

Funding to VC-backed fintech companies hit

\$2.4B across
178 deals in

Q3'16.



In Q3'16, VC-backed fintech deal activity hit its lowest level since Q2'14.



Asia saw a fintech funding quarterly increase in Q3'16, while North America and Europe fintech funding dropped.



Asia



North America



Europe

Globally, VC-backed fintech mega-rounds saw a decline; however, Asia saw \$50M+ rounds stay level for the

4th
straight quarter.



North America

Funding activity to VC-backed North American fintech companies in Q3'16 fell

68%

Deal activity also dropped 5%.



Median late-stage fintech deal size in North America dropped to

\$21.9M,

the 2nd lowest quarterly in the 5-quarter trend.



Both VC-backed fintech funding and deals in New York fell for the 2nd consecutive quarter to hit

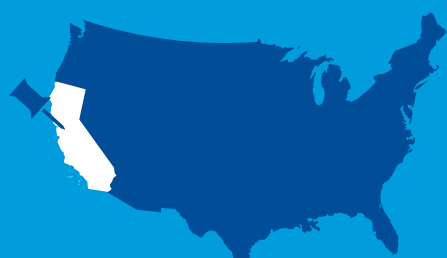
\$119M

in Q3'16.



VC-backed fintech deals in California rose to a 5-quarter high in Q3'16, but funding fell

31%



Europe



Deals on pace to drop below 2015 levels with only

\$233M

raised by European VC-backed fintech companies in Q3'16.



Germany outpaces the UK with almost

35%

more funding to VC-backed fintech companies in Q3'16.



Corporate participation in European fintech deals rose for the 3rd straight quarter to

26%

in Q3'16.



Europe has yet to see a

\$50M+

financing round to VC-back fintech companies in 2016.



Asia

In Q3'16, deal activity to VC-backed fintech companies in Asia reached a 5-quarter low, with

35 deals

recorded.



Seed-stage VC-backed fintech companies in Asia accounted for

17%

of deal share in Q3'16, a 3-quarter low after taking 40%+ in the prior 2 quarters.



In Asia, corporates participated in more than **1/2** of all deals to VC-backed fintech startups in Q3'16 compared to

36%

in Q2'16.



Funding to VC-backed Indian fintech startups fell

19%

on a quarterly basis, with deals also witnessing a 40% drop.

