

Chinese mainland and Hong Kong IPO report

A-share: Tightening oversight prioritizes quality; tech manufacturing paves the way for a new era of listings

Hong Kong: Regulatory optimization boost financing growth; expanding global horizons for China's tech innovators

June 2026

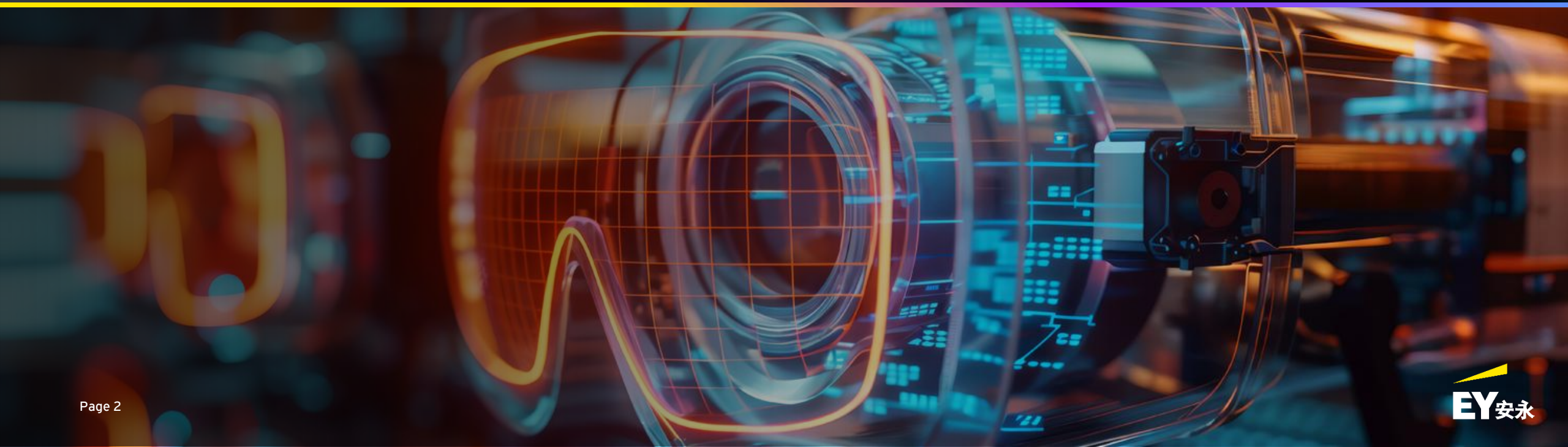


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Review of global IPO market in 1H 2026

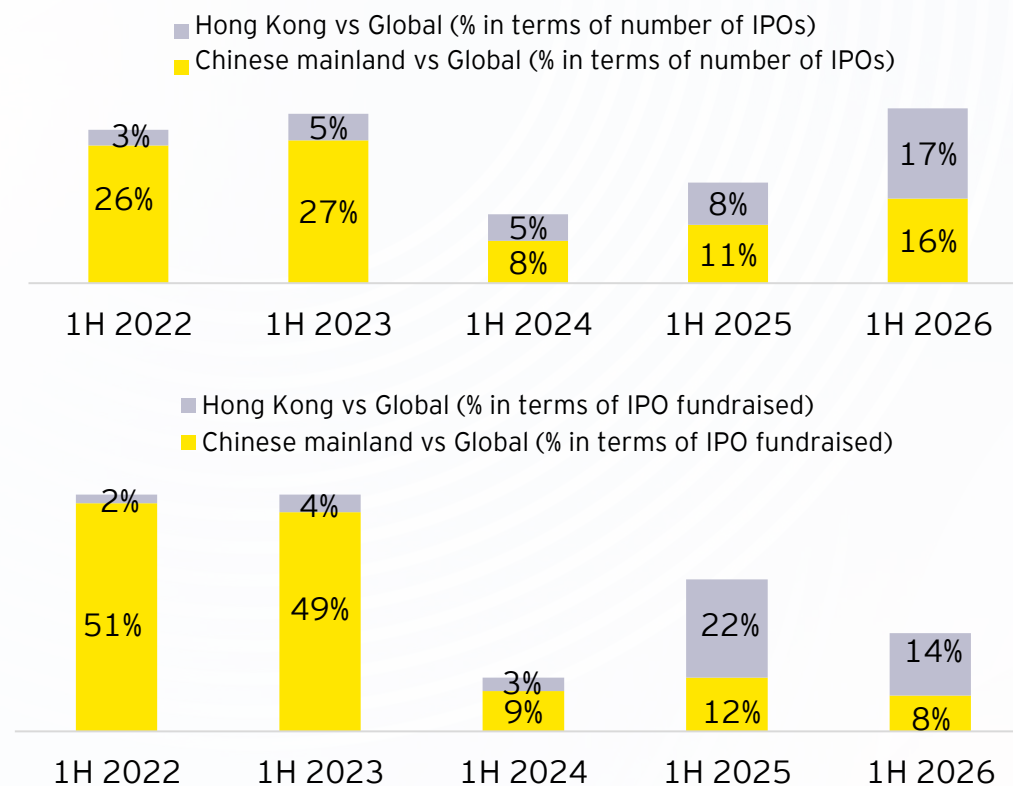


Global: Robust recovery in IPOs with surge in fundraising



Global IPO activity showed growth momentum, Chinese mainland and Hong Kong markets increased their market share of global IPOs. In 1H 2026, IPO in A-share and the Hong Kong market represented **33%** of global IPO deal volume and accounted for **22%** of total global IPO fund raised.

Chinese mainland and Hong Kong IPO market share vs. global total (1H 2022-2026): volume % and composition %



Source: Dealogic, Wind, EY statistics
 *Data after 19 June 2026 is based on public information and EY estimates (including REITs)

Global: Capital market landscape reshaped, US mega-deals drive Nasdaq; Hong Kong and A-share show strong resilience

Nasdaq: Dominates with mega-IPOs such as SpaceX and AI themes; capital raised surges ahead of peers.

HKEX: Robust rebound in activity, as the world's second-largest IPO hub.

1H 2026

Ranking	Exchange	Proceeds (US\$1bn)*	Number of IPOs*
1	Nasdaq	113.1	45
2	HKEX	26.8	84
3	NYSE	14.3	28
4	EURONEXT	9.4	28
5	Shanghai Stock Exchange	4.5	3
6	India (National and Bombay)	4.4	17
7	Shenzhen Stock Exchange	3.9	102
8	Toronto Stock Exchange	1.7	36
9	Beijing Stock Exchange	1.6	6
10	Malaysia Stock Exchange	1.6	9

1H 2025

Ranking	Exchange	Proceeds (US\$1bn)	Number of IPOs
1	HKEX	14.0	42
2	Nasdaq	9.3	87
3	NYSE	7.9	24
4	India (National and Bombay)	4.6	109
5	Saudi Exchange	4.1	26
6	Tokyo Stock Exchange	3.8	25
7	Shanghai Stock Exchange	3.7	25
8	Shenzhen Stock Exchange	2.9	29
9	Nasdaq First North	2.3	9
10	Korea Exchange	1.5	38

Source: Dealogic, Wind, EY statistics

*Data after 19 June 2026 is based on public information and EY estimates (including REITs)

Global: US market leads 1H 2026 Global IPO rankings, securing eight of top ten listings

Month	Issuer	Location	Sector	Proceeds (US\$ m)	Exchange
June	SpaceX	United States	Communication Satellites	86,250	Nasdaq
May	Cerebras Systems Inc	United States	Semiconductors	6,383	Nasdaq
January	CSG BV	Czech Republic	Aerospace	4,470	EURONEXT(Amsterdam)
April	Victory Giant Technology (Huizhou) Co Ltd	Chinese mainland	Electronic Components	2,955	HKEX
June	INNIO NV	Germany	Electrical Equipment	2,795	Nasdaq
April	Madison Air Solutions Corp	United States	Building Products	2,568	NYSE
May	Fervo Energy Co	United States	Renewable Electricity	2,174	Nasdaq
May	Blackstone Digital Infrastructure Trust Inc	United States	REITs	1,995	NYSE
February	Forgent Power Solutions Inc	United States	Power Generation Equipment	1,739	NYSE
June	Quantinum Inc	United States	Storage and Peripherals	1,680	Nasdaq

Source: Dealogic, Wind, EY statistics

*Data after 19 June 2026 is based on public information and EY estimates

Review of A-share IPOs, Hong Kong IPO market and Chinese IPOs in the US in 1H 2026

Hong Kong and A-share: Hong Kong market sees moderate pullback; A-share market shows sector performance diverges

In 2026, global major indices exhibited characteristics of structural divergence under a "strong technology" macroeconomic backdrop. The US and Japanese markets demonstrated outstanding performance, benefiting from their first-mover advantages in the AI industry, whereas the European market exhibited insufficient momentum due to being constrained by "low growth and high inflation."

In the Chinese market, the A-share market exhibits a distinct sectoral divergence driven by "new quality productive forces". The Shenzhen market, led by technology growth and advanced manufacturing, experienced significant gains. Meanwhile, the STAR Market in Shanghai led the rally strongly, leveraging its "hard-tech" attributes. Conversely, the main board of Shanghai, which carries higher weightings in traditional industries, performed relatively weak, reflecting a shift in market risk appetite towards emerging industries. The Hong Kong market has shown a slight pullback under multiple pressures, including intensified geopolitical tensions, fluctuations in foreign capital flows and an excessively high proportion of traditional industries.

In 2026, as the commencement of the "15th Five -Year Plan", the government explicitly prioritizes "achieving greater self-reliance and strength in science and technology and steering the development of new quality productive forces". The Chinese economy is in a critical phase of "stabilizing growth" while fostering new quality productive forces, and the capital market has demonstrated a development trend characterized by steady progress and stability.

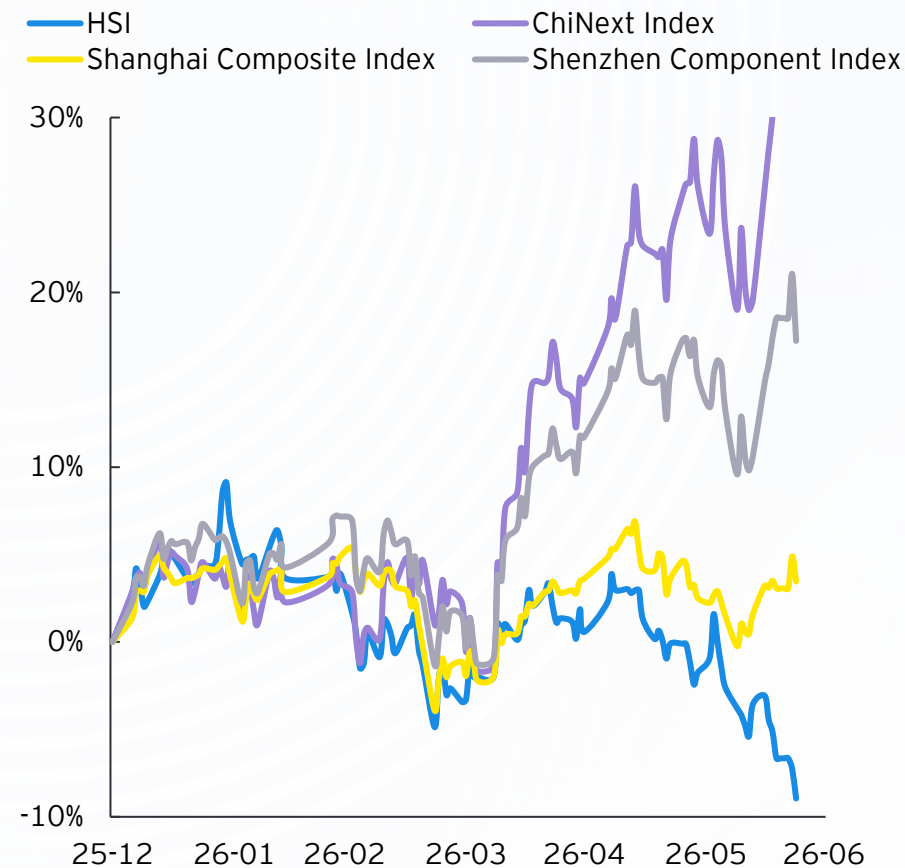
Changes in global major indices in 1H 2026[#]

Hang Seng Index	▼ -8.95%	Shanghai Composite	▲ 3.46%
Shenzhen Component	▲ 17.22%	STAR 50	▲ 42.55%
ChiNext	▲ 30.88%	BSE 50	▼ -11.05%
DJIA	▲ 7.59%	FTSE 100	▲ 5.1%
Nasdaq Composite	▲ 12.58%	DAX	▲ 2.65%
S&P 500	▲ 9.16%	Nikkei 225	▲ 38.64%

Source: Wind, EY statistics

[#]Index movements are calculated by the closing prices of 31 December 2025 based on those of 23 June 2026.

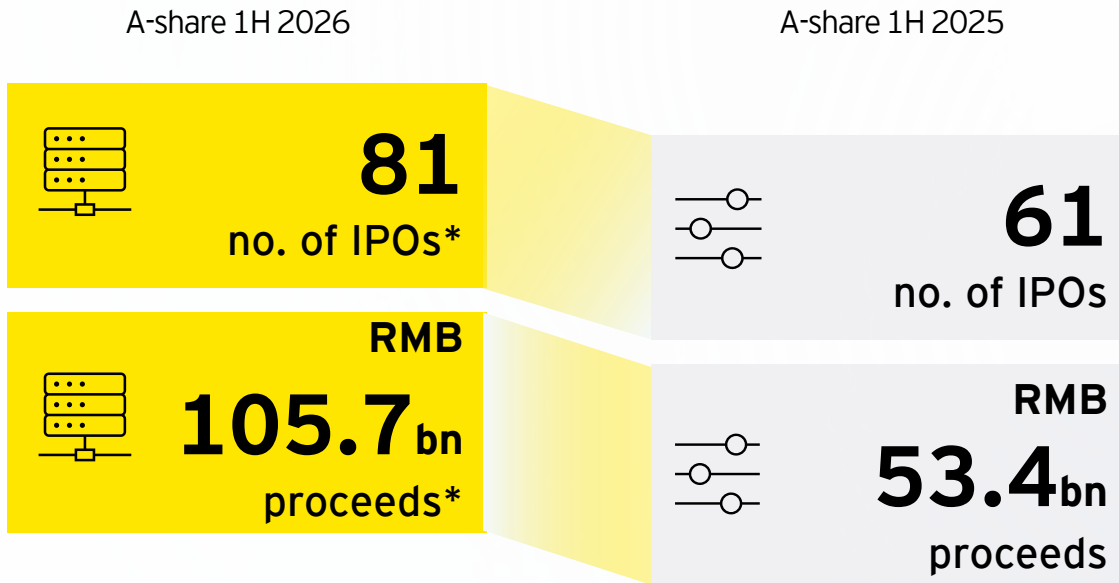
Movements of major indices in Hong Kong and A-share markets in 1H 2026



