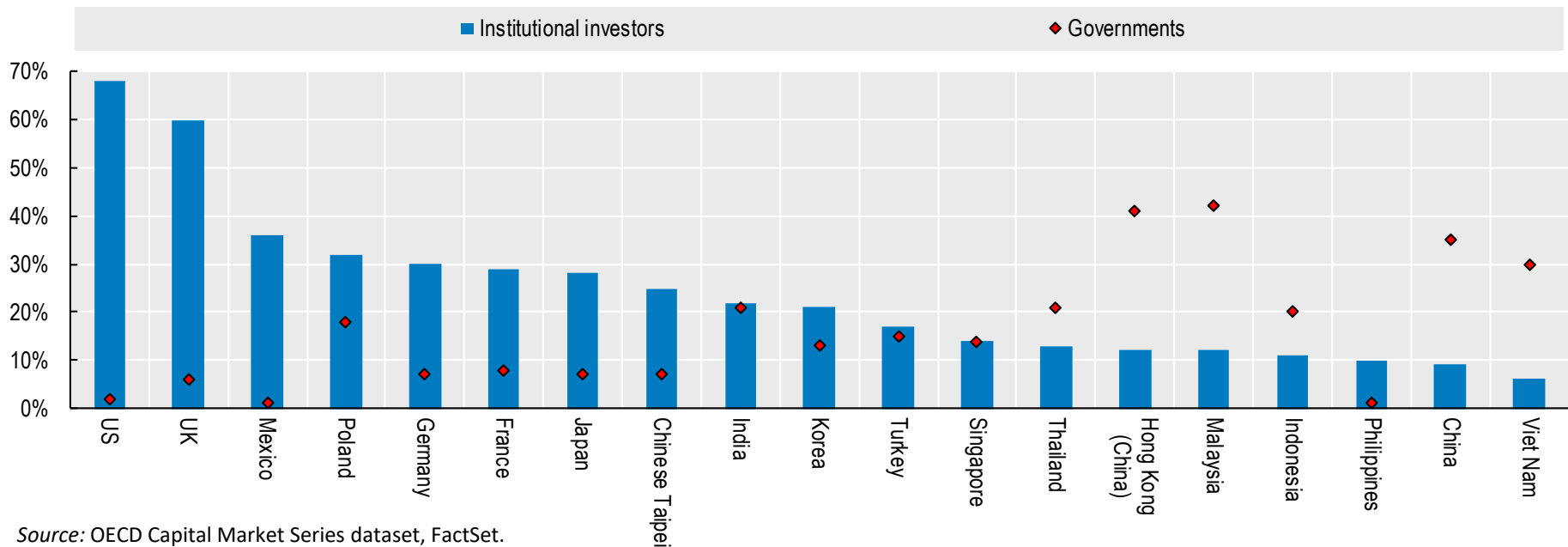


Source: OECD Capital Market Series dataset.

- IPOs below USD 50M have almost disappeared in the European Union and the United States since 2008.
- In addition to China, growth company listings have remained strong in several Asian markets, including Japan; Korea and Hong Kong, China.

Listed company ownership

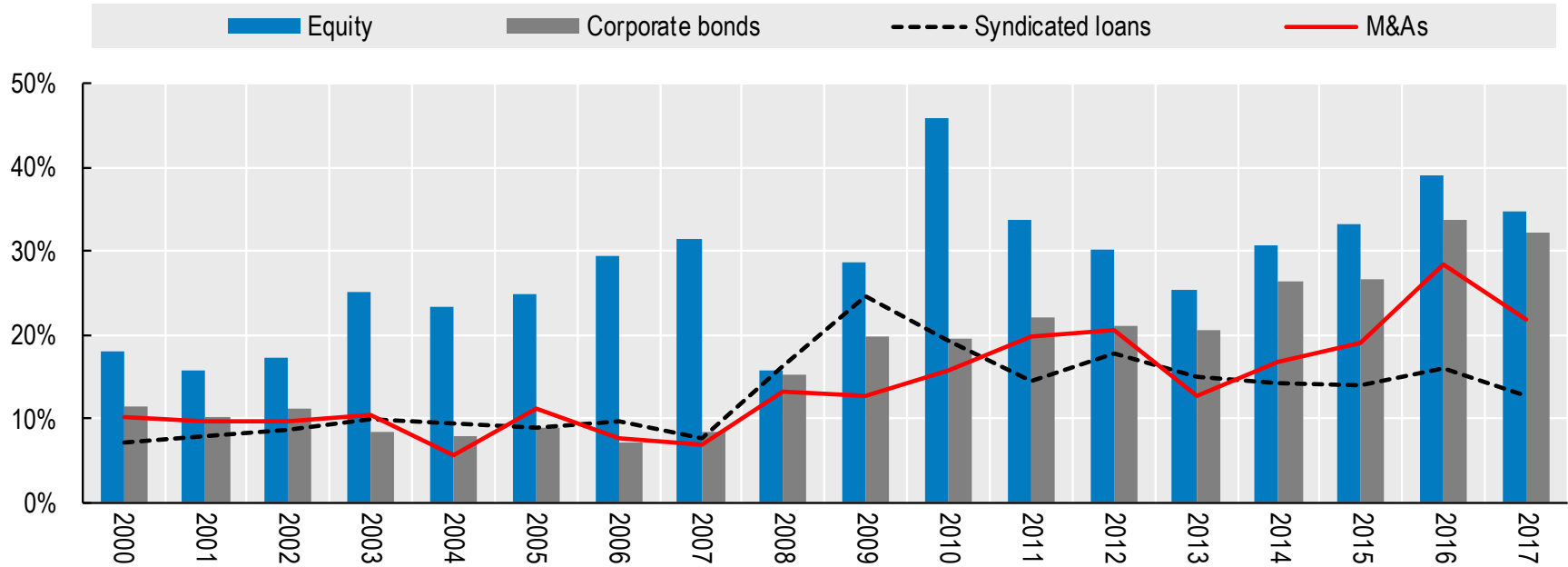
Government and institutional ownership in listed companies, as of end 2017



- Corporations are the most important owners in large Asian companies with on average 24% of the capital.
- Governments are the second largest category of owners, notably in China; Hong Kong, China; Malaysia and Viet Nam.
- Institutional investors are important owners in some Asian markets, particularly in Japan, Chinese Taipei, India and Korea.

Asia - a growing market both for domestic and international investment banking activities

Asian share of global capital markets activities



Source: OECD Capital Market Series dataset, Thomson Reuters.

- In 2017, Asia's global share in M&As was 22% and 32% in corporate bond underwriting.
- In recent years, China, India and Korea have each witnessed an average increase of more than 20 percentage points in the market share of local banks.
- Following some years of decline, in 2017, both US and European banks experienced a significant gain in market share in Asian equity market underwriting.

International dialogue on corporate governance will facilitate the global integration of capital markets

- Capital markets are becoming increasingly interdependent and today every second company is listed in Asia.
- It gives corporations access to a much larger pool of financing. And it gives investors more opportunities and greater choice.
- Successful integration will call for a common understanding of key corporate governance elements, such as company law, securities regulation, supervision and enforcement.
- This implies an increasingly important role for the *G20/OECD Principles of Corporate Governance*.
- Considering the ownership structure in many Asian companies, this dialogue will also benefit from the *OECD Guidelines on Corporate Governance of State-Owned Enterprises*.

Thank you for your attention!

This report is part of the *OECD Capital Market Series*. More information about the series is available at: <http://www.oecd.org/corporate/capital-markets>

The OECD Secretariat welcomes any questions and comments. Please address them to:

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