



# Asia Pacific market multiples update

Q2 2024

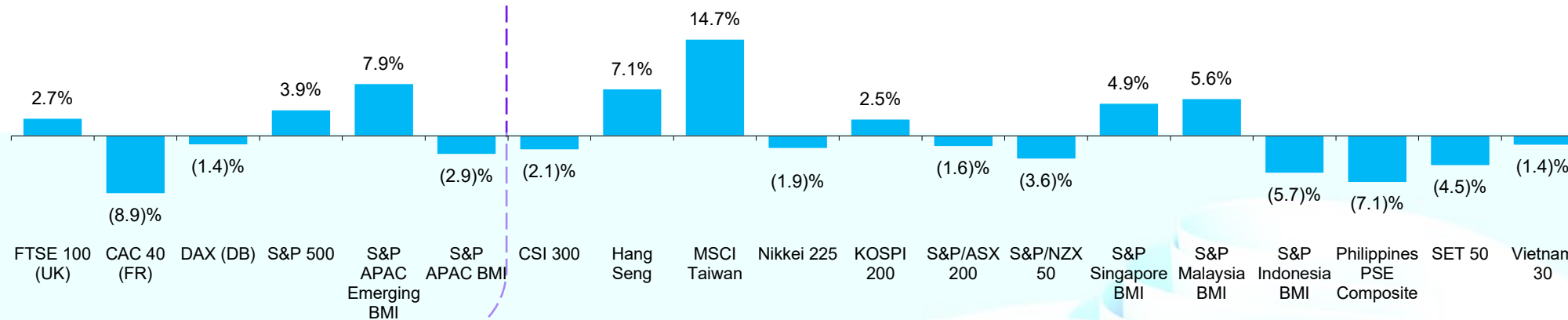
—

The quarterly update from Deal Advisory Services

# Performance of selected worldwide indices – QoQ

Q2 2024

## Benchmark indices



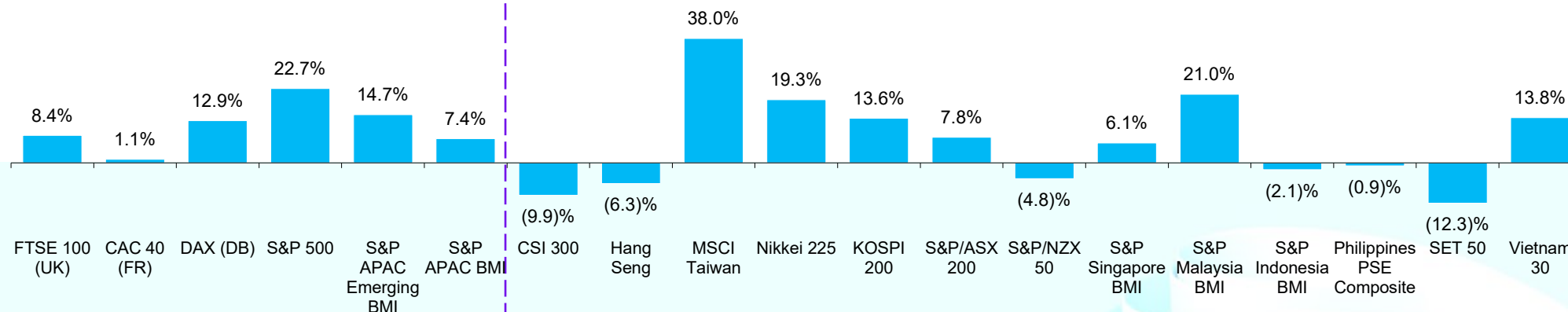
## Performance

- During Q2 2024, Asia Pacific equity markets showed varying performance, driven by ongoing strong interest in artificial intelligence and expectations of economic growth from anticipated interest rate cuts. Additionally, significant gains in the utility sector positively impacted several key markets in the region.
- In Q2 2024, the Taiwan stock market (MSCI Taiwan) remained the best performer quarter-over-quarter, with a notable increase of 14.7%. This robust performance was primarily driven by sharp gains in the information technology sector, especially semiconductor manufacturing, which is the largest sector in Taiwan. Additionally, the market's gains were supported by expectations of an interest rate cut in the coming year, further fueling investor optimism and capital inflow into the market.
- Both the Philippines and Indonesia stock markets significantly underperformed compared to other regional markets. In the Philippines, expectations of GDP growth are falling below 2%, which is posing significant risks to stock prices. Meanwhile, in Indonesia, concerns about future fiscal policy are troubling investors. Both countries are experiencing pressures from high US interest rates and a strong US dollar, which is leading to capital outflows from emerging markets.

# Performance of selected worldwide indices – Q2 2023 – Q2 2024

Y-o-Y 2024

## Benchmark indices



## Performance

- The Y-o-Y performance of Asian Pacific indices are showing various trends among different regions, while Western markets generally experienced strong gains between 7.4% and 22.7%. An exception was the French stock market, which showed a modest increase of only 1%. The substantial gains in Western stock indices were predominantly driven by the technology sector, with a notable emphasis on companies involved in artificial intelligence. Additionally, these gains were supported by moderating inflation, demonstrating the resilience of these economies despite the prevailing high interest rate environment.
- Asian economies such as China, Hong Kong (SAR), China, New Zealand, Indonesia, Philippines and Thailand witnessed a decline, which is mainly affected by the slow down of Chinese economy where China is the major trade partner and source of tourists of these Asian economies. The drop is also linked to the geopolitical tension between the US and China, concerns over the outlook of economic growth, a protracted property downturn and weak private sector spending.

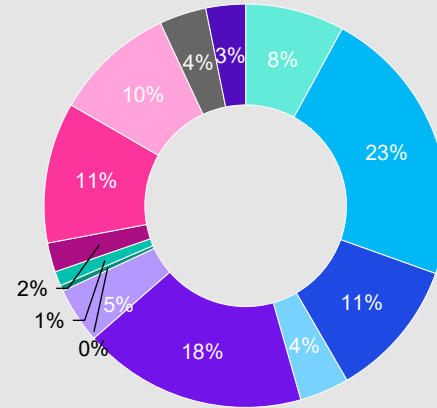
# 13 regions in Asia Pacific – Summary of listed company per exchange

## Stock exchange selected

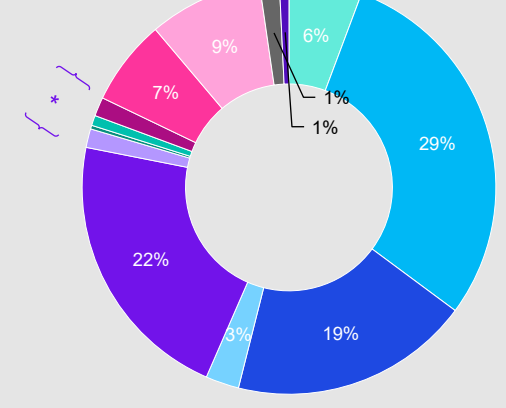
| Country/ Region | No. of listed companies | Market capitalisation as at 30/06/2024 (in USD billion) |
|-----------------|-------------------------|---|
| Australia       | 1,773                   | 1,604   |
| China           | 5,024                   | 8,279   |
| Hong Kong       | 2,492                   | 5,282   |
| Indonesia       | 885                     | 733   |
| Japan           | 4,013                   | 6,062   |
| Malaysia        | 1,000                   | 411   |
| New Zealand     | 105                     | 81  |
| Philippines     | 260                     | 222   |
| Singapore       | 522                     | 416   |
| South Korea     | 2,523                   | 1,886   |
| Taiwan          | 2,169                   | 2,495   |
| Thailand        | 840                     | 435   |
| Vietnam         | 709                     | 211   |
| <b>Total</b>    | <b>22,315</b>           | <b>28,117</b>   |