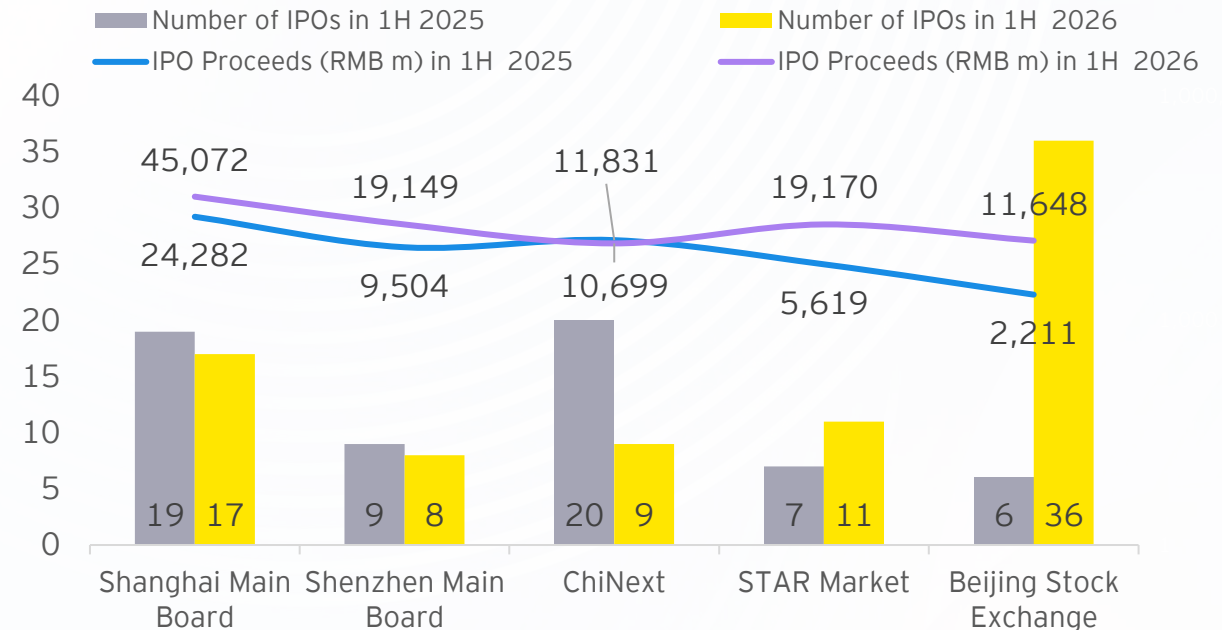
A-share: IPO market is increasing in both volume and quality, and the scale of fundraising is further growing

- In 1H 2026, A-share market is expected to have over 81 IPOs* raising more than RMB105.7bn*.
- Throughout the 1H of 2022 to 2026, the fundraising scale of the A-share IPO market reached its highest level in 2022 in the recent five years. In 2023, a slight decline in fundraising amounts was observed. Following a precipitous tightening in 2024, the scale and quality achieved dual growth in 2025. The growth trend continued further in 2026; however, the overall level remained significantly below the peak recorded in 2022.
- In 1H 2026, the pace of IPO issuance on the A-share market is expected to steadily increase, with a projected simultaneous growth in the number of new listings and fundraising scale compared to the same period last year. The Beijing Stock Exchange saw particularly strong growth in fundraising. The capital market's function of serving the real economy and supporting technological innovation continues to be strengthened.

New A-share listed companies



Number of IPOs and IPO proceeds by each exchange in the A-share market for 1H 2025 and 1H 2026



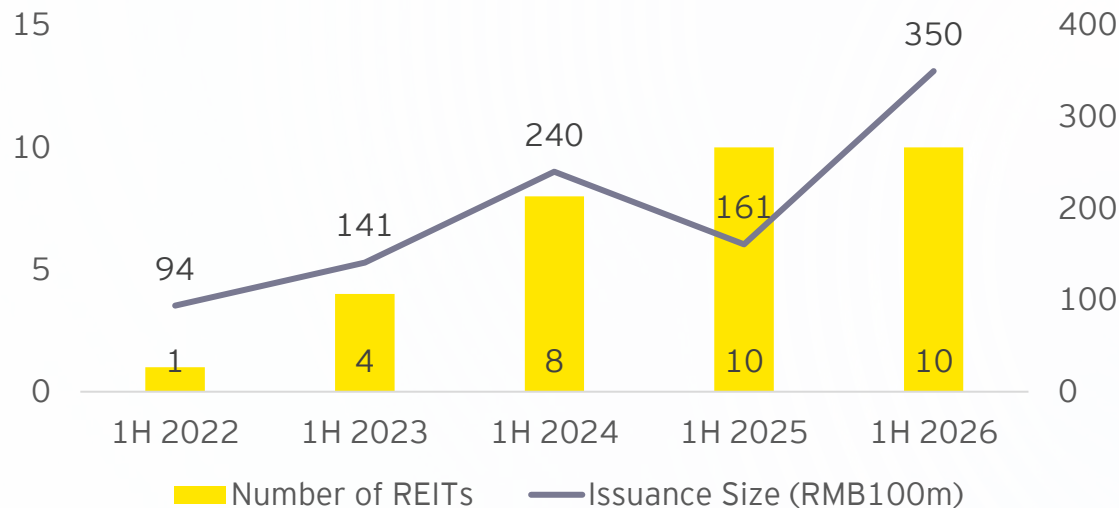
Source: Wind, EY statistics

*Data after 23 June 2026 is based on public information and EY estimates (including REITs)

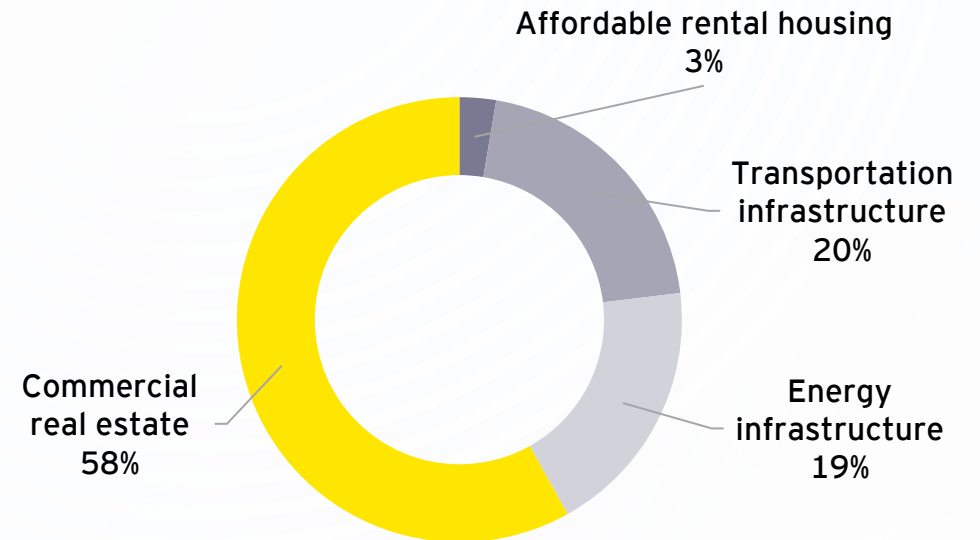
A-share: From pilot programs to normalization, REITs facilitate the revitalization of existing assets

- Chinese public REITs* have gradually transitioned to normalized issuance, becoming an important financial infrastructure for revitalizing existing assets and channeling private capital into new infrastructure. As of 1H 2026, it is expected to have around 88 listed public REITs, with total fundraising exceeding RMB230bn**.
- Since the pilot program was launched in 2020, the market has evolved in stages. The first batch of listed products in 2021 focused on traditional infrastructure sectors such as transportation, industrial parks and warehouse. In 2024, the normalized issuance mechanism was established, and asset types were diversified rapidly. In 2025, policies further relaxed the filing thresholds which explicitly allow the inclusion of commercial real estate. By 2026, commercial real estate accounted for 58% of the 10 newly issued products, marking the formal establishment of a new "infrastructure + commercial real estate" dual-track market paradigm.

Number and size of REITs issued in 1H: 2022-2026



Proportion of issuance size by REITs asset class in 1H 2026



Source: Wind, EY statistics

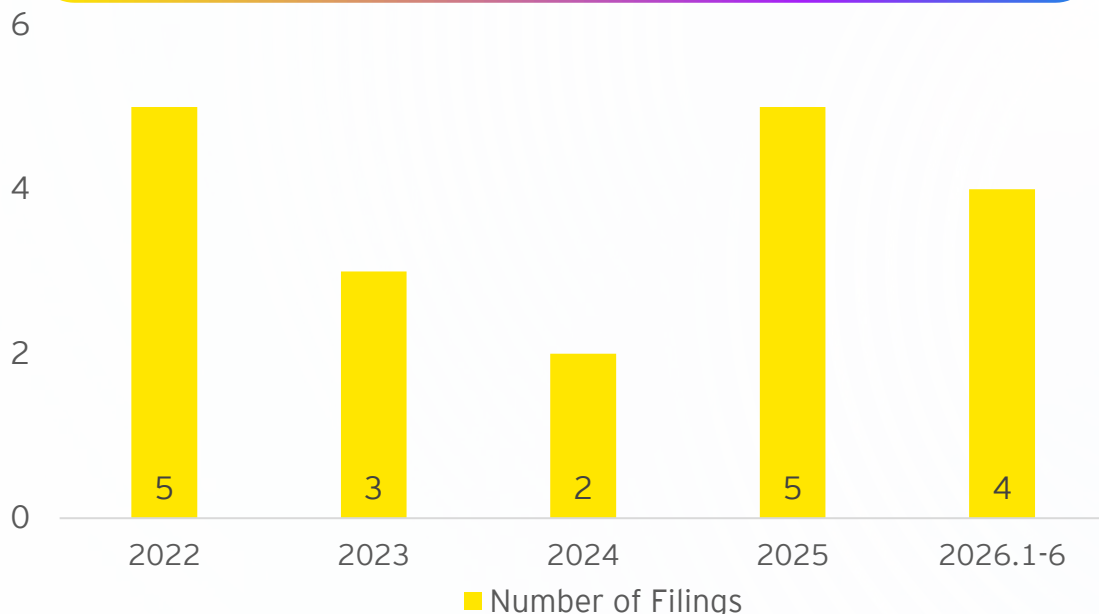
*Refers to Real Estate Investment Trusts (REITs)

**Data includes publicly disclosed information as at 23 June 2026 and EY estimates (including REITs)

A-share: Policy tailwinds support the acceleration of the process of the “H-share to A-share” return

- Policy Level:** China's registration-based IPO system for A-share continues to be refined. Detailed rules for Red Chip CDR issuance and overseas Red Chip homecoming listings are being rolled out, while the STAR Market and ChiNext board are becoming increasingly accommodating toward unprofitable biotech and “hard-tech” companies. In June 2025, the General Office of the CPC Central Committee and the General Office of the State Council issued the *Opinions on Further Advancing Shenzhen's Comprehensive Pilot Reforms to Deepen Reform and Innovation and Expand Opening Up*, explicitly stating that Greater Bay Area enterprises listed on the HKEX are permitted to list on the Shenzhen Stock Exchange in accordance with applicable policies. This has prompted H-share listed companies to accelerate their A-share homecoming process.
- Capital Level:** The A-share market possesses ample institutional capital, while the “hard-tech” sector demonstrates mature liquidity and pricing mechanisms. With the rising demand for RMB-denominated asset allocation, these factors favor the valuation and pricing of H-share listed science and technology enterprises and emerging industries.
- Industry Level:** Leveraging policy dividends such as domestic substitution and the digital economy, H-share listed science and technology enterprises are increasing their visibility within the domestic capital market, enhancing their financing capabilities and access to industry resources through A-share fundraising. This allows them to intensify investments in local research and development and capacity expansion.

Number of filings for pre-IPO guidance on the A-share market by H-share listed companies over the past five years



Source: Wind, EY statistics
Data includes publicly disclosed information as of 23 June 2026

As of 1H 2026, more than 40 H-share companies have undergone filing for A-share pre-IPO guidance. Specifically, from 2022 to 1H 2026, **19** companies completed such filings. The listing of H-share companies on the A-share market has become a prevailing trend in recent years.

In 2025, **1** enterprise in the biomedical sector completed its listing on the A-share market, signifying that this listing route has been substantially established. In the same year, **5** enterprises announced the initiation of their A-share listing procedures.

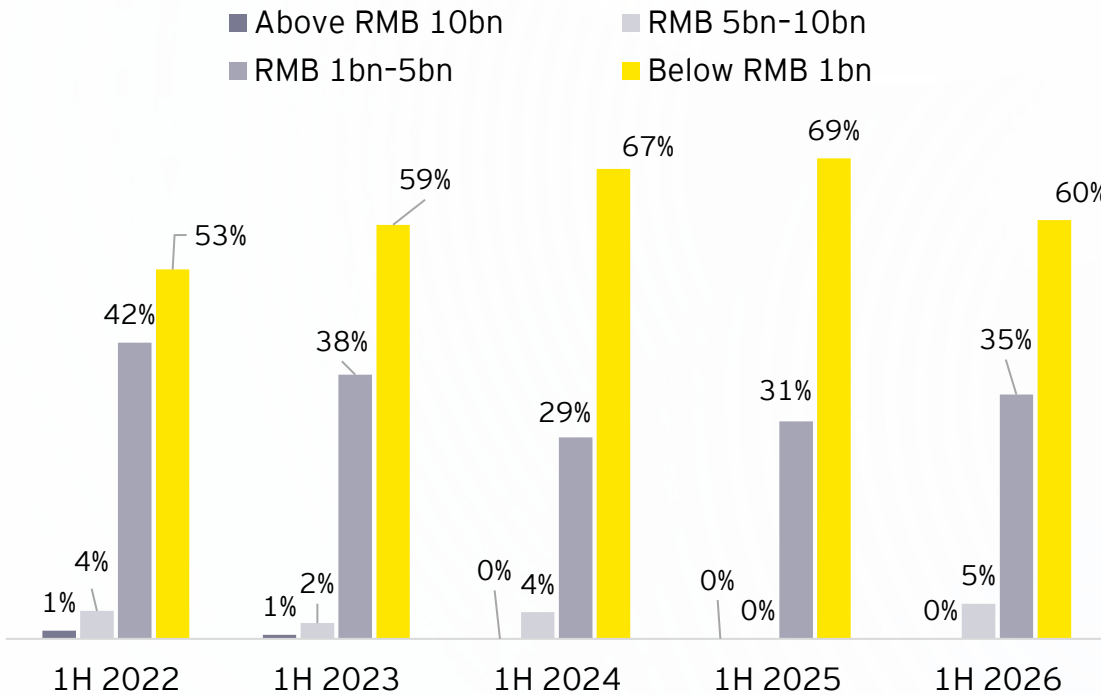
In 1H 2026, **3** enterprises in the artificial intelligence (AI) sector announced official initiation of listing on the A-share market, signaling an acceleration in the process of “H-share to A-share”.



A-share: The average IPO fundraising amount rebounded, and the proportion of mid-to-large IPOs increased

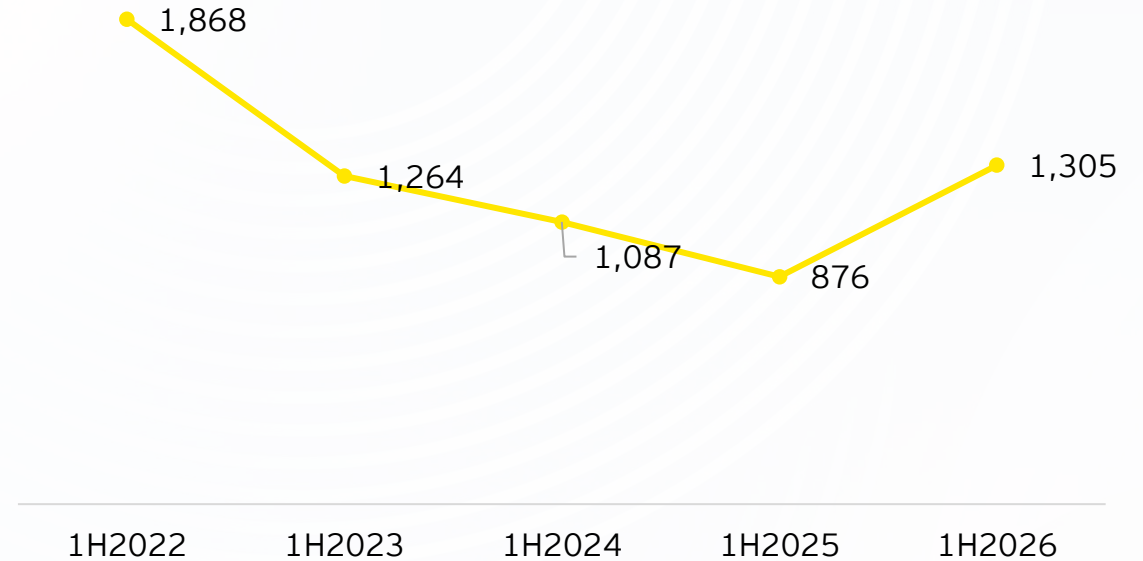
- In 1H 2026, the average IPO proceeds increased to **RMB1,305m**, representing a **49%** increment compared to 1H 2025. This was mainly driven by mega deals.
- By deal count, small and mid-sized IPOs below RMB1bn remain the mainstream, accounting for 60%. However, the share of mid-to-large IPOs above RMB1bn has risen, driving the rebound in average deal size.