## Market size by region (as of 30 June 2024)

Number of companies

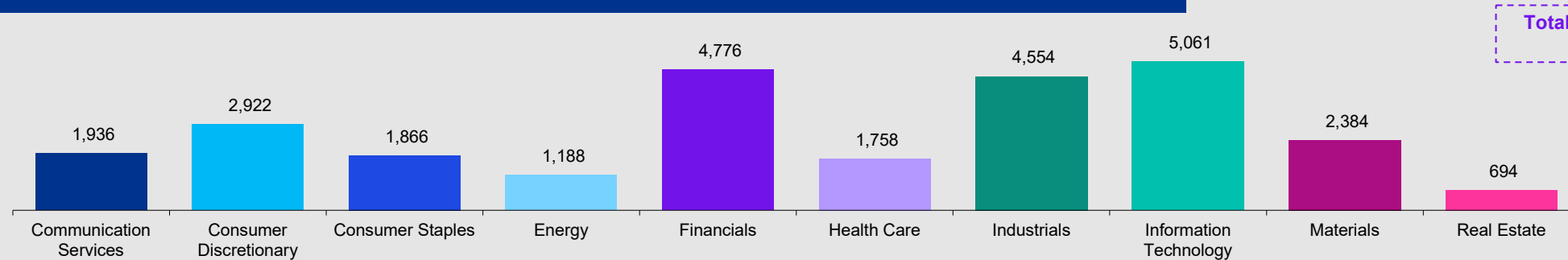


Market Cap



\* Note: Malaysia, New Zealand, Philippines and Singapore contribute 4% to total Market Cap

## Total market capitalization (in USD billion) by sector (as of 30 June 2024)

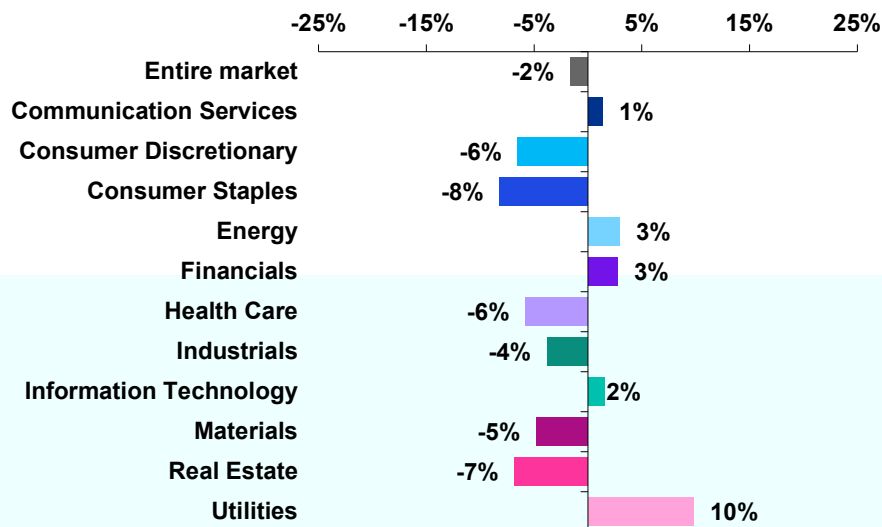


Total market cap: USD28.1 trillion

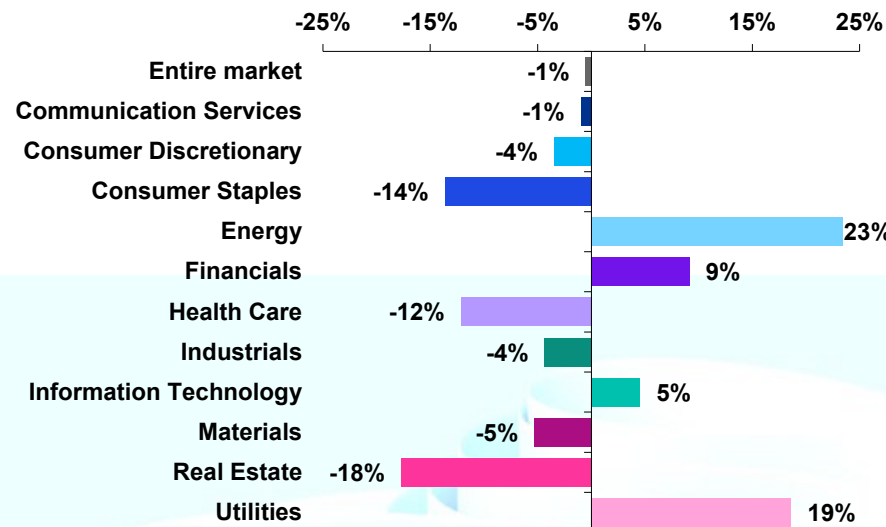


# 13 regions in Asia Pacific – Sector performance (market cap movement)

QoQ (31 Mar 2024 – 30 Jun 2024)



YoY (30 Jun 2023 – 30 Jun 2024)

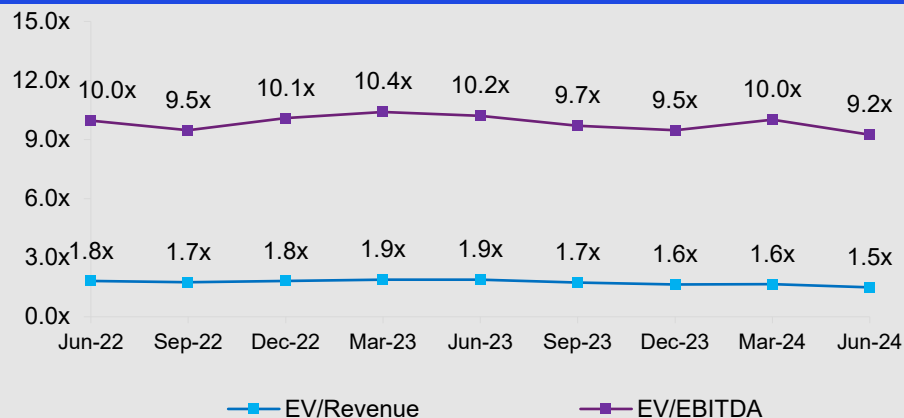


## Performance

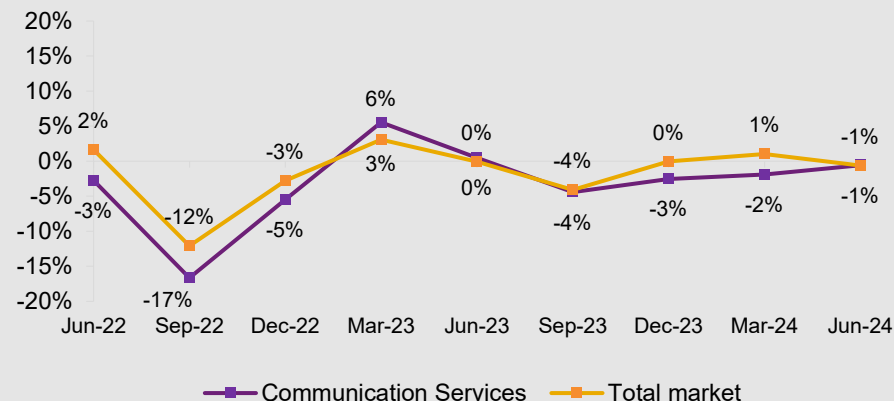
- On a quarter-over-quarter basis, most sectors experienced a decline, with exceptions being communication services, energy, financials, information technology, and utilities. Notably, the utilities sector saw significant improvement in the second quarter of 2024. This positive trend was primarily driven by the defensive nature of utilities stocks, which attracted investors during periods of economic uncertainty and market volatility.
- On a Y-o-Y basis, market cap movement varies by sector, with more significant movements in energy, utilities, real estate and health care sectors.
- The real estate, consumer staples and health care sectors recorded more significant Y-o-Y fall. The fall in the real estate sector was caused by a decline in property sales, lower occupancy rates, as well as the property debt crisis, particularly in China. The drop in the consumer staples sector was the result of a fall in factory output and a decline in consumer demand due to a slower-than-expected economic recovery. The US-China biotech competition caused concerns about national security, which mostly affected the health care industry.
- The energy and utilities sectors were the best performers. The success of the energy sector aligned with the rise in energy prices due to oil production cuts from Saudi Arabia, Russia and other OPEC+ producers, as well as potential impacts from the Iran-Israel conflict on energy production. Meanwhile, the utilities sector benefited from increased demand spurred by the growth of artificial intelligence and the expanding need for data centers.

# Multiple performance by sector – Communication Services (1/11)

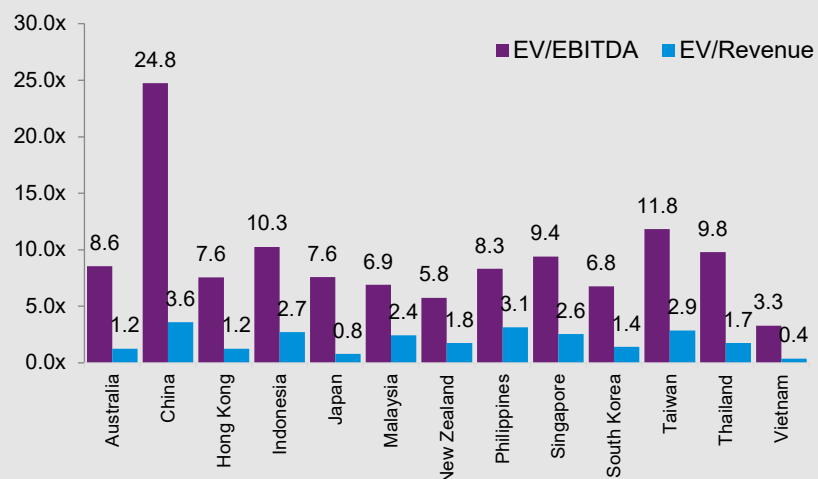
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



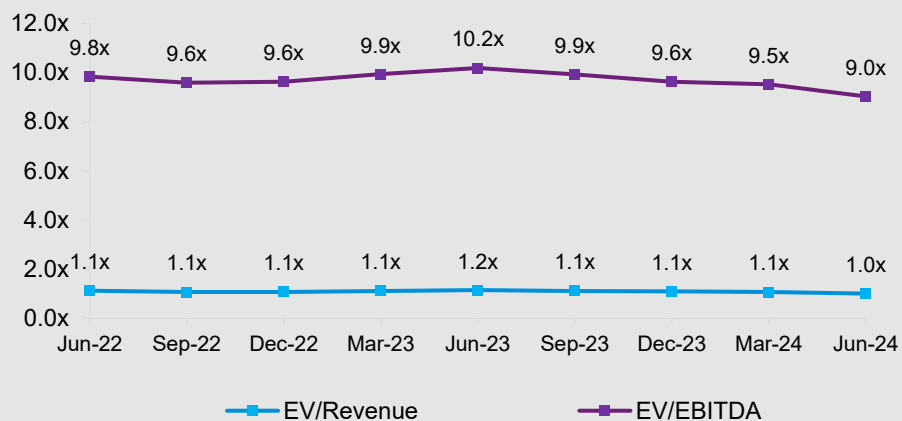
## Market size as at 30 Jun 2024 – Communication Services

|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 59           | 73.8                |
| China        | 145          | 187.4               |
| Hong Kong    | 151          | 857.7               |
| Indonesia    | 50           | 53.2                |
| Japan        | 296          | 482.0               |
| Malaysia     | 24           | 28.6                |
| New Zealand  | 5            | 6.9                 |
| Philippines  | 10           | 13.2                |
| Singapore    | 18           | 38.1                |
| South Korea  | 135          | 95.9                |
| Taiwan       | 52           | 61.4                |
| Thailand     | 47           | 37.9                |
| Vietnam      | 16           | 0.2                 |
| <b>Total</b> | <b>1,008</b> | <b>1,936.4</b>      |

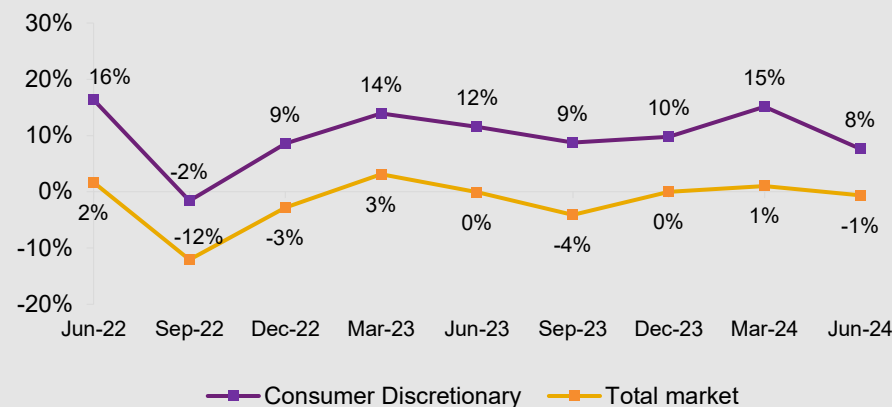


# Multiple performance by sector – Consumer Discretionary (2/11)

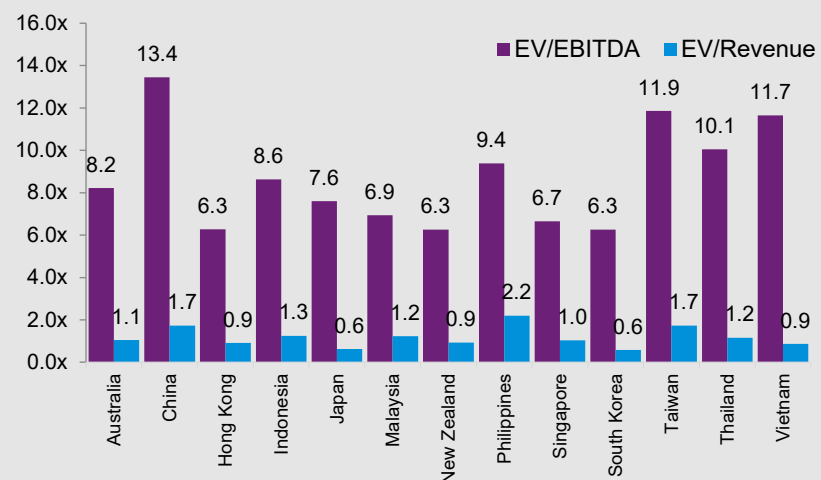
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



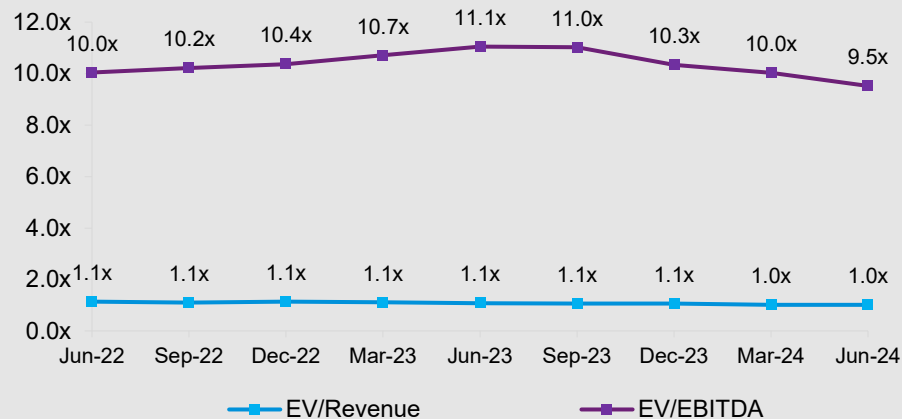
## Market size as at 30 Jun 2024 – Consumer Discretionary

|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 117          | 130.4               |
| China        | 593          | 705.3               |
| Hong Kong    | 510          | 514.9               |
| Indonesia    | 122          | 22.9                |
| Japan        | 778          | 1,130.3             |
| Malaysia     | 130          | 22.3                |
| New Zealand  | 14           | 2.6                 |
| Philippines  | 30           | 25.3                |
| Singapore    | 75           | 17.6                |
| South Korea  | 344          | 183.6               |
| Taiwan       | 332          | 118.5               |
| Thailand     | 121          | 39.9                |
| Vietnam      | 59           | 8.0                 |
| <b>Total</b> | <b>3,225</b> | <b>2,921.6</b>      |