Comparison of IPO by fundraised in 1H: 2022-2026



Average IPO proceeds in 1H: 2022-2026

Unit: RMB m



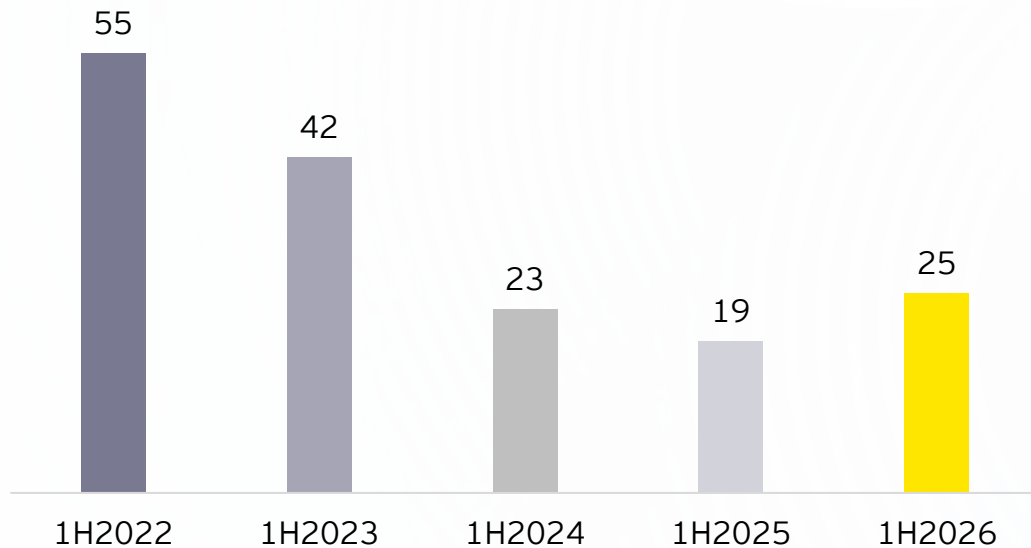
Source: Wind, EY statistics
Data includes publicly disclosed information as at 23 June 2026 and EY estimates (including REITs)

A-share: The average first-day returns hit the highest level in nearly five years

- In 1H 2026, the P/E ratio of A-share IPOs shifted upward from the pricing benchmark of 1H 2025. Influenced by the "August 27th Policy" new regulations and the "New Nine National Guidelines" for capital markets, A-share experienced a round of significant valuation recovery. In 1H 2026, with the improvement of the macro environment and the enhancement of investor confidence, the P/E ratio rose compared to last year.
- In 1H 2026, no IPOs have dropped below their offering prices on the first trading day in the market. The average first-day return increased to 233%, which is the highest among the recent five years.

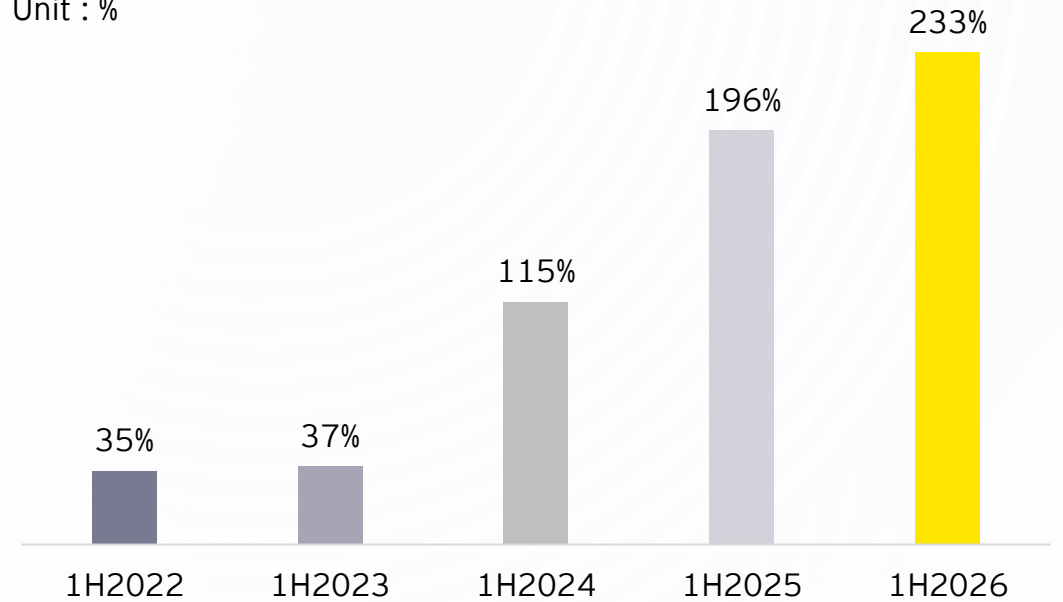
A Share IPO P/E ratio in 1H: 2022-2026

Unit: multiple



Average first-day returns in 1H: 2022-2026

Unit : %



Source: Wind, EY statistics
Data includes publicly disclosed information as of 23 June 2026 (including REITs)

A-share: Top 10 IPOs (excluding REITs) see significant surge in fundraised period-over-period

In 1H 2026, the top ten IPOs raised a total of **RMB31.2bn**, accounting for **44%** of the total fundraising (excluding REITs) during the period. It represents an **80%** year-on-year increase. The increasing is primarily driven by a significant expansion in the scale of the top ten fundraising projects. The average amount raised by the top ten reached RMB3.1bn, representing a significant increase from the 1H 2025 top-ten average of RMB1.7bn.

1H 2026

Ranking	Issuer	Board	Proceeds (RMB100m)
1	HKC Group*	Shenzhen Main Board	88
2	SJ Semiconductor	STAR Market	50
3	Zhenshi Group	Shanghai Main Board	29
4	SeeYA Technology-UW	STAR Market	23
5	Tianhai Electronics	Shenzhen Main Board	21
6	Hongming Electronics	ChiNext	21
7	Semight Instruments	STAR Market	21
8	DapuStor	ChiNext	20
9	Huikang Technology	Shenzhen Main Board	20
10	Victory Electric	Shenzhen Main Board	19
Funds raised by top 10 IPOs in 1H 2026			312

1H 2025

Ranking	Issuer	Board	Proceeds (RMB100m)
1	Zhongce Rubber	Shanghai Main Board	41
2	Tianyouwei	Shanghai Main Board	37
3	ARASHI VISION	STAR Market	19
4	Kaifa Technology	BSE	12
5	Sinophorus Electronics	STAR Market	12
6	Hanshow Technology	ChiNext	12
7	Weigao Blood Purification	Shanghai Main Board	11
8	Hengxin Life	ChiNext	10
9	Yongjie New Materials	Shanghai Main Board	10
10	Youyou Green Energy	ChiNext	9
Funds raised by top 10 IPOs in 1H 2025			173

Source: Wind, EY statistics

Data includes publicly disclosed information as at 23 June 2026 and EY estimates (excluding REITs)

*HKC Group is expected to list by 30 June 2026

A-share: Top 10 IPOs (including REITs) doubled on asset listing momentum

On a REITs-included basis, the top ten A-share IPOs raised RMB48bn in 1H 2026. Normalized public REIT issuance has become a major driver of large deals, accounting for seven of the top ten spots.

1H 2026

Ranking	Issuer	Board	Proceeds (RMB100m)
1	HKC Group**	Shenzhen Main Board	88
2	CICC Vipshop Closed Commercial REIT*	Shanghai Main Board	77
3	Guotai Haitong Shazhi Ship Closed-End Commercial REIT*	Shanghai Main Board	55
4	SJ Semiconductor	STAR Market	50
5	Dongfang Hong STEC Expressway Closed REIT*	Shanghai Main Board	47
6	China Universal Shanghai Real Estate Closed Commercial REIT*	Shanghai Main Board	41
7	Huatai Three Gorges Clean Energy Closed REIT*	Shanghai Main Board	38
8	China Fund Shounong Food Group Closed Commercial REIT*	Shanghai Main Board	30
9	Zhenshi Group	Shanghai Main Board	29
10	E Fund Guangxi Beitou Expressway Closed REIT*	Shanghai Main Board	25
Funds raised by top 10 IPOs in 1H 2026			480

1H 2025

Ranking	Issuer	Board	Proceeds (RMB100m)
1	Zhongce Rubber	Shanghai Main Board	41
2	Tianyouwei	Shanghai Main Board	37
3	China Southern Shunfeng Logistics Closed REIT*	Shenzhen Main Board	33
4	AVIC Yishang Logistics Closed REIT*	Shanghai Main Board	21
5	ARASHI VISION	STAR Market	19
6	CICC China Lvfa Consumption Closed REIT*	Shenzhen Main Board	16
7	E Fund Huawei Farmers Market Closed REIT*	Shenzhen Main Board	15
8	Guotai Haitong Jinan Energy Heating Closed REIT*	Shanghai Main Board	15
9	Huatai Suzhou Hengtai Rental Housing Closed REIT*	Shanghai Main Board	14
10	China Asset Shanghai Land Rental Housing Closed REIT*	Shanghai Main Board	14
Funds raised by top 10 IPOs in 1H 2025			225

Source: Wind, EY statistics

Data includes publicly disclosed information as at 23 June 2026 and EY estimates (including REITs)

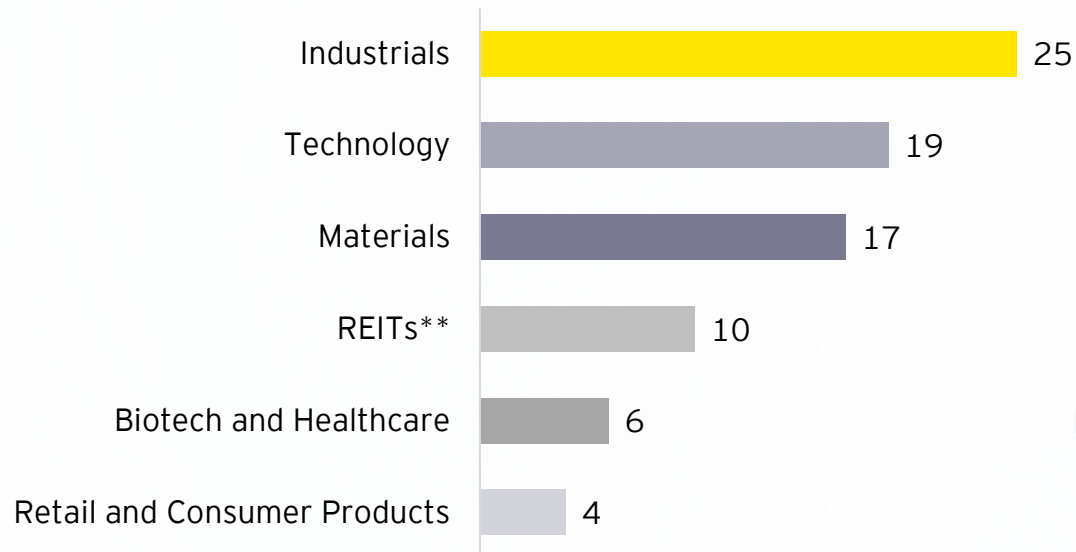
*Refers to Real Estate Investment Trusts (REITs)

** HKC Group is expected to list by 30 June 2026

A-share: Industrials, Technology and Materials ranked top 3 in IPO by volume, REITs ranked second in proceeds

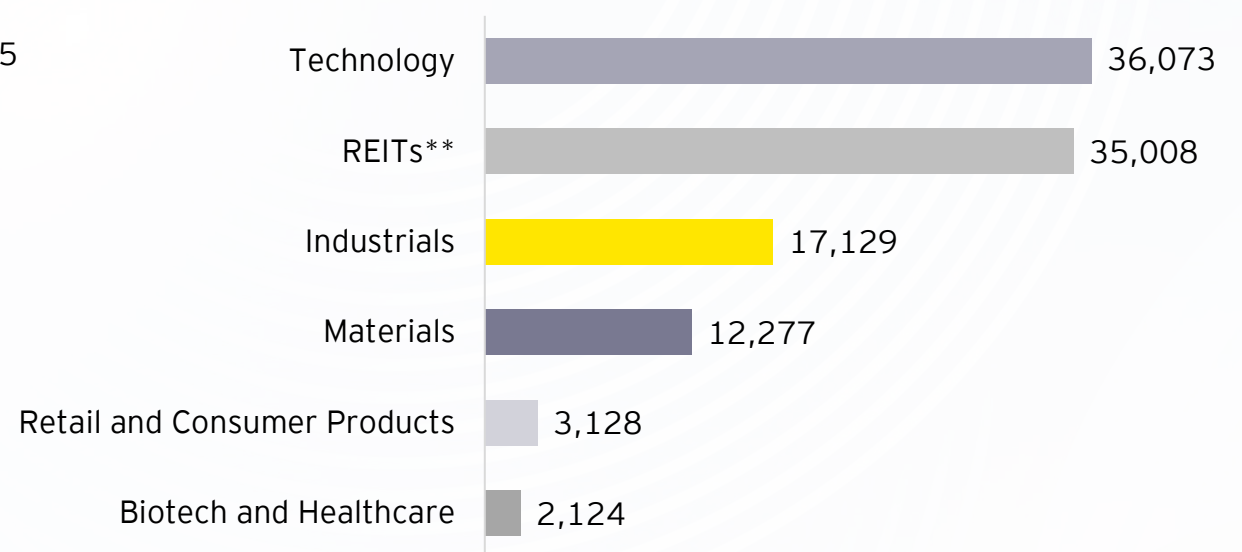
- In 1H 2026, industrials, technology and materials ranked top 3 in the number of IPOs, accounting for 75% of total IPO markets. As for fundraising scale, technology, REITs and industrials occupied the top three position, accounting for 83% of the total IPO markets.
- Technology manufacturing companies dominated the 1H 2026 IPO market, reflecting the government's targeted support for advanced manufacturing and "hard-tech" enterprises in going public and raising capital.

IPOs by industries in terms of number of deals



IPOs by industries in terms of funds raised*

Unit: RMB m



Source: Wind, EY statistics

*Data includes publicly disclosed information as at 23 June 2026 and EY estimates (including REITs)

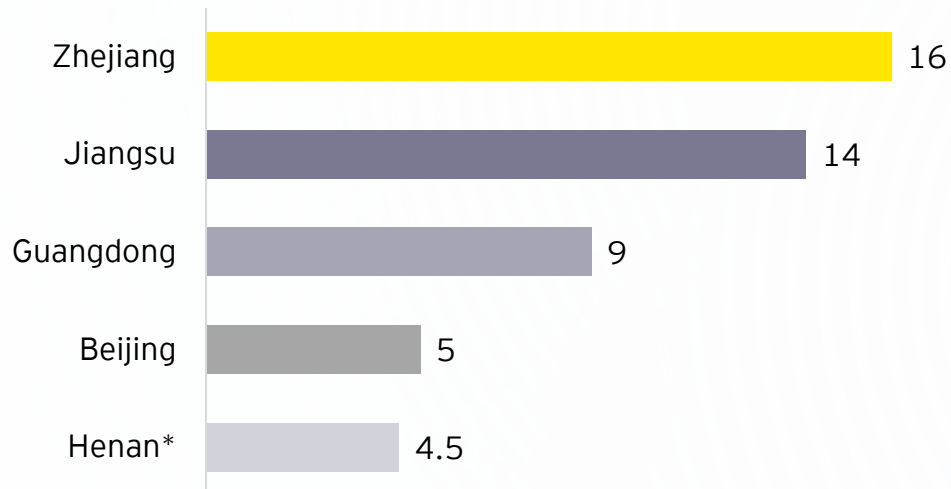
**Refers to Real Estate Investment Trusts (REITs)

A-share: Companies from Jiangsu, Zhejiang and Guangdong provinces led the IPO activity

In terms of number of deals, Zhejiang, Jiangsu, Guangdong, Beijing and Henan ranked in the top five, collectively accounting for nearly **60%** of total IPOs.