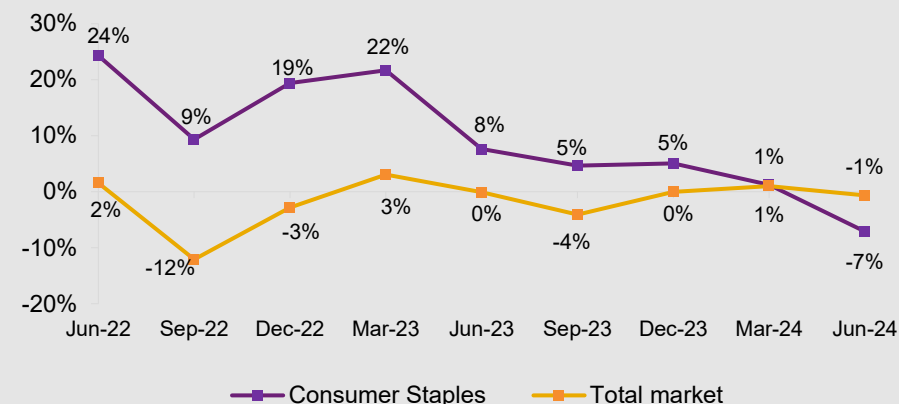


# Multiple performance by sector – Consumer Staples (3/11)

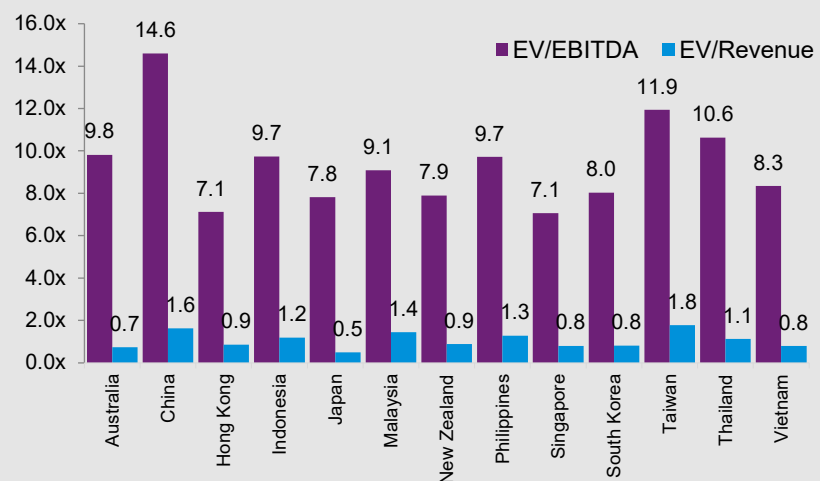
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



## Market size as at 30 Jun 2024 – Consumer Staples

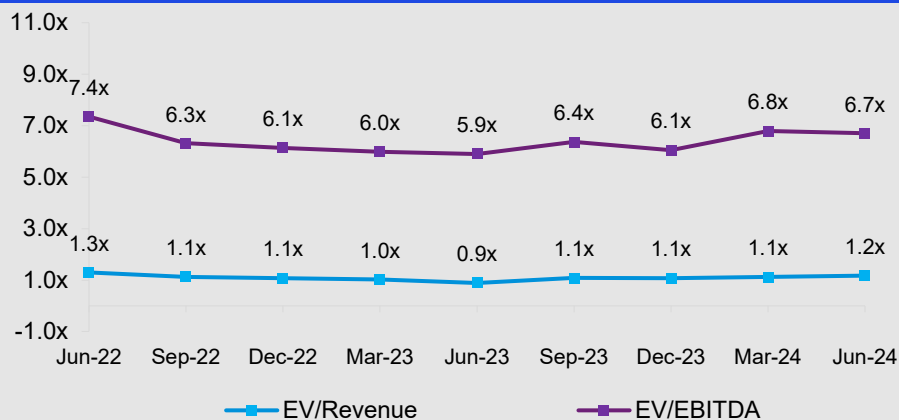
|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 65           | 65.1                |
| China        | 267          | 815.6               |
| Hong Kong    | 137          | 211.8               |
| Indonesia    | 120          | 63.6                |
| Japan        | 303          | 400.6               |
| Malaysia     | 110          | 52.8                |
| New Zealand  | 18           | 7.6                 |
| Philippines  | 29           | 25.6                |
| Singapore    | 35           | 40.2                |
| South Korea  | 152          | 68.6                |
| Taiwan       | 71           | 44.9                |
| Thailand     | 86           | 52.2                |
| Vietnam      | 56           | 17.7                |
| <b>Total</b> | <b>1,449</b> | <b>1,866.2</b>      |



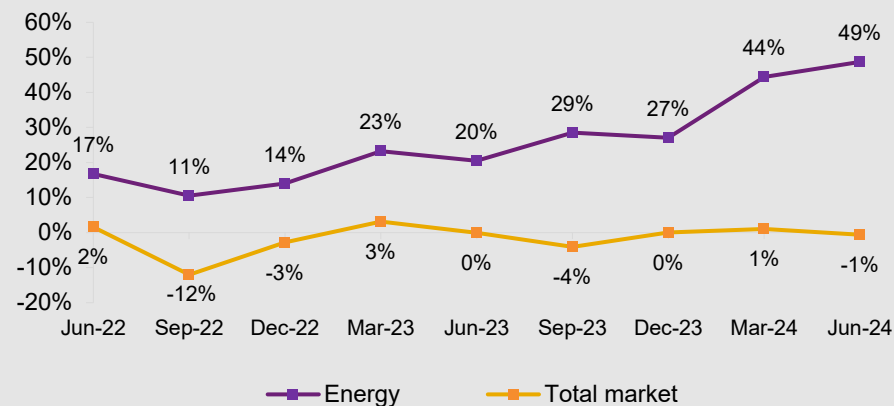


# Multiple performance by sector – Energy (4/11)

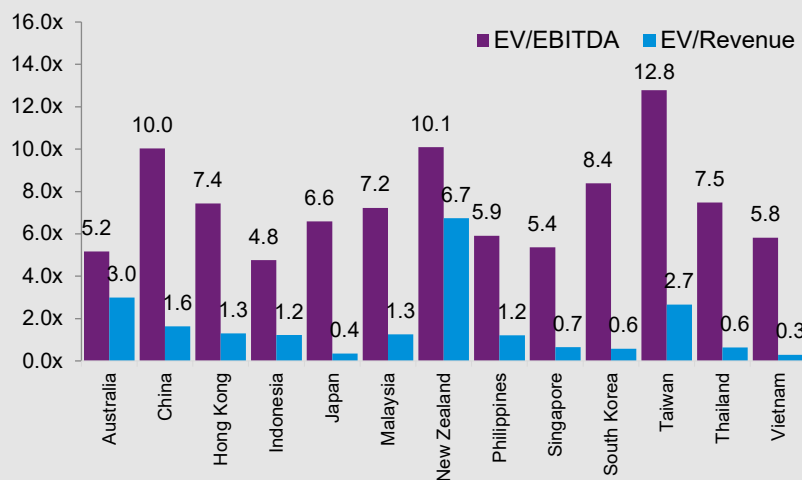
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



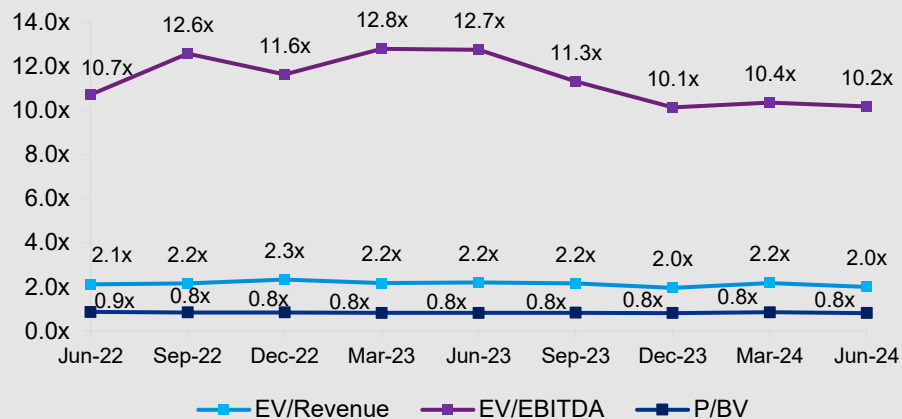
## Market size as at 30 Jun 2024 – Energy

|              | # Companies | Market Cap (USD bn) |
|--------------|-------------|---------------------|
| Australia    | 121         | 87.8                |
| China        | 74          | 164.4               |
| Hong Kong    | 61          | 684.5               |
| Indonesia    | 58          | 76.8                |
| Japan        | 26          | 58.1                |
| Malaysia     | 34          | 12.8                |
| New Zealand  | 1           | 0.3                 |
| Philippines  | 13          | 3.8                 |
| Singapore    | 31          | 2.3                 |
| South Korea  | 16          | 20.9                |
| Taiwan       | 2           | 19.0                |
| Thailand     | 29          | 52.4                |
| Vietnam      | 31          | 4.4                 |
| <b>Total</b> | <b>497</b>  | <b>1,187.7</b>      |