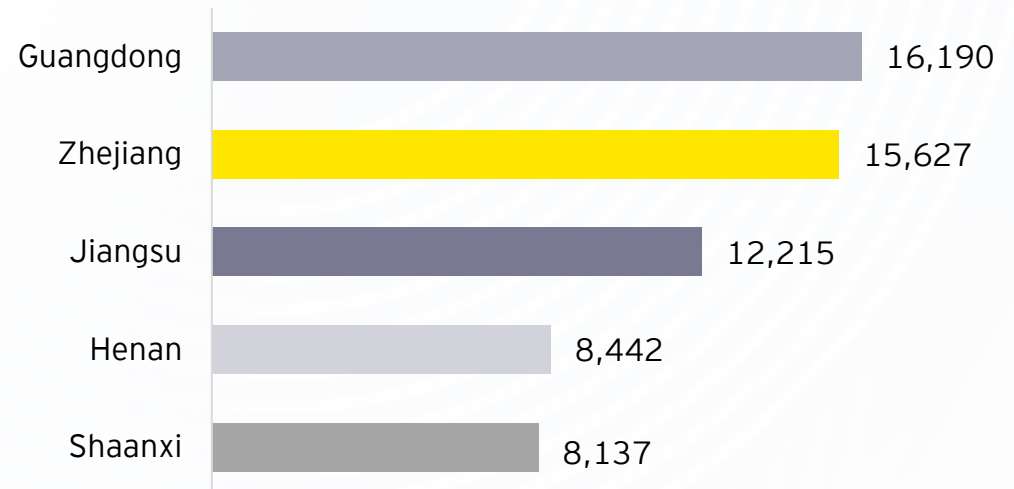
In terms of proceeds, Guangdong, Zhejiang, Jiangsu, Henan and Shaanxi ranked top five, represents **57%** of the total proceeds.

Top five IPOs by region in terms of number of deals in 1H 2026



Top five IPOs by region in terms of proceeds in 1H 2026

Unit: RMB m



Source: Wind, EY statistics

Data includes publicly disclosed information as at 23 June 2026 and EY estimates (including REITs)

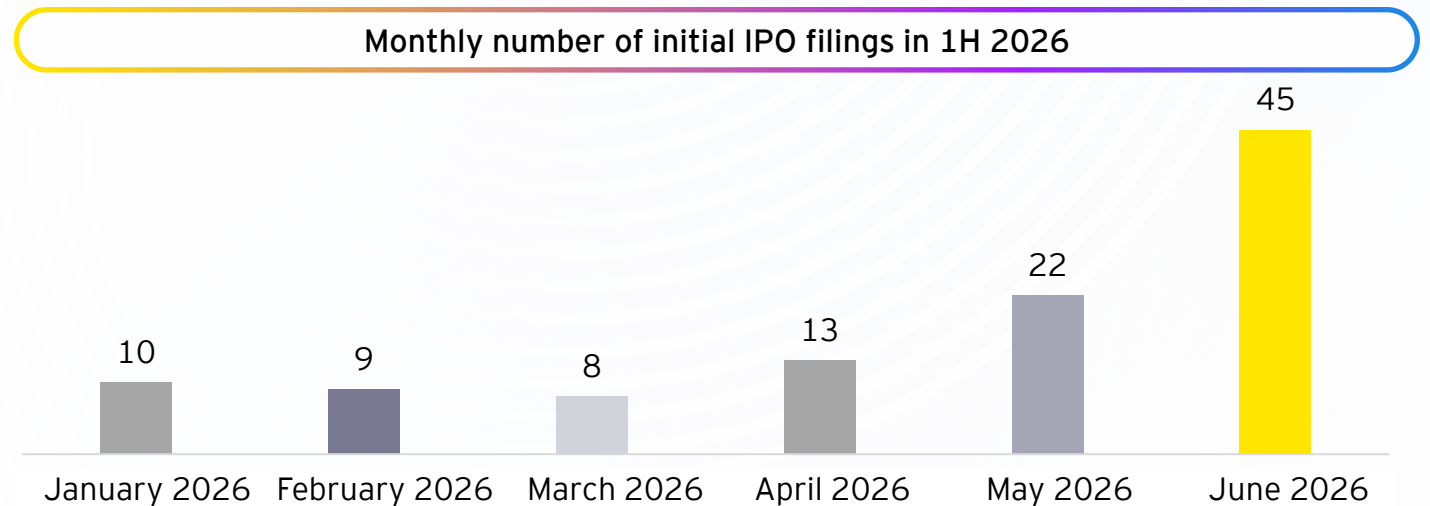
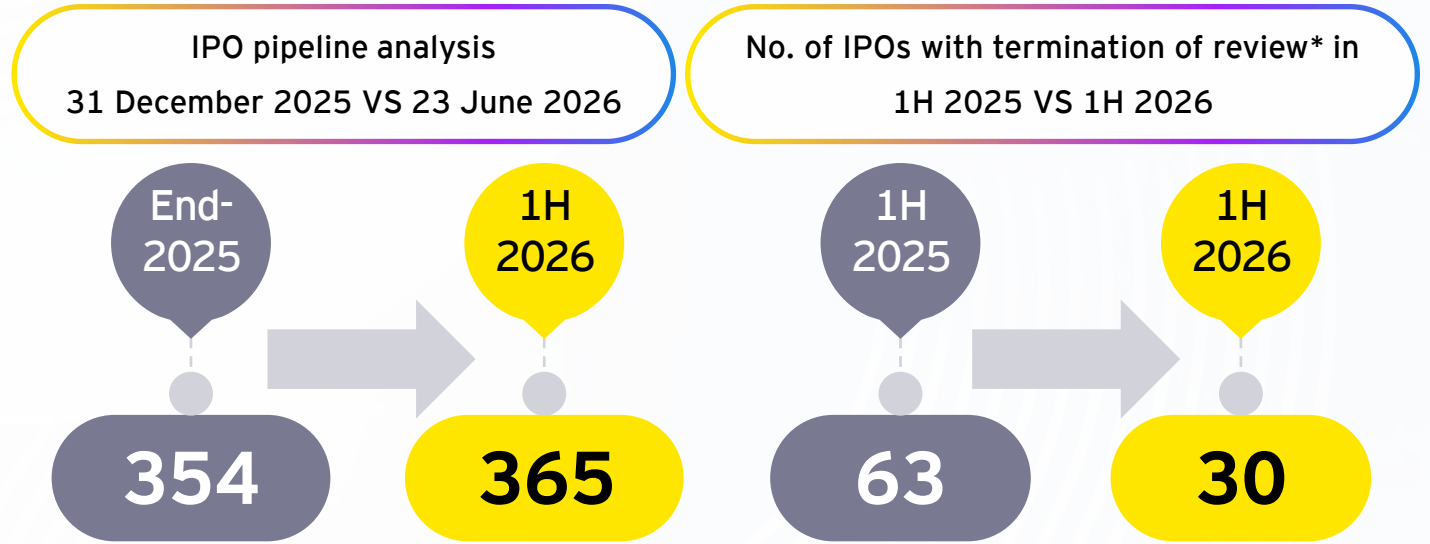
*A commercial REIT project spans two provinces; for statistical purposes, each province is counted as 0.5.

A-share: The number of A-share IPO companies under vetting has increased

In 1H 2026, the number of A-share IPO applicants under vetting increased compared to the end of last year. The IPO review process entered a strict regulatory cycle, shifting to a stage of clearing the existing backlog with a "quality first" approach.

The wave of IPO terminations is nearing the end. As of 23 June 2026, 30 companies terminated their IPOs in 1H 2026, over 90% of which were voluntary withdrawals. While 63 companies terminated their IPOs in 1H 2025.

As of 23 June 2026, 107 companies have submitted their initial IPO applications in 1H 2026, with the number reaching a peak in June. The IPO applicants are primarily concentrated in industrials and technology sectors.

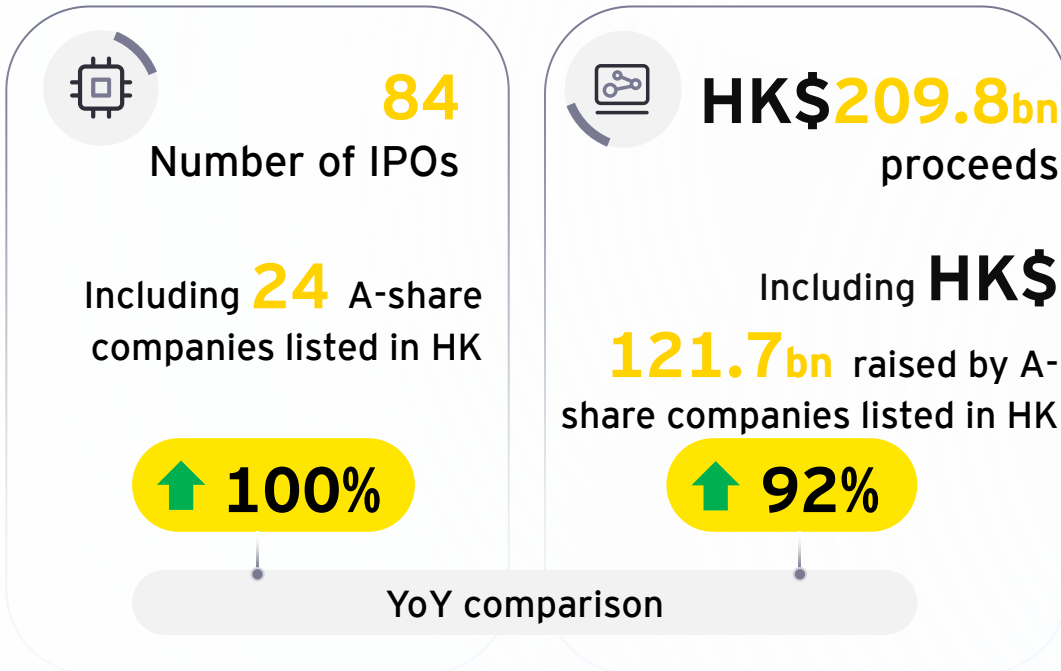


Source: Wind, EY statistics; based on data available as of 23 June 2026 (including REITs)
*Companies that were listed and those filing again after review suspension or termination are excluded.

Hong Kong: The Hong Kong IPO market continues to thrive, with fundraising scale in 1H 2026 reaching a five-year high

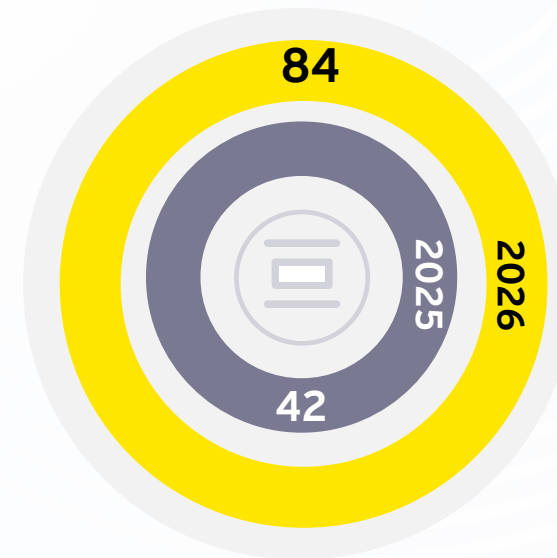
In 1H 2026, the Hong Kong IPO fundraising hit a new five-year high. The fundraising scale in 1H 2026 exceeds the total amount for the same period over the past four years (2022-2025), indicating a significant market recovery. The fundraising performance of the Hong Kong market this year has been benefited from both large IPO projects and the corresponding fundraising scale, and high-quality small and medium-sized IPO projects raised the average fundraising amount. Chinese mainland A-share listed companies continue to be an important driving force behind the growth in fundraising.

Hong Kong IPOs in 1H 2026*

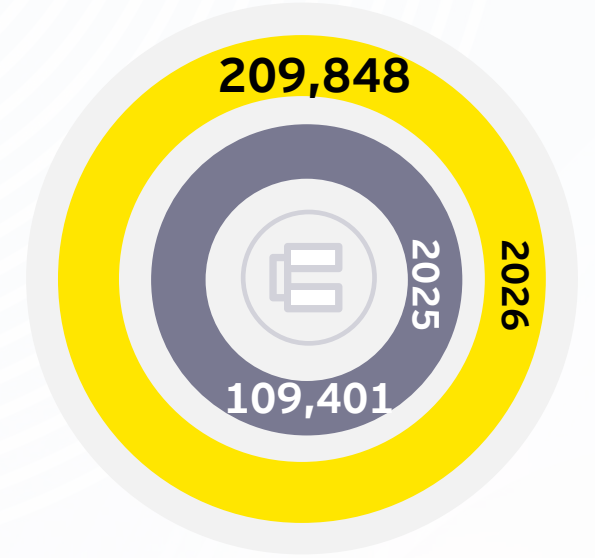


1H 2025 vs 1H 2026*

Number of IPOs



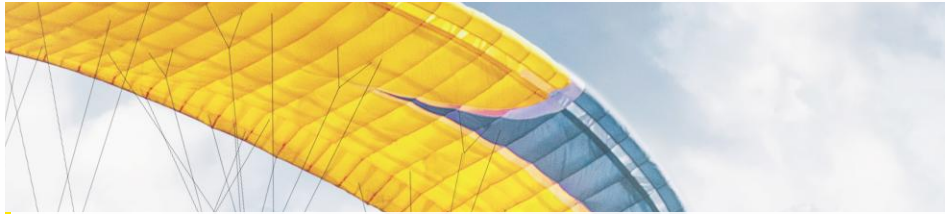
IPO proceeds (HK\$ m)