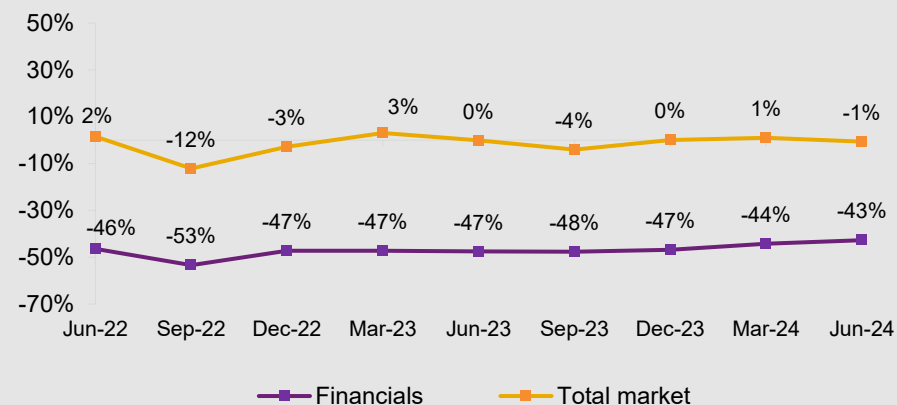


# Multiple performance by sector – Financials (5/11)

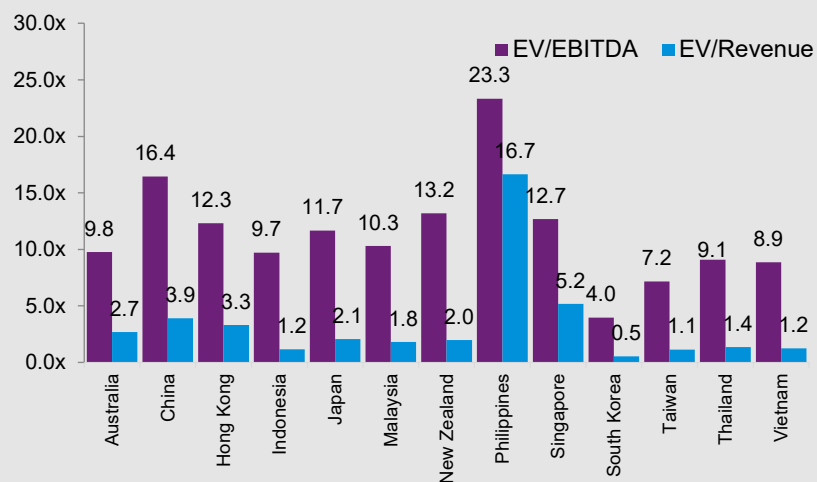
## Median - Revenue, EBITDA and P/B multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



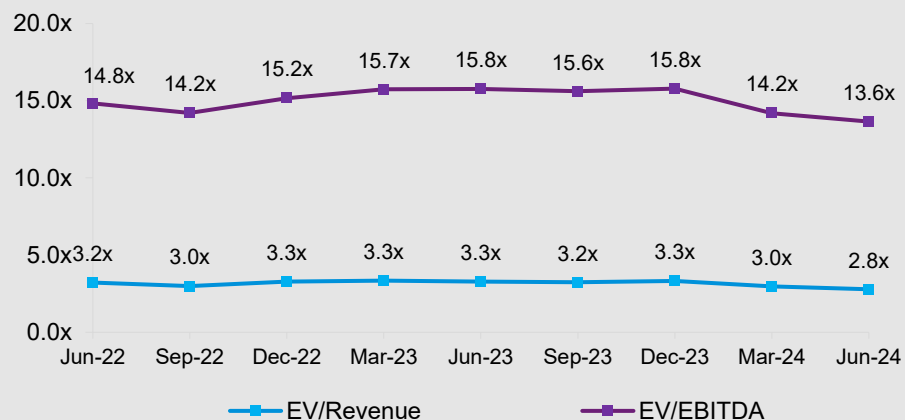
## Market size as at 30 Jun 2024 – Financials

|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 106          | 498.4               |
| China        | 103          | 916.9               |
| Hong Kong    | 190          | 1,497.5             |
| Indonesia    | 103          | 216.8               |
| Japan        | 195          | 775.9               |
| Malaysia     | 41           | 91.6                |
| New Zealand  | 8            | 1.3                 |
| Philippines  | 37           | 38.6                |
| Singapore    | 26           | 183.8               |
| South Korea  | 164          | 155.2               |
| Taiwan       | 57           | 246.7               |
| Thailand     | 74           | 66.3                |
| Vietnam      | 63           | 87.4                |
| <b>Total</b> | <b>1,167</b> | <b>4,776.5</b>      |

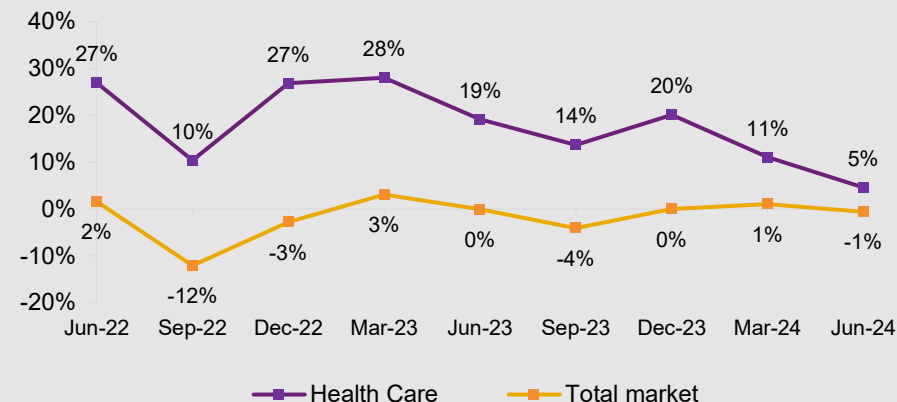


# Multiple performance by sector – Health Care (6/11)

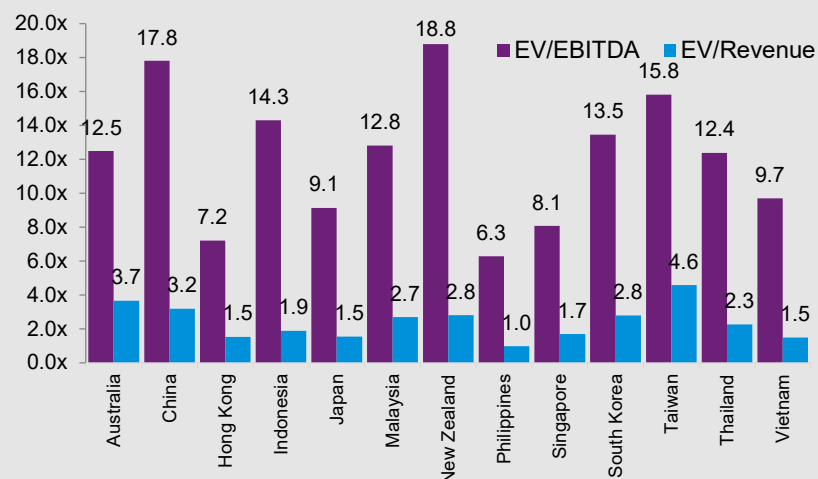
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



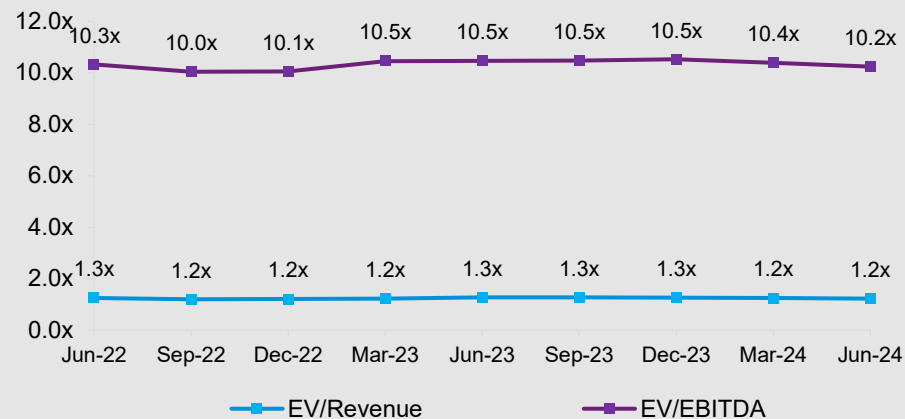
## Market size as at 30 Jun 2024 – Health Care

|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 165          | 159.8               |
| China        | 471          | 711.7               |
| Hong Kong    | 207          | 164.3               |
| Indonesia    | 33           | 16.0                |
| Japan        | 209          | 415.8               |
| Malaysia     | 32           | 21.8                |
| New Zealand  | 17           | 18.3                |
| Philippines  | 2            | 0.1                 |
| Singapore    | 32           | 6.3                 |
| South Korea  | 320          | 162.8               |
| Taiwan       | 204          | 51.0                |
| Thailand     | 47           | 27.9                |
| Vietnam      | 23           | 1.8                 |
| <b>Total</b> | <b>1,762</b> | <b>1,757.7</b>      |

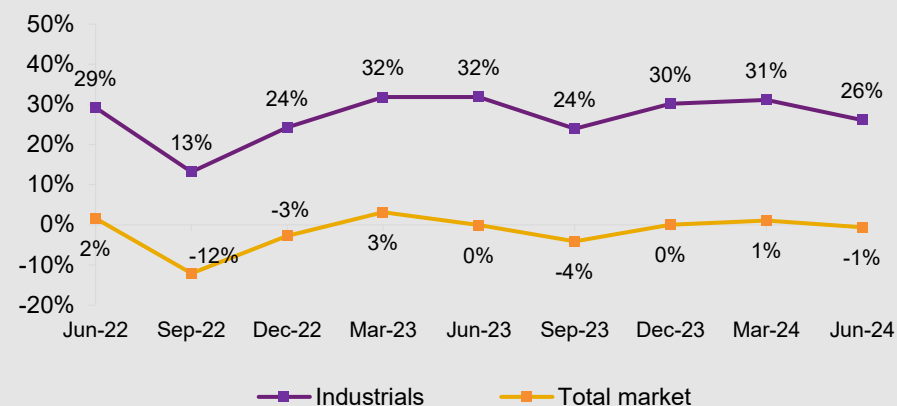


# Multiple performance by sector – Industrials (7/11)

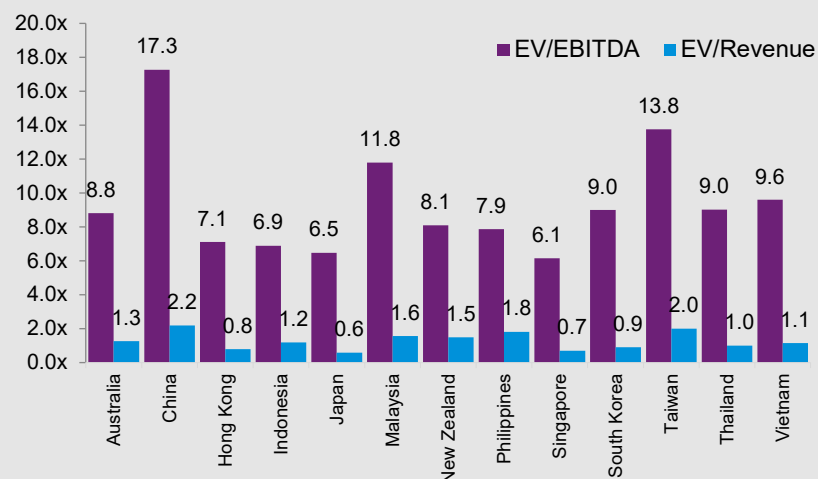
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



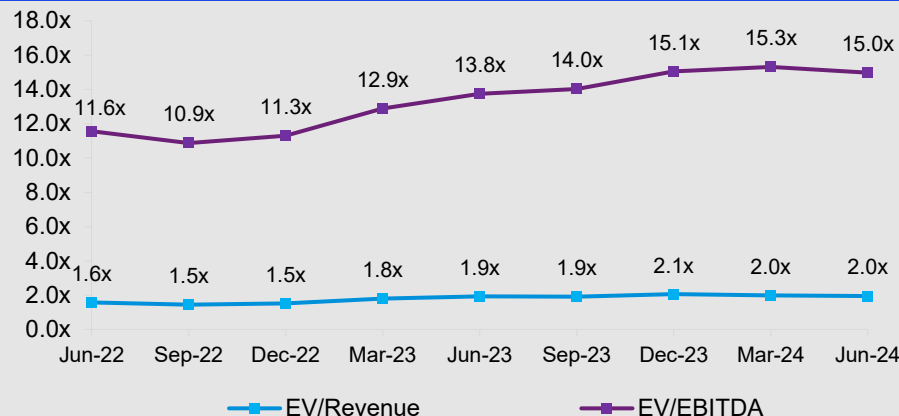
## Market size as at 30 Jun 2024 – Industrials

|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 161          | 134.5               |
| China        | 1,333        | 1,685.6             |
| Hong Kong    | 510          | 467.1               |
| Indonesia    | 169          | 26.5                |
| Japan        | 1,049        | 1,395.3             |
| Malaysia     | 287          | 62.6                |
| New Zealand  | 18           | 17.6                |
| Philippines  | 30           | 60.2                |
| Singapore    | 160          | 83.7                |
| South Korea  | 430          | 367.8               |
| Taiwan       | 347          | 188.5               |
| Thailand     | 172          | 41.7                |
| Vietnam      | 228          | 23.2                |
| <b>Total</b> | <b>4,894</b> | <b>4,554.1</b>      |

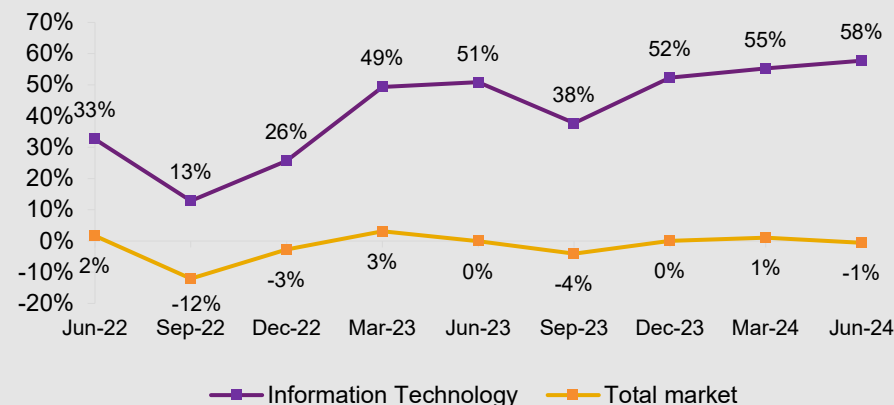


# Multiple performance by sector – Information Technology (8/11)

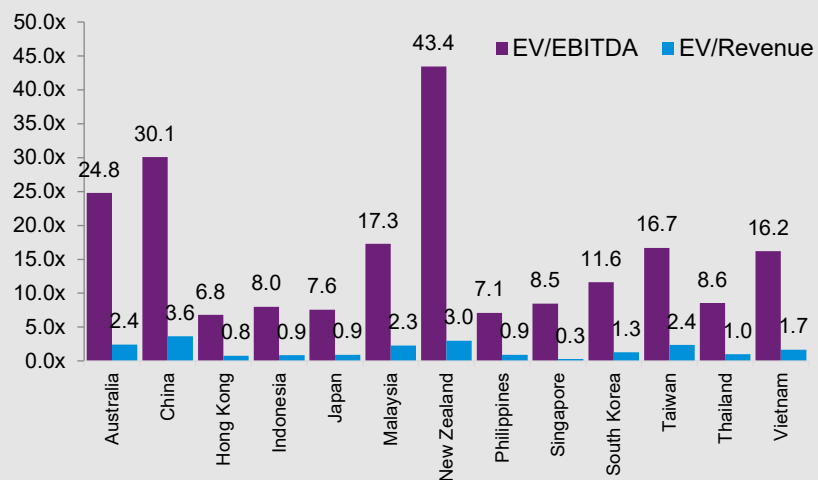
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



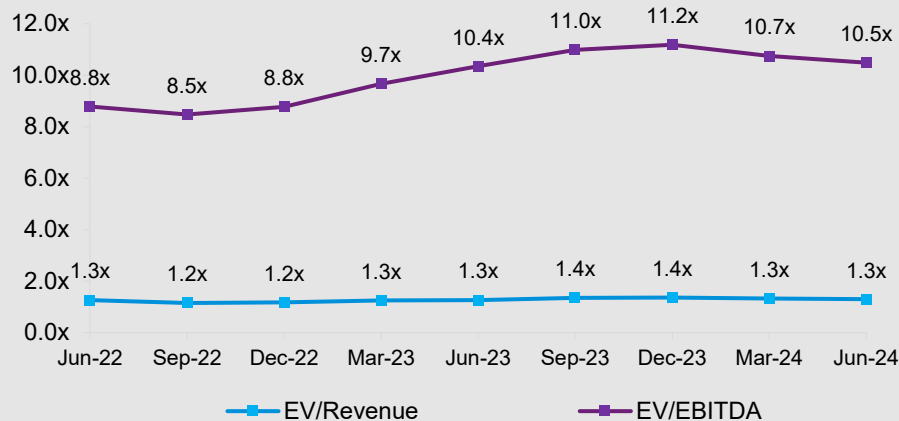
## Market size as at 30 Jun 2024 – Information Technology

|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 149          | 72.3                |
| China        | 989          | 1,545.9             |
| Hong Kong    | 226          | 214.6               |
| Indonesia    | 37           | 6.8                 |
| Japan        | 706          | 858.3               |
| Malaysia     | 122          | 21.2                |
| New Zealand  | 10           | 1.5                 |
| Philippines  | 9            | 0.2                 |
| Singapore    | 48           | 7.0                 |
| South Korea  | 624          | 681.5               |
| Taiwan       | 854          | 1,606.0             |
| Thailand     | 56           | 36.9                |
| Vietnam      | 15           | 8.5                 |
| <b>Total</b> | <b>3,845</b> | <b>5,060.6</b>      |