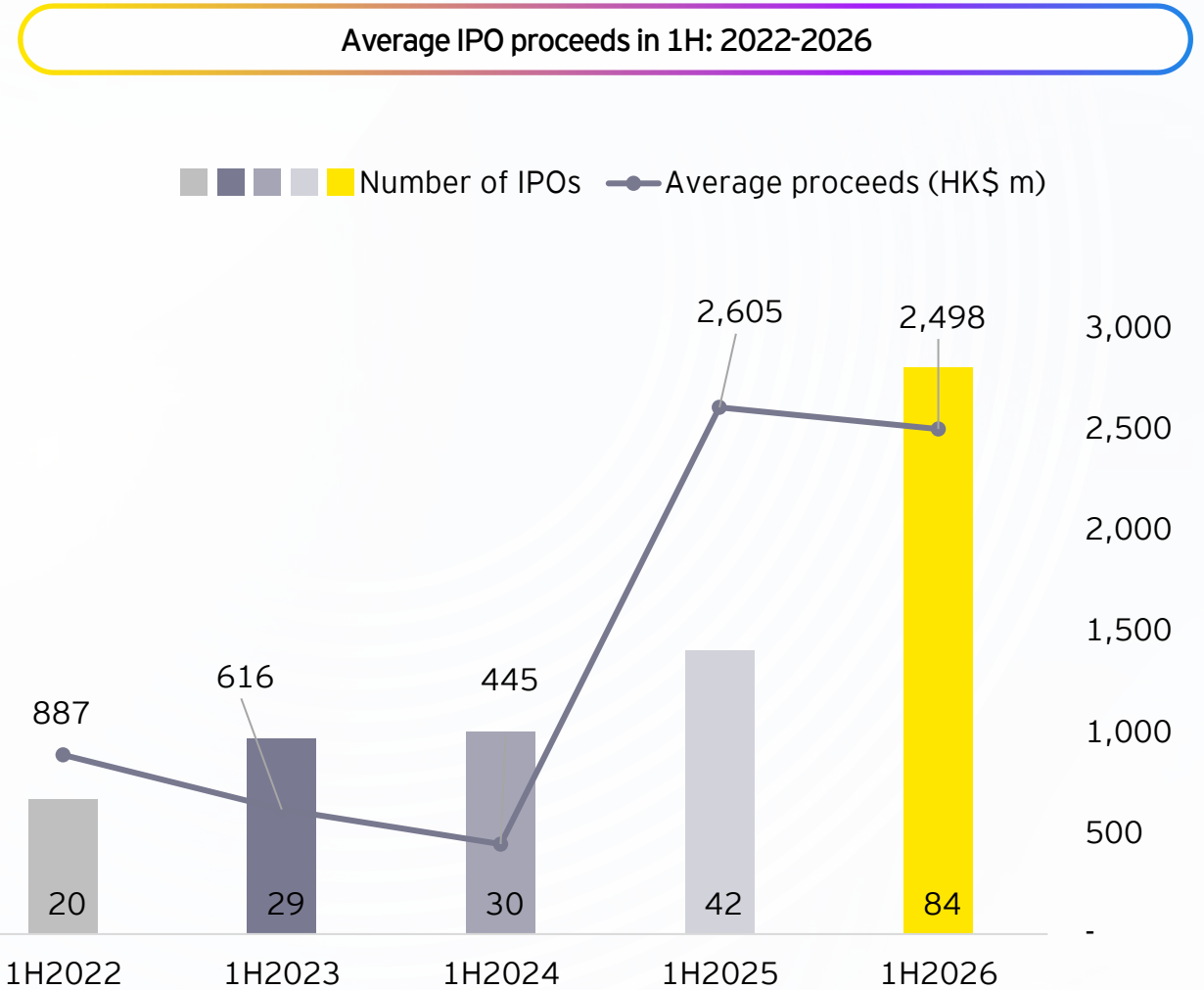
Source: Wind, EY statistics, data includes publicly disclosed information as at 23 June 2026 and EY estimates

*Listings of SPAC, transferring and introduction excluded

Hong Kong: IPO count surged while average IPO fundraising declined slightly



- In 1H 2026, the number of IPOs on the HKEX surged compared to the 1H 2025, reaching a five-year high. The number of IPOs increased by 100%, while the average fundraising amount decreased slightly by 4%.
- In terms of market structure, the smallest fundraising scale among the top 10 IPOs in 1H 2026 exceeded HK\$5bn, standing in stark contrast to the 1H 2025 top-ten minimum of below HK\$2bn. The quality of the Hong Kong IPO market has improved, reflecting a trend toward high-quality development.



Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026 and EY estimates
Listings of SPAC, transferring and introduction excluded

Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026 and EY estimates
Listings of SPAC, transferring and introduction excluded

Hong Kong: The threshold for the top 10 IPO fundraising amounts has risen significantly, with the industrial, technology, and consumer sectors accounting for the majority

- In 1H 2026, the top 10 IPOs raised a combined **HK\$92.2bn**, accounting for **44%** of total 1H proceeds.
- The top 10 IPOs were mainly concentrated in industrials, technology and consumer sectors. Specifically, the industrial and technology sectors were dominated by hot segments such as large AI models and semiconductor chips, while the consumer sector featured two leading A-share companies in niche sectors pursuing secondary listings in Hong Kong.
- 8 of the top 10 IPOs were A+H secondary listings, and only 2 companies solely listed on HKEX, showing that the A+H route is now the dominant model for large-cap leaders seeking cross-border financing.

1H 2026

Ranking	Company	Proceeds (HK\$100m)	Listing type	Sector*
1	Victory Giant Technology	231	A+H	Industrials - Electronic Components
2	Muyuan Foods	121	A+H	Consumer Staples - Livestock & Meat
3	Eastroc Beverage	111	A+H	Consumer Staples - Non-alcoholic Beverages
4	Lingyi iTech**	83	A+H	Industrials - Electronic Components
5	Montage Technology	81	A+H	Information Technology - Semiconductors
6	Dajin Heavy Industry	66	A+H	Industrials - Environmental Engineering
7	Biren Technology	64	HKEX-only	Information Technology - Digital Solutions
8	Han's CNC	56	A+H	Industrials - Industrial Parts & Equipment
9	MINIMAX-W	55	HKEX-only	Information Technology - Digital Solutions
10	Giga Device Semiconductor	54	A+H	Information Technology - Semiconductors
1H 2026 Top 10 Total				922

1H 2025

Ranking	Company	Proceeds (HK\$100m)	Listing type	Sector*
1	CATL	410	A+H	Industrials - Energy Storage
2	Hengrui Medicine	114	A+H	Healthcare - Pharmaceuticals
3	Sanhua Intelligent Controls	107	A+H	Industrials - Industrial Parts & Equipment
4	Haitian Flavouring & Food	106	A+H	Consumer Staples - Food Additives
5	Mixue Group	40	HKEX-only	Consumer Staples - Non-Alcoholic Beverages
6	Chifeng Gold	32	A+H	Materials - Gold & Precious Metals
7	Nanshan Aluminium International	24	A-to-H spin-off	Materials - Aluminium
8	Guming	20	HKEX-only	Consumer Staples - Non-Alcoholic Beverages
9	Bloks	19	HKEX-only	Consumer Discretionary - Toys & Leisure Products
10	Duality Biotherapeutics-B	19	HKEX-only	Healthcare - Biotechnology
1H 2025 Top 10 Total				891

Source: Wind, EY statistics, data includes publicly disclosed information as of 23 June 2026 and EY estimates

Listings of SPAC, transferring and introduction excluded

*Industry classification refers to Hang Seng Class 1 and Class 3 industries

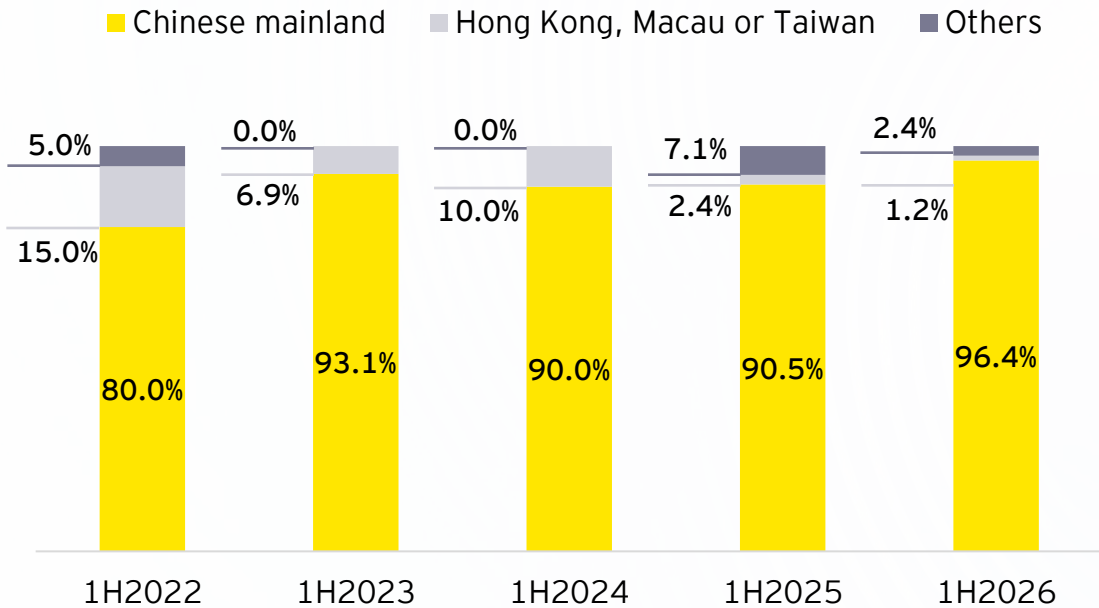
**Lingyi iTech is expected to list by 26 June 2026

Hong Kong: Chinese mainland enterprises drive the growth in IPO fundraising, 2 overseas companies listed in Hong Kong

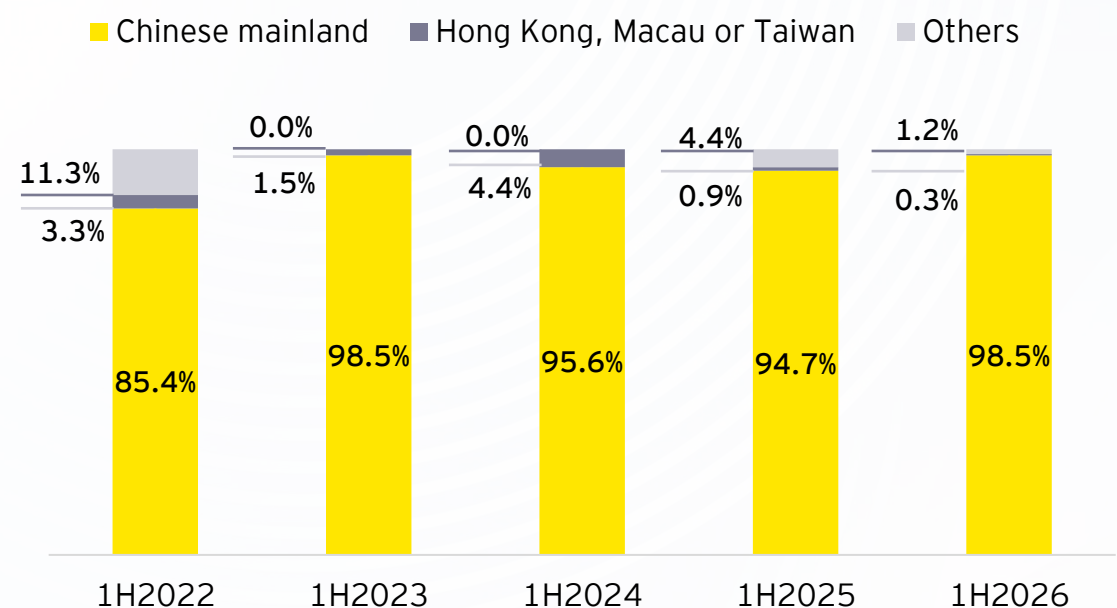
- In 1H 2026, Chinese mainland enterprises accounted for **96.4%** of the total number of IPOs and **98.5%** of the total funds raised, completely dominating the Hong Kong IPO market.
- The number of enterprises and fundraising amounts in Hong Kong, Macau, Taiwan and other regions have both decreased.

Hong Kong IPOs by Geographic Origin in 1H: 2022-2026

By number of IPOs (%)



By IPO proceeds (%)



Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026 and EY estimates. Listings of SPAC, transferring and introduction excluded.

Hong Kong: Adopting dual-track approach aiming at lowering entry threshold and enhancing quality

Enterprise

Diversifying financing channels to enhance global influence.

The surge in A+H and A-to-H spin-off listings continues

- As of 1H 2026, 210+ A-share listed companies or their subsidiaries have announced Hong Kong listing plans.
- In 1H 2026, 121 A-share listed enterprises have filed for Hong Kong IPOs, of which 9 have already listed on HKEX.

Policy

Hong Kong continues to reform its listing regime, optimizing listing thresholds and review mechanisms to enhance market inclusiveness and attractiveness, while also strengthening enforcement and disclosure to lift listed company quality.

Technology enterprises channel (TECH) delivers remarkable results

- The "TECH" further facilitates the listing of specialist technology companies and biotech companies, shortens the preparation period, reduces compliance costs and enhances financing efficiency.
- In 1H 2026, 25 companies listed via 18A and 18C in Hong Kong. The "Tech Enterprise Channel" has achieved notable results.

Environment

The commencement of the "15th Five-Year Plan", improvement in global liquidity and together with Return of international capital, these three favorable factors provide supportive tailwinds.

HKEX publishes consultation paper on proposals to enhance listing competitiveness

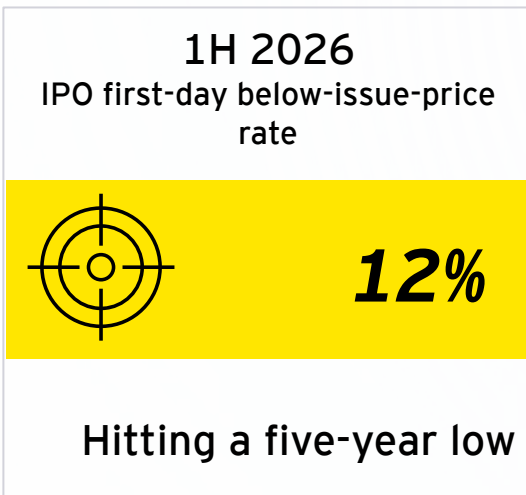
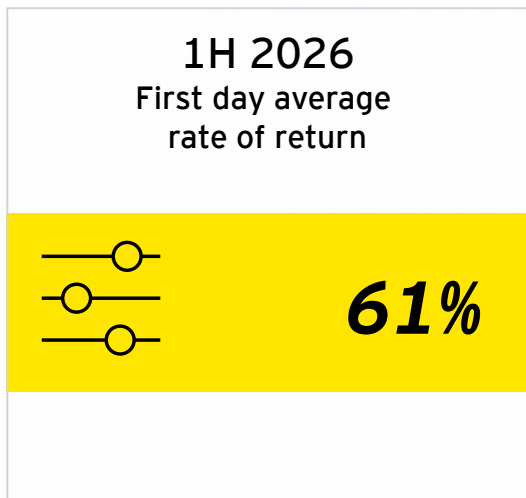
- On 13 March 2026, HKEX published a consultation paper seeking market views on proposals to enhance the listing mechanism. The key contents include:
 - Optimizing the listing rules for companies with weighted voting rights (WVR), lowering the financial eligibility thresholds for companies listing with a WVR structure.
 - Expanding the scope of confidential submission of listing applications to all new applicants.
 - Strengthen the return mechanism: if a listing application is returned on the grounds that it is "not substantially complete," the identities and roles of all professional parties responsible for preparing the application materials will be publicly disclosed.
- This paper further enhances the attractiveness of the Hong Kong stock market for listings. The consultation period lasted eight weeks and concluded on 8 May 2026.

Leading enterprises drive scale expansion while SME's quality improving

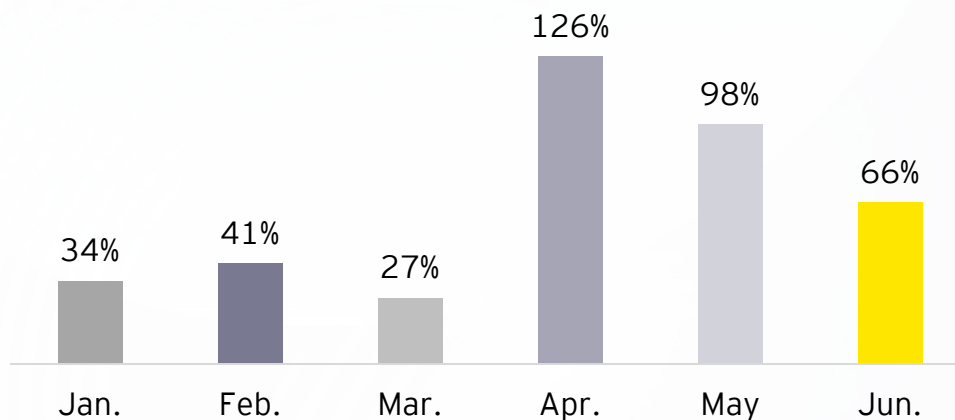
- 1H 2026 Top 10 IPOs collectively contributed over 44% of total proceeds.
- SME quality improvement drove average fundraising increasing.

Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026
Listings of SPAC, transferring and introduction excluded

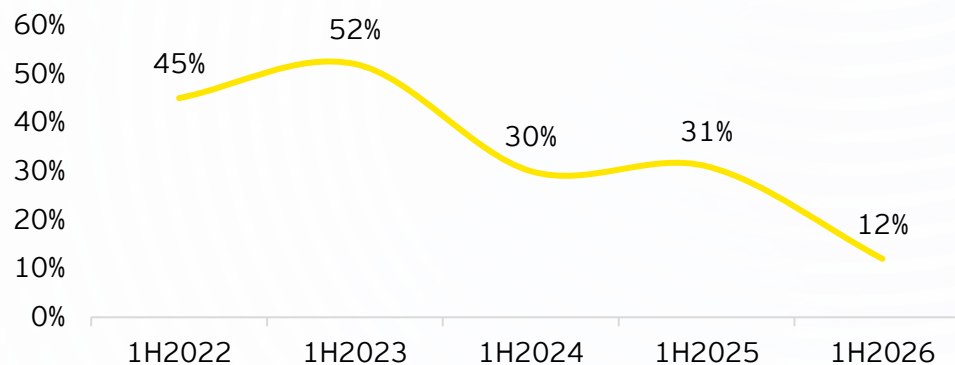
Hong Kong: New rules and the 'hard-tech' surge drive record IPO returns, while the first-day below-issue-price rate hits a five-year low.



1H 2026 average return on first trading day by month (%)



IPO first-day below-issue-price rate in 1H: 2022-2026 (%)



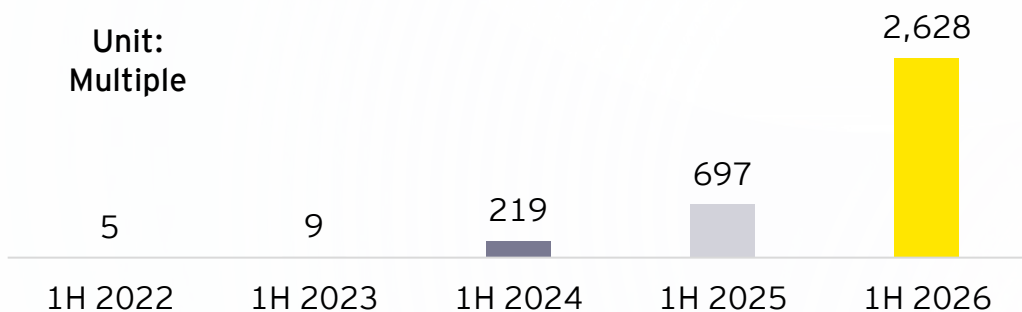
- A key turning point in reducing IPOs debuting below their issue price was the implementation of HKEX's new IPO pricing and distribution rules on 4 August 2025. The rules entered full effect in 2026. The market participants further adapt to the new rules. The pricing strategies became more sophisticated. And the institutional investors bid more rationally.
- Combined with the fact that "hard-tech" companies became the main force going public in 1H 2026, these companies naturally have stronger market appeal and valuation tolerance, further increase the average first-day return on the Hong Kong market and reduce the first-day below-issue-price rate.

Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026
Listings of SPAC, transferring and introduction excluded.

Hong Kong: Subscription multiples exceeding 1,000x become commonplace, with new share subscription ratios hitting record highs

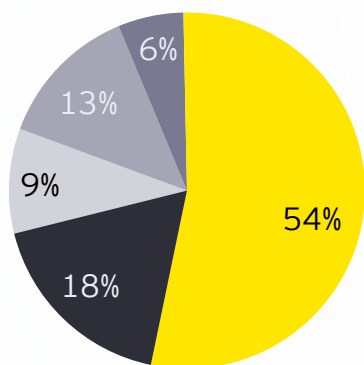
- In 1H 2026, the average over-subscription multiple hit 2,628 times, which is 3.8 times of the same period last year, setting a new five-year high record for Hong Kong IPO over-subscription multiples.
- 45 companies achieved subscription multiples of 1000 times or higher, with 1 Main Board listed company reaching a subscription multiple of 14,855 times, setting a historical record and becoming the "over-subscription king" in Hong Kong stock market history.

Analysis of Hong Kong IPO over-subscription multiples in 1H: 2022-2026

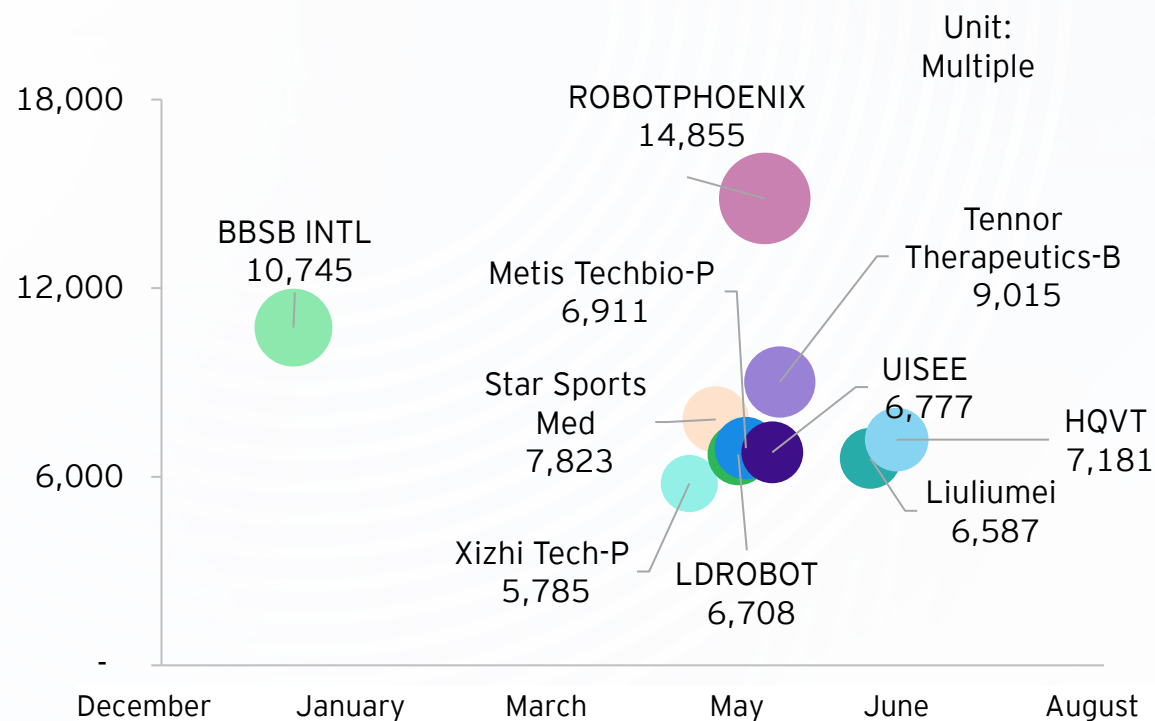


Percentage of Hong Kong IPO over-subscription multiples in 1H 2026

- <100 times
- 100-500 times
- 500-1,000 times
- >1,000 times
- Unpriced/Upcoming IPOs



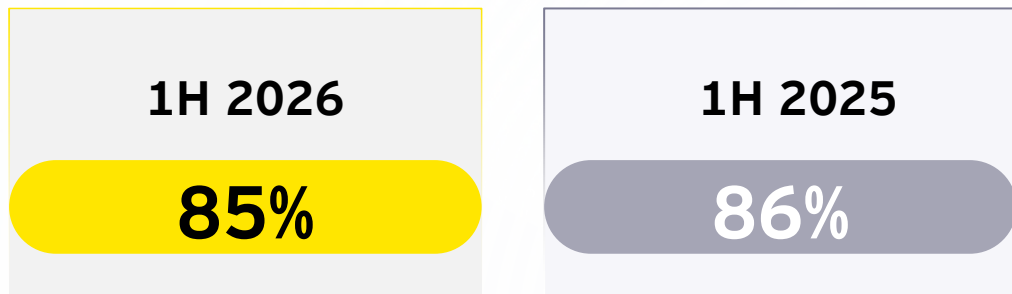
Top 10 Hong Kong IPOs over-subscribed in 1H 2026



Source: Wind, EY Analysis; data includes publicly disclosed information as of 23 June 2026 and EY estimates
Excludes SPAC, transfer and introduction listings

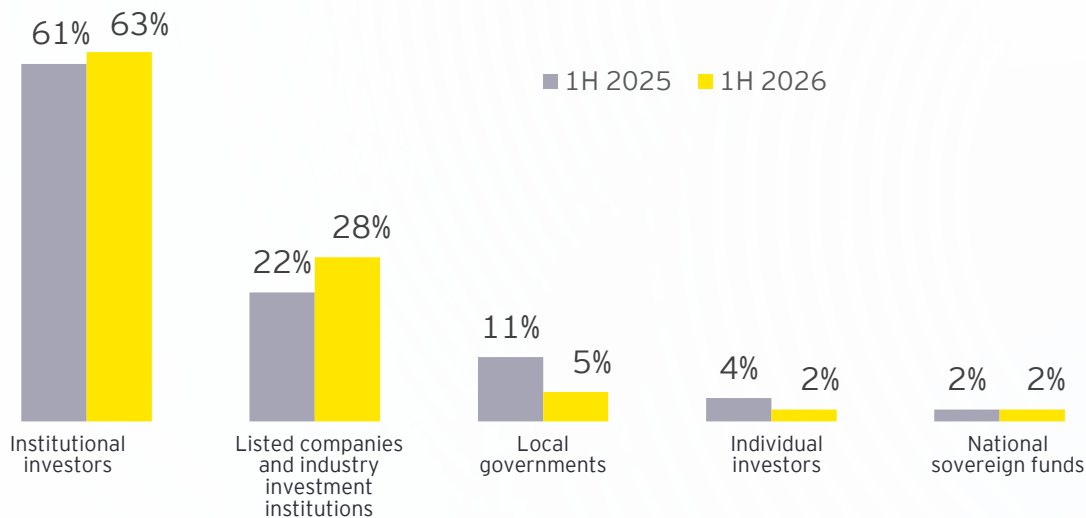
Hong Kong: Active participation by Middle Eastern sovereign wealth funds and global asset managers drives diversification of Hong Kong IPO cornerstone investors

Percentage of cornerstone investors introduced in HK IPOs



Entities participating in Hong Kong IPO cornerstone investments show a diversification trend, including primarily institutional investors, listed companies and industrial investment institutions, local governments, global sovereign wealth funds and individual investors. In 1H 2026, cornerstone investors included sovereign wealth funds from regions such as the Middle East and Singapore. This was largely driven by political stability in China, alongside the continuous improvement in Hong Kong's regulatory outlook and long-term investment environment, attracting international investor participation.

Comparison of cornerstone investors in 1H 2025 and 1H 2026



“1H IPOs were supported by strong participation from international investors, including sovereign wealth funds and leading asset managers, particularly from the Middle East. Against the increasing global geopolitical uncertainty, these funds have shown a stronger preference for markets with relatively stable political environments and high certainty. Consequently, China and surrounding Southeast Asian markets, renowned for their stability, have attracted a reallocation of capital. These investors play an active role in the local IPO market, including serving as cornerstone investors on several offerings. Their engagement reflects growing confidence in China's hardware assets, as well as a more favorable outlook on regulatory developments and a stronger long-term investment outlook.”

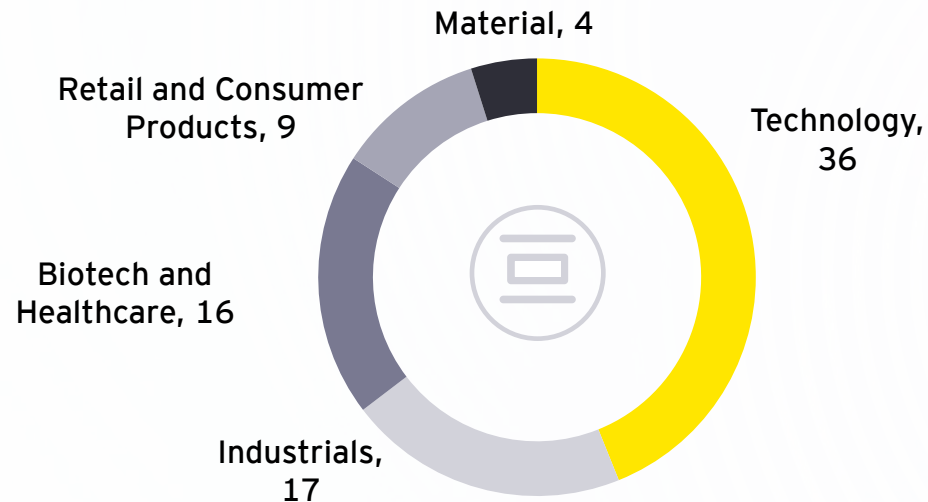
– Terence Ho, EY Greater China IPO Leader

Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026
Listings of SPAC, transferring and introduction excluded.

Hong Kong: "Hard-Tech" emerges as the new growth engine for Hong Kong IPO Market

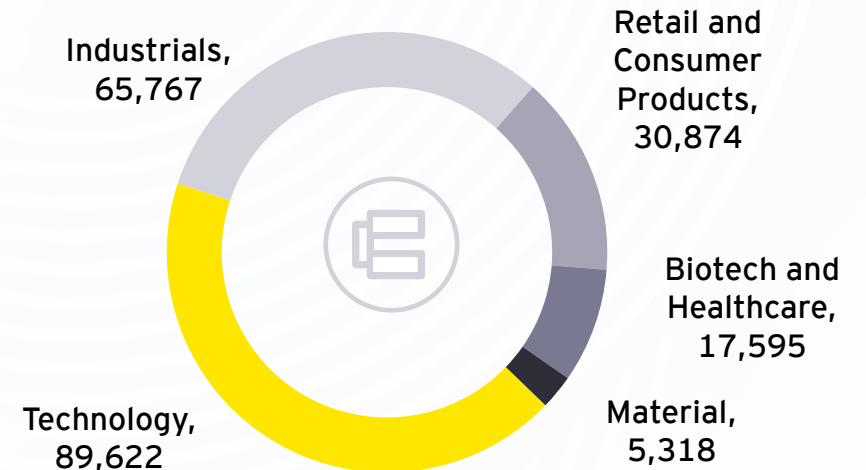
- In 1H 2026, "hard-tech" companies in AI large models and chips were successively listing in Hong Kong, with the technology sector taking absolute leadership in IPO deal count.
- A+H dual-listed industry leaders drove fundraising in the industrial sector (including advanced manufacturing), ranking first by proceeds.
- The launch of "TECH" has provided accelerated listing channels for specialist technology companies in areas such as artificial intelligence, semiconductors and software services.
- In biotechnology and health, 11 companies listed under Chapter 18A, and the sector continues to maintain a high level of prosperity.