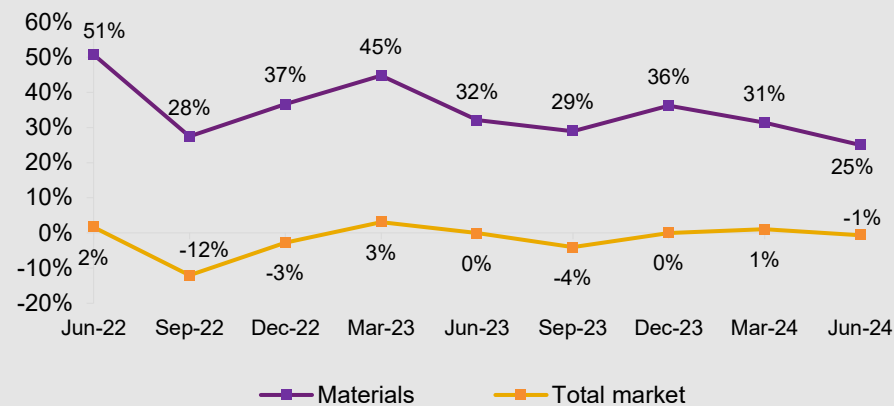


# Multiple performance by sector – Materials (9/11)

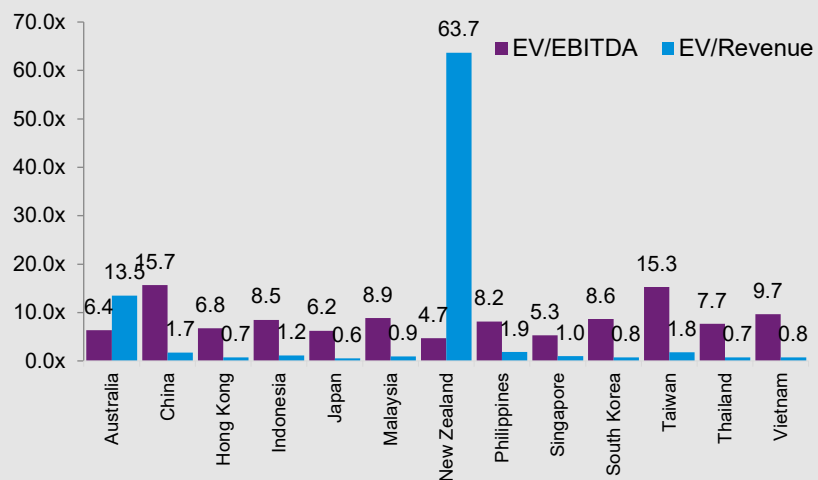
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024

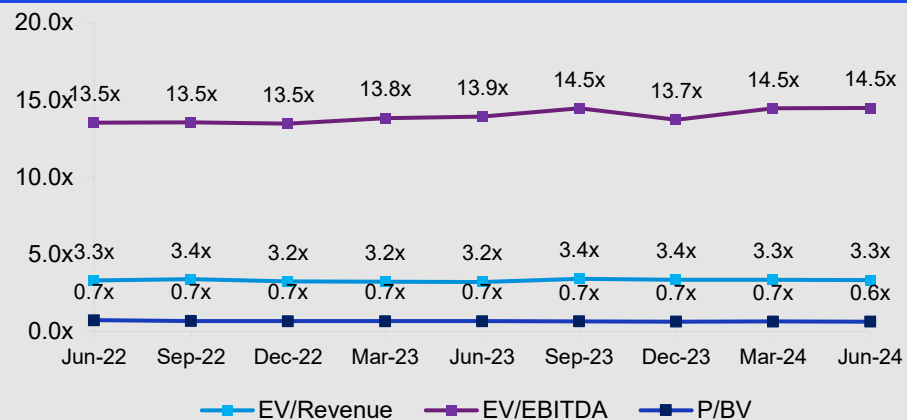


## Market size as at 30 Jun 2024 – Materials

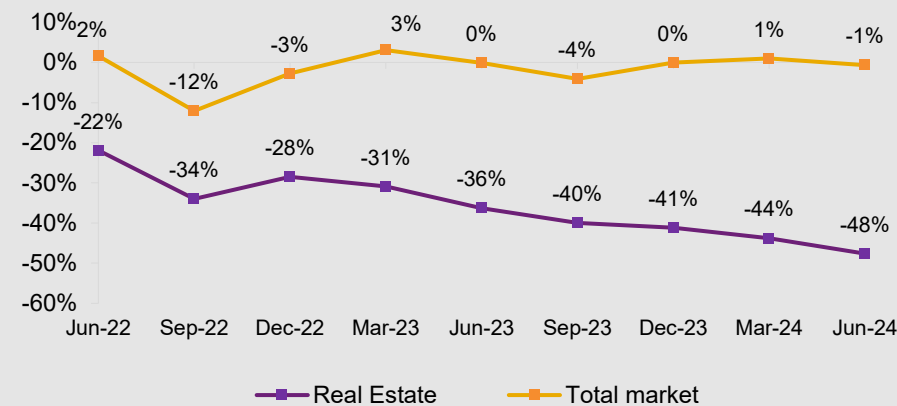
|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 787          | 346.8               |
| China        | 807          | 1,000.7             |
| Hong Kong    | 153          | 208.6               |
| Indonesia    | 95           | 149.1               |
| Japan        | 296          | 341.3               |
| Malaysia     | 117          | 33.7                |
| New Zealand  | 5            | 0.1                 |
| Philippines  | 30           | 4.5                 |
| Singapore    | 33           | 3.1                 |
| South Korea  | 308          | 131.9               |
| Taiwan       | 174          | 117.2               |
| Thailand     | 100          | 27.7                |
| Vietnam      | 115          | 19.3                |
| <b>Total</b> | <b>3,020</b> | <b>2,384.0</b>      |

# Multiple performance by sector – Real Estate (10/11)

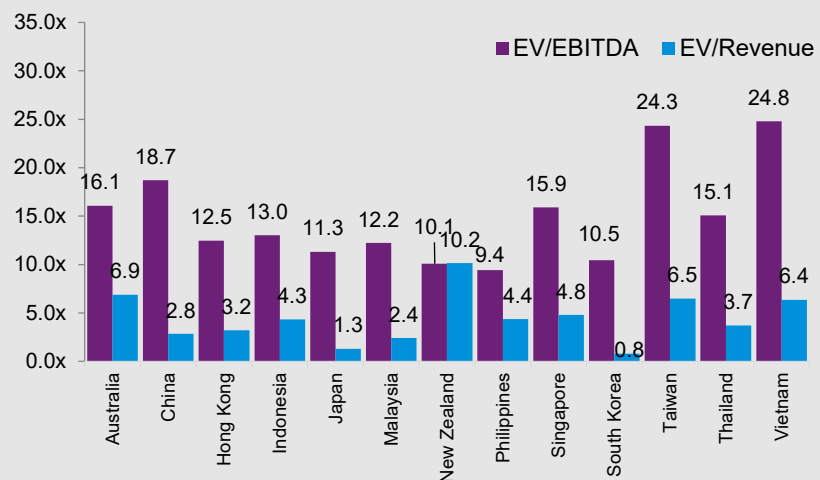
## Median - Revenue, EBITDA and P/B multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



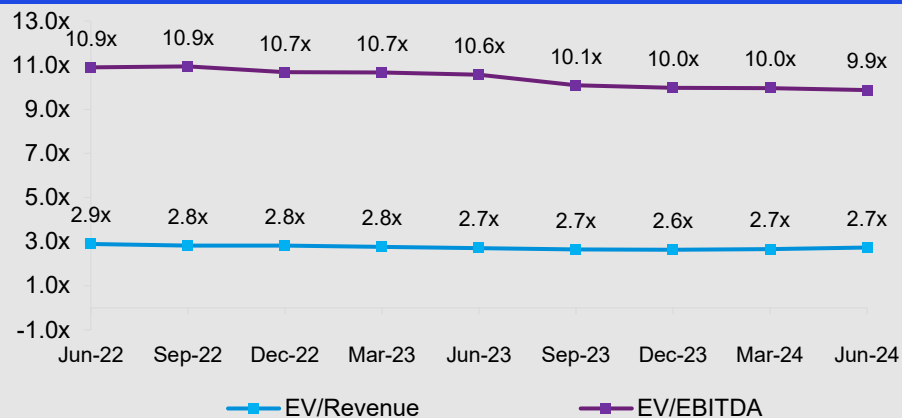
## Market size as at 30 Jun 2024 – Real Estate

|              | # Companies  | Market Cap (USD bn) |
|--------------|--------------|---------------------|
| Australia    | 24           | 9.9                 |
| China        | 121          | 144.9               |
| Hong Kong    | 282          | 236.6               |
| Indonesia    | 88           | 12.8                |
| Japan        | 121          | 126.8               |
| Malaysia     | 89           | 19.0                |
| New Zealand  | 2            | 0.4                 |
| Philippines  | 53           | 30.2                |
| Singapore    | 54           | 25.1                |
| South Korea  | 13           | 2.6                 |
| Taiwan       | 60           | 36.1                |
| Thailand     | 75           | 22.6                |
| Vietnam      | 65           | 27.0                |
| <b>Total</b> | <b>1,047</b> | <b>694.0</b>        |

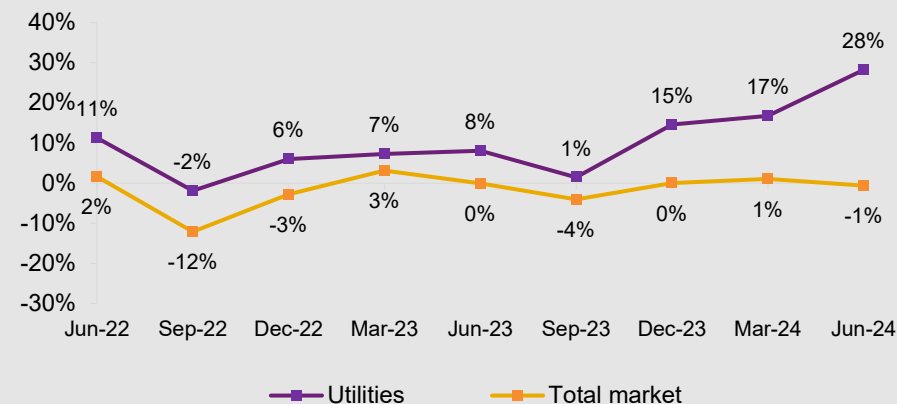


# Multiple performance by sector – Utilities (11/11)

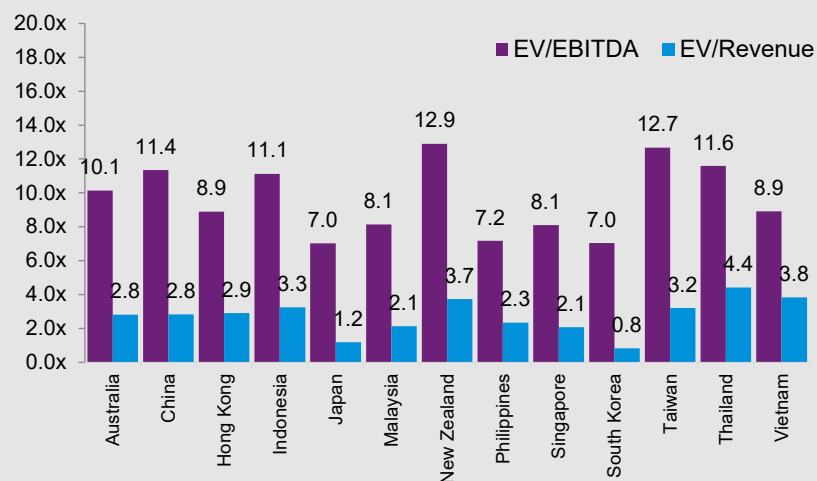
## Median - Revenue and EBITDA multiple



## Comparison - Market movement (benchmarked to 31 Dec 2019)



## Median - Revenue and EBITDA multiple by listing region as at 30 Jun 2024



## Market size as at 30 Jun 2024 – Utilities

|              | # Companies | Market Cap (USD bn) |
|--------------|-------------|---------------------|
| Australia    | 19          | 25.2                |
| China        | 121         | 400.4               |
| Hong Kong    | 65          | 224.3               |
| Indonesia    | 10          | 88.7                |
| Japan        | 34          | 78.0                |
| Malaysia     | 14          | 44.5                |
| New Zealand  | 7           | 24.3                |
| Philippines  | 17          | 20.6                |
| Singapore    | 10          | 8.3                 |
| South Korea  | 17          | 15.1                |
| Taiwan       | 16          | 6.3                 |
| Thailand     | 33          | 29.2                |
| Vietnam      | 38          | 13.2                |
| <b>Total</b> | <b>401</b>  | <b>978.2</b>        |





# Data criteria

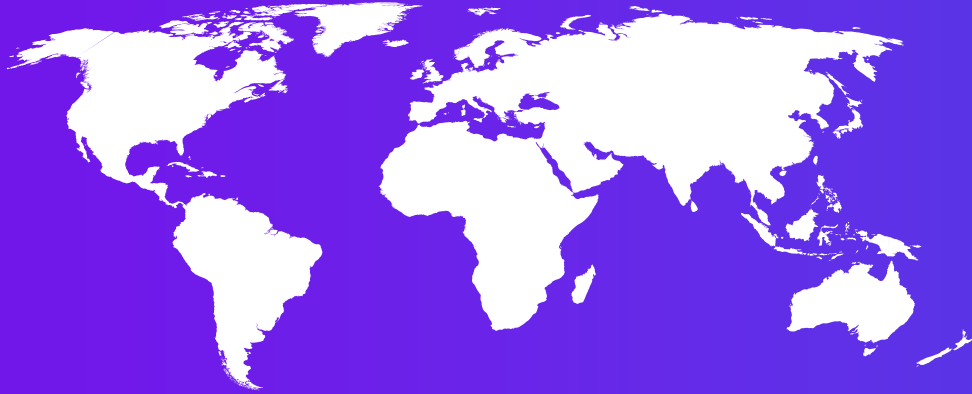
- The Capital IQ's sector classification serves as the principal criterion for the illustrated sectors.
- 12-month trailing multiples are derived from Q2 2023 to Q2 2024.
- The Q2 2024 multiple is based on the latest available financial statement information as at Q1 2024.
- Data in historical periods may change according to Capital IQ's retrospective adjustments.

# KPMG Deal Advisory services

"KPMG provides a full range of services for all buy-side, and sell-side assistance; valuation; financial, tax, and legal due diligence; and joint venture transactions."



# Contact us



## Canopus Safdar

Partner,  
Valuation Specialist  
[csafdar@kpmg.co.th](mailto:csafdar@kpmg.co.th)  
Tel: +66 2 677 2603



## Surayos Chuephanich

Partner,  
M&A Specialist  
[surayos@kpmg.co.th](mailto:surayos@kpmg.co.th)  
Tel +66 2 677 2752



## Ian Thornhill

Partner,  
Head of Deal Advisory - Thailand  
[ithornhill@kpmg.co.th](mailto:ithornhill@kpmg.co.th)  
Tel: +66 2 677 2297



## Janet Cheung

Partner,  
Head of Valuation - ASPAC  
[janet.cheung@kpmg.com](mailto:janet.cheung@kpmg.com)  
Tel: +85 221 402 818



## Boonyaporn Donnapee

Partner,  
M&A Legal specialist  
[boonyapornd@kpmg.co.th](mailto:boonyapornd@kpmg.co.th)  
Tel: +66 2 677 2405





### **KPMG in Thailand**

48<sup>th</sup>-50<sup>th</sup> Floor, Empire Tower  
1 South Sathorn Road  
Bangkok 10120  
T: +66 2677 2000



KPMG in Thailand



[kpmg.com/th](https://kpmg.com/th)

Some or all of the services described herein may not be permissible for KPMG audit clients and their affiliates or related entities.

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

©2024 KPMG Phoomchai Business Advisory Ltd., a Thai limited liability company and a member firm of the KPMG global organisation of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organisation.

**Document Classification: KPMG Public**