1H 2026 Top 5 sectors by number of deals



1H 2026 Top 5 sectors by IPOs fundraising in Hong Kong

Unit: HK\$ m

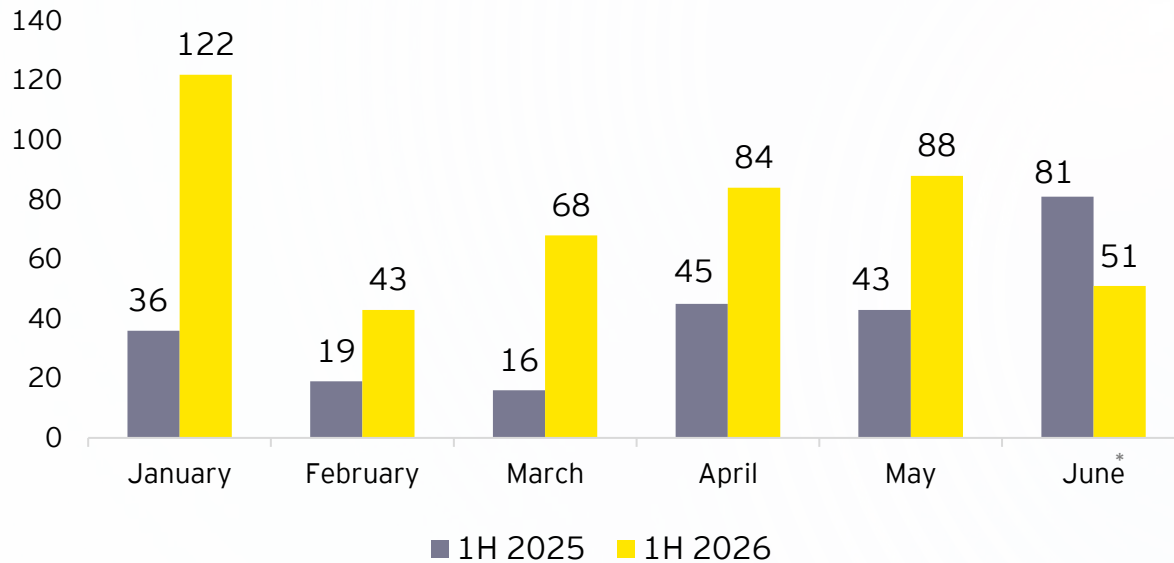


Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026 and EY estimates. Listings of SPAC, transferring and introduction excluded.

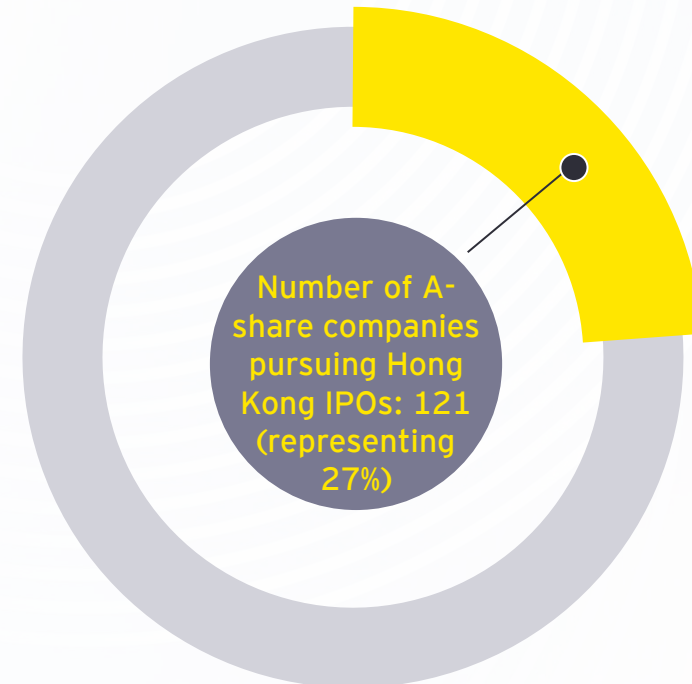
Hong Kong: A surge in active IPO applications in Hong Kong coincides with sustained momentum for A-share firms seeking cross-border listings

- In 1H 2026, there were 456 IPO applicants in Hong Kong, of which 401 were under review, 23 have passed hearings and are close to listing and 32 have listed.
- In 1H 2026, the number of active filing companies increased significantly compared with the same period. The filings in January reached a peak, with 122 applications submitted in a single month.
- Among the enterprises that submitted IPO applications in 1H 2026, 121 are A-share companies planning to list in Hong Kong, indicating sustained strong enthusiasm for A-share companies pursuing Hong Kong listings.

No. of Hong Kong IPOs filed in 1H 2025 and 1H 2026



Proportion of the number of A-share companies among 1H 2026 Hong Kong stocks filed companies

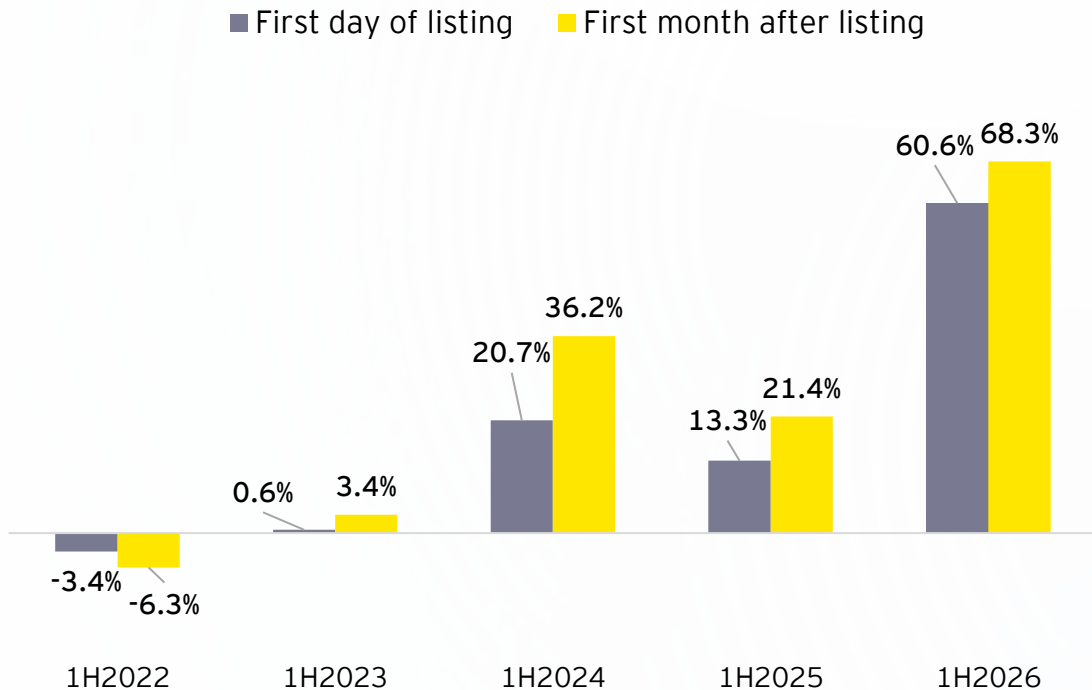


Source: Wind, EY statistics, data includes publicly disclosed information as of 23 June 2026
Listings of SPAC, transferring, introduction and confidential submission excluded.

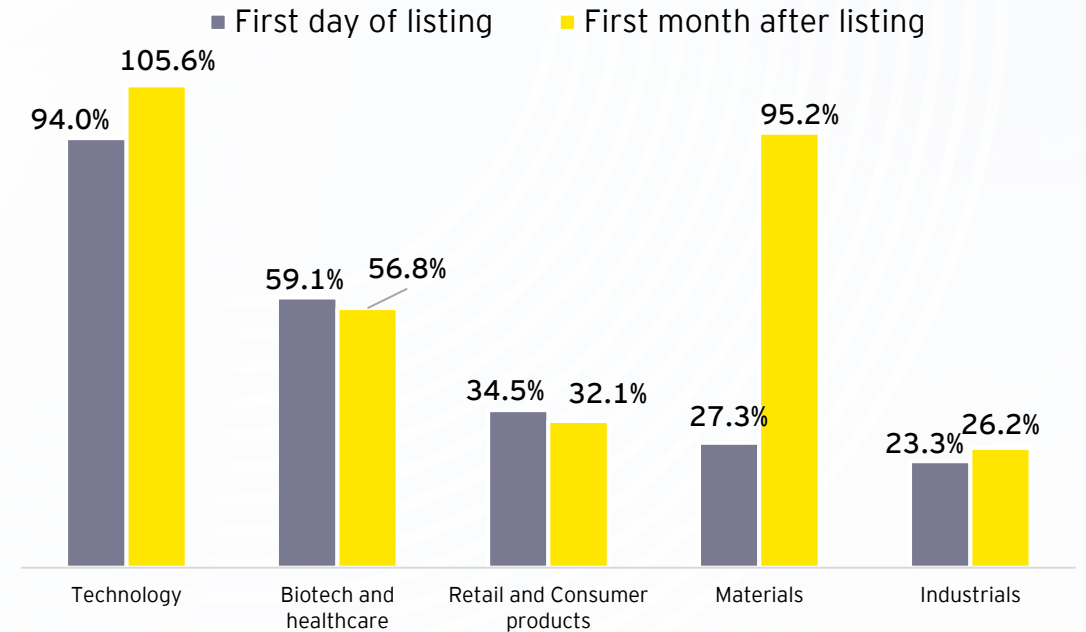
Hong Kong: 2026 post-IPO market performance remains robust, with the technology sector leading the way

- As of 23 June 2026, the average first-day gains and one-month post-listing gains of Hong Kong IPOs both reached five-year peaks.
- Technology was particularly impressive and became the main driver of this rally.

Hong Kong IPO Post-Listing Performance in 1H: 2022-2026



Top five sectors by stock price performance of Hong Kong listed new shares in 1H 2026 over different periods

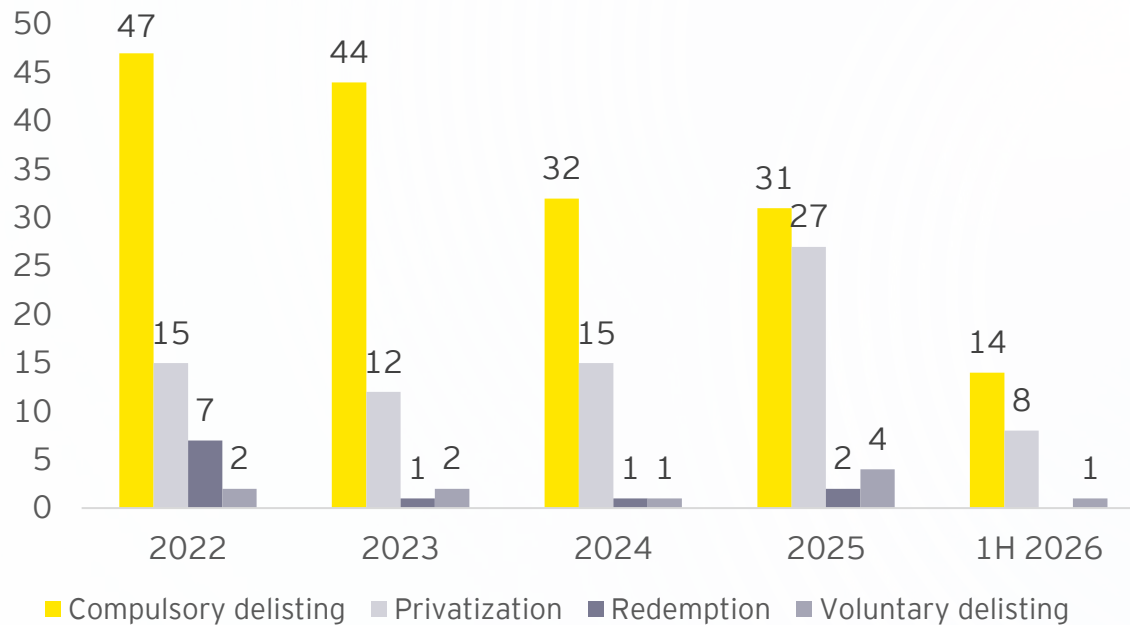


Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026
Listings of SPAC, transferring and introduction excluded.

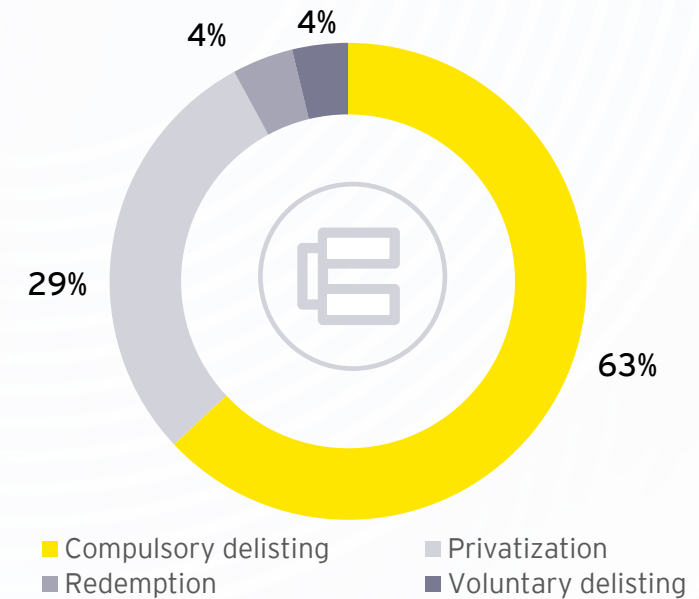
Hong Kong: Compulsory delisting decline while privatizations surge, marking the onset of an era of active corporate choice

- In 2022, 2023 and 2025, the number of companies delisted exceeded 60 in each year, whereas 49 companies were delisted in 2024. As of 23 June 2026, 23 companies have been delisted. Among delisted companies over the past five years (2022-H1 2026), companies that lost their listing status accounted for 63%, while those delisted due to privatization accounted for 29%.
- The number of companies delisted due to the cancellation of their listing status has shown a downward trend, indicating that companies with historical issues are gradually being cleared out. The quality of existing listed companies continues to improve.
- The number of companies delisted via privatization fluctuated modestly between 2022 and 2024, but increased significantly in 2025. This was primarily driven by the shareholders opted for privatization to pursue strategic restructuring and seek value revaluation.

Number of delisted companies and reasons (2022-1H 2026)



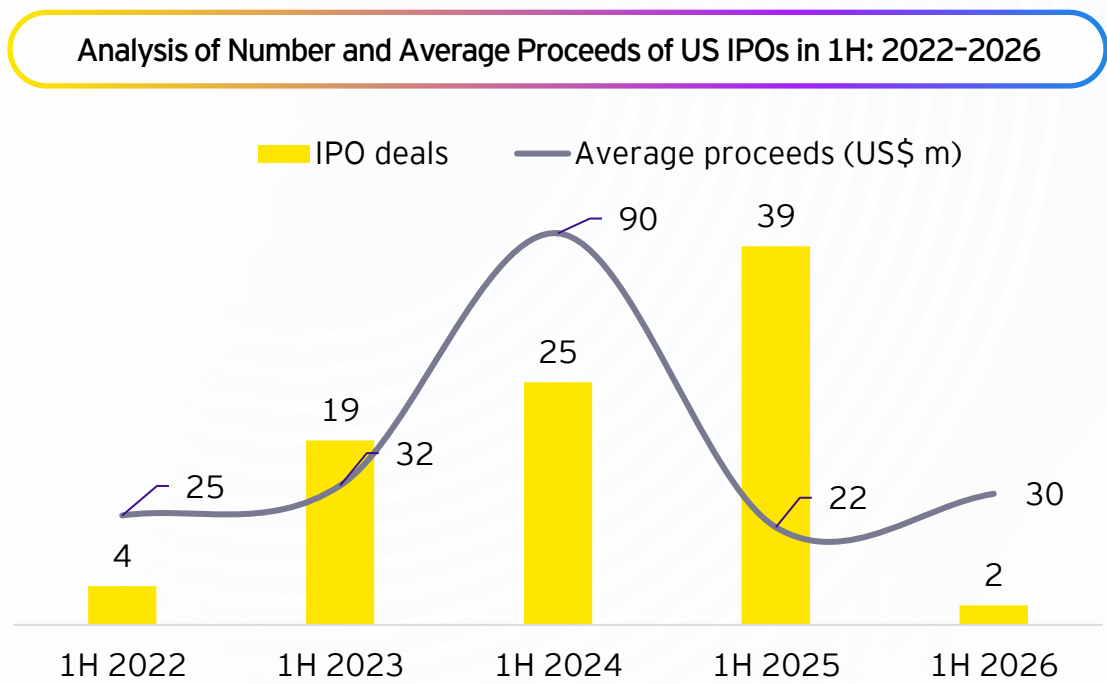
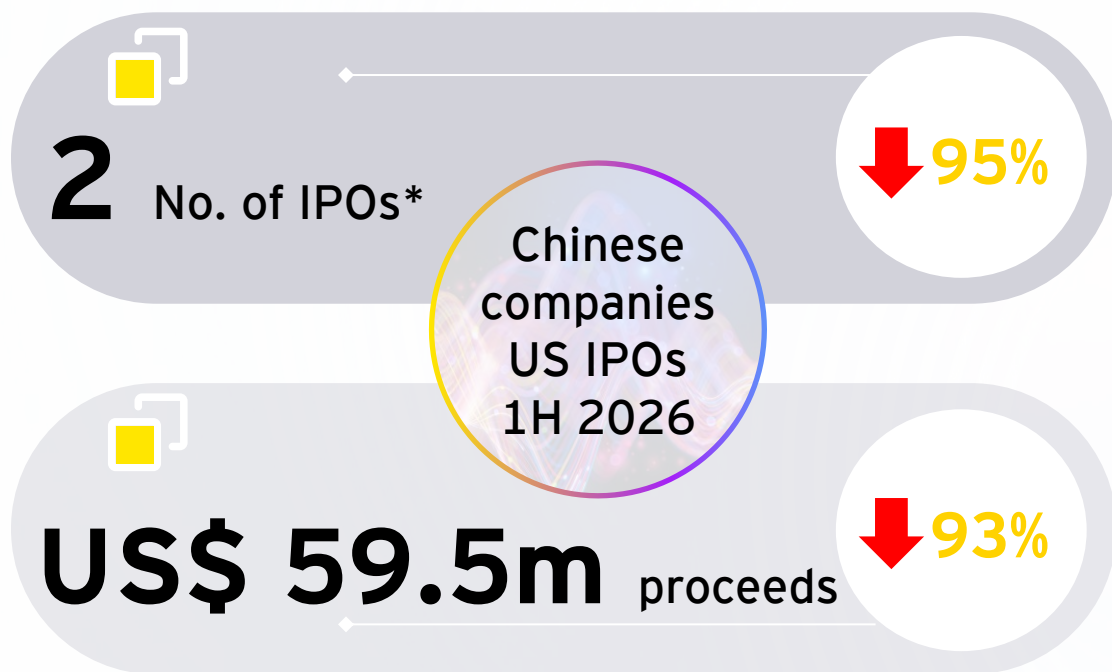
Proportion of delisting by reason (2022-1H 2026)



Source: Wind, EY statistics

US: Significant decline in US IPO activity among Chinese companies

- As of 23 June 2026, only 2 Chinese company completed IPO in the U.S. stock market in 1H 2026, raising US\$59.5m. The number of IPOs and the total funds raised for Chinese companies decreased by 95% and 93%, respectively, compared with last year. In 1H 2026, both the number of IPOs and the total funds raised for Chinese companies declined year-on-year to the lowest level in nearly five years.
- The SEC granted accelerated approval of the Nasdaq's stricter listing rules for Chinese companies on 14 May 2026. Consequently, potential Chinese companies have begun seeking alternative listing options, including SPAC and OTC.



Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026 and EY estimates

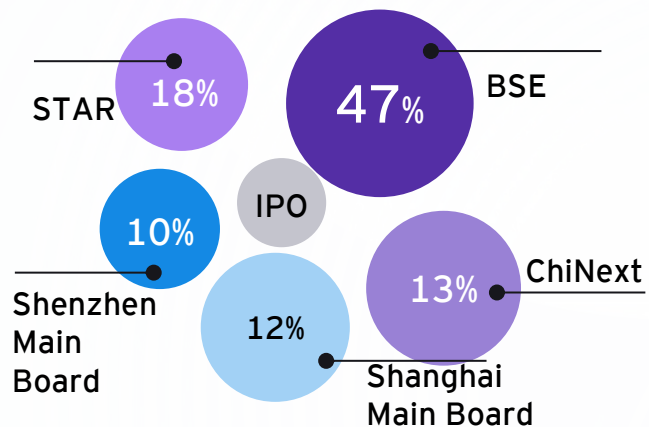
*Excludes SPAC and introduction listings

**Includes Chinese mainland, Hong Kong, Macau and Taiwan

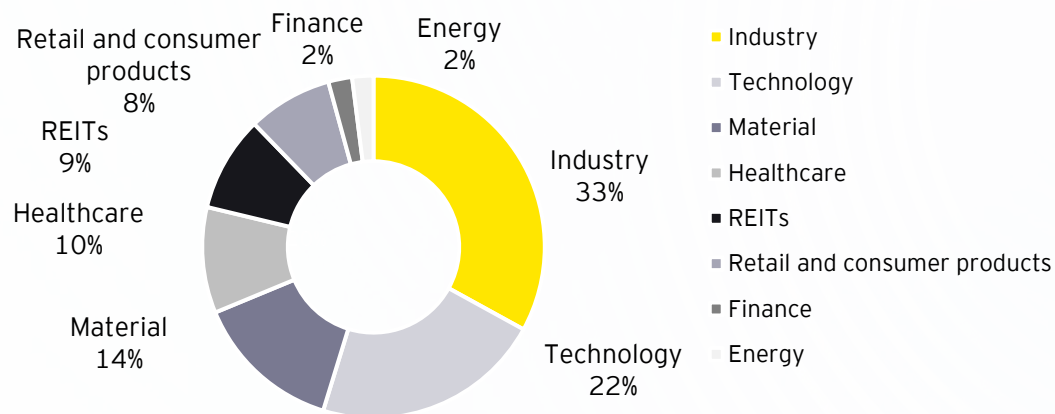
IPO outlook in the Chinese mainland and Hong Kong in 2026

A-share: Quality and stable growth under stricter regulation, innovation enterprises outpace on key sectors

Distribution of A-share IPO pipelines by board



Distribution of A-share IPO pipelines by industry



- In 1H 2026, IPO issuance has fully entered into a normalized track prioritizing "quality first." This is not a simple return to the high-speed expansion of the past, but represents a "measured new normal" based on balancing market carrying capacity and liquidity conditions. The moderate recovery of the macro environment and the solidification of the quality of prospective listing companies together constitute the core factors regulating the issuance pace, ensuring a healthy match between new share supply and returns for the investment side.
- BSE has been established as the primary platform for serving "innovative small and medium-sized enterprises". In 1H, nearly 50% of enterprises chose this segment to apply for listing, demonstrating the strategic effectiveness in cultivating new quality productive forces. Meanwhile, the multi-level capital market has continued to deepen synergistically. In particular, the comprehensive policy package for the reform of the ChiNext Board has officially taken effect, significantly enhancing market inclusivity and vitality. The regulatory authorities have persistently advanced the construction of a system for protecting small and medium-sized investors. By cracking down severely on financial fraud and rigidly enforcing the delisting mechanism, fostering a virtuous cycle of "survival of the fittest".
- From an industry perspective, filing companies are highly concentrated in strategic emerging industries, exhibiting a pronounced "new quality productive forces" profile. Frontier areas such as AI, humanoid robots, advanced semiconductors, new energy storage and innovative biomedicine have become the main filing forces, indicating that the capital market is efficiently allocating resources to sectors with the strongest technological moats and growth potential, effectively boosting self-reliance and strength in science and technology and industrial structure upgrading.

Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026 (including REITs)

Hong Kong: Continuous optimization of the listing regime further solidifies market appeal



Favorable factors

- The HKEX has significantly enhanced the market's appeal to "hard-tech" and new-economy enterprises by substantially lowering listing thresholds, implementing the "A+H" fast-track mechanism and establishing a "TECH", providing high-quality enterprises with greater convenience and more flexible options for listing in Hong Kong.
- The strategic inflows from global sovereign wealth funds combined with international long-term capital have provided ample liquidity support. International capital's allocation appetite is recovering on a systematic basis.
- The intensive listings of "hard-tech" enterprises, represented by the AI industry chain, coupled with the wave of A-share market leaders listing in Hong Kong, have greatly optimized the market's asset structure and supply quality, driving Hong Kong stocks to shift from traditional finance and real estate dominance toward new-economy and technological innovation drivers.
- Cornerstone investor participation has reached a historic high, the first-day money-making effect of new listings is pronounced, and the accelerated return of international investment banks to the Hong Kong market has collectively restored market confidence and fostered a virtuous cycle, with continuous improvements in pricing and issuance efficiency in the primary market.
- The policy dividends from the launch of the "15th Five-Year Plan" have created a favorable domestic policy environment for the Hong Kong IPO market. Under the resonance of these positive factors, both market risk appetite and valuation anchors have gained solid support.
- Currently, over 420* companies are in active filing status, including mega-cap enterprises, providing a solid project pipeline.

- Uncertainty in global policy landscape, escalating Middle East geopolitical tensions, and energy price volatility have intensified imported inflationary pressures, directly eroding corporate profits.
- With the U.S. midterm elections approaching in the second half of the year, the election results will directly influence the trajectory of tariff policies, thereby introducing uncertainty into global financial markets.
- Record-breaking U.S. mega-IPO activities may create short-term crowding-out effects on global capital.
- In 2026, Hong Kong stocks are facing the largest wave of lock-up expiries on record, with the peak expected in 2H this year, putting pressure on market liquidity.
- While optimistic sentiment may push new share valuations higher, slowing growth and consumer market weakness could constrain corporate profitability and growth prospects, raising the risk of IPOs breaking issue price.

Unfavorable factors



Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026
Listings of SPAC, transferring, introduction and confidential submission excluded
*Excluding Full Circulation

Hong Kong: IPO activity remains robust

- In 1H 2026, Hong Kong IPO market has delivered an impressive performance. 2H is expected to maintain this active trend, characterized by “concentration in high-prosperity sectors and prominent ‘hard-tech’ attributes”. In terms of listing entities, the A+H model is expected to remain popular, with artificial intelligence (AI) industry chain companies and leading enterprises in biopharma, new energy, and new consumption sequentially planning Hong Kong listings.
- On the policy, HKEX continues to advance listing regime optimization. In March 2026, it published a consultation paper proposing to lower market cap thresholds for WVR companies, relax secondary listing requirements, and expanding the scope of confidential submission of listing applications, aiming to attract more new-economy enterprises, such as those in artificial intelligence and biotechnology.
- Overall, the 2026 Hong Kong IPO market is in a phase of continuing and accelerating strong recovery. The performance in the first five months - with over 80 companies listed and approximately HK\$200bn in funds raised—combined with more than 420 companies in the pipeline, multiple large IPO candidates in reserve and the global capital’s strategic reallocation toward Chinese tech assets, collectively indicate that the 2026 Hong Kong IPO market is expected to achieve its best performance in recent years.

Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026
Listings of SPAC, transferring, introduction and confidential submission excluded
*Excluding Full Circulation

Hong Kong active filing status

Number of companies that
have submitted Form A1

over 420*

Approved but yet to list

over 50*

IPOs in 2026 will mainly come from the following sectors

Technology

Biotechnology and health

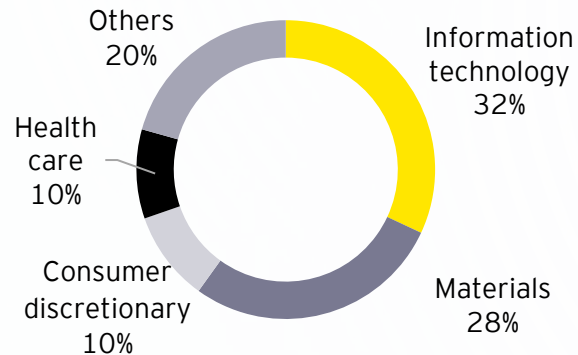
Industrials

Retail and consumer products

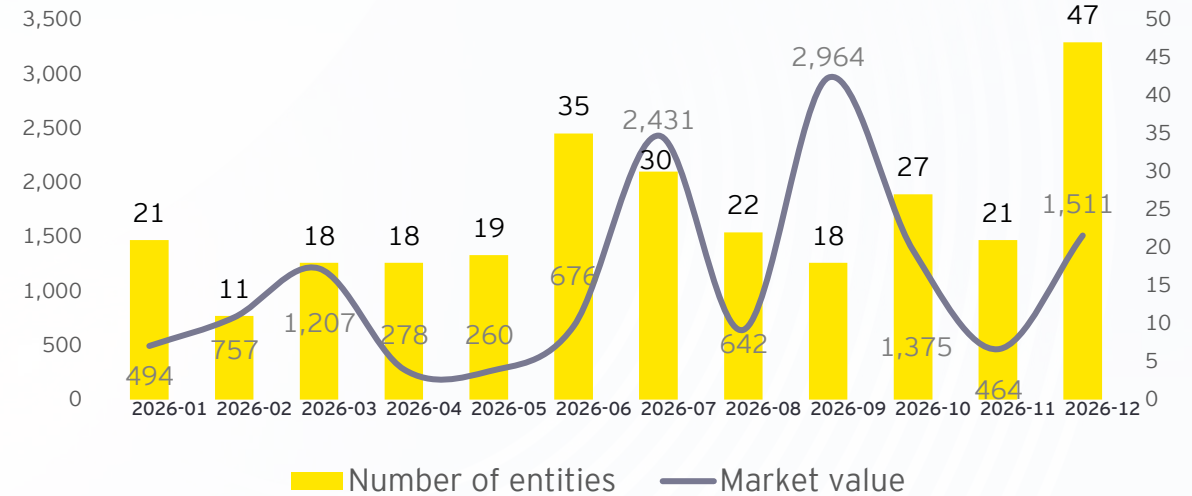
Hong Kong: Market resilience holds firm despite HK\$1 trillion in lock-up expirations in 2026; long-term strategic investor holdings stable at this stage

- In 2026, the lock-up expiration is projected to hit HK\$1 trillion, heavily weighted toward 2H – July, September and December - with these three months alone representing over half of the full-year total. The number of companies with expiring lock-ups, meanwhile, peaks in June and December. While short-term supply will rise in specific months, the market has largely absorbed these expectations, supported by a recovering IPO market and stabilizing valuations. Controlling shareholders, local governments, state-owned asset platforms and long-term strategic investors make up the majority of this wave. These investors focus on long-term value, synergies and policy dividends, lacking any near-term cash-out motive. As a result, the actual immediate selling pressure and liquidity drain on the market will be materially reduced.
- High concentration across sectors is evident, with high-quality hardware and “hard-tech” assets demonstrating greater resilience in shareholding. Lock-up shares are heavily concentrated in information technology (32%) and materials (28%). Amid the global explosion in demand for AI hardware and favorable policies for advanced manufacturing, cornerstone investors and core shareholders in these sectors maintain confidence in the future growth premium of these companies, further consolidating shareholding stability.
- Regulatory authorities have rolled out multi-pronged preemptive measures to address the current wave of lock-up expirations: tightening lock-up constraints on controlling shareholders and cornerstone investors, optimizing placement structures, and continuously refining share reduction disclosure rules to encourage shareholders to disclose their reduction plans in advance. These measures have effectively mitigated the impact of large-scale unlocking. While early disclosure of reduction plans may prematurely trigger negative sentiment and amplify near-term effects, it also provides the market with time to price in expectations.

2026 lock-up expiration analysis by sector breakdown



2026 lock-up expiration analysis by sector and volume distribution.



“While nominal over HK\$1 trillion lock-up expiries are at record levels, core stakeholders such as controlling shareholders, local governments, state-owned asset platforms and long-term strategic investors make up the vast majority. These investors focus on long-term value, synergies, and policy dividends. The actual selling pressure and market impact will be far below the figures above.”

– Terence Ho, EY Greater China IPO Leader

Source: Wind, EY statistics

*Data includes publicly disclosed information as of 23 June 2026, data after 23 June 2026 is based on public disclosures and EY estimates

* *Industry classification reference: Hang Seng Level I Industry

2026: Tightening regulatory oversight is reshaping the market landscape; only the well-prepared can weather the volatility

With the Hong Kong IPO market rebounding in a new cycle, the SFC and HKEX are enforcing strict end-to-end filing standards. Rigorous pre-filing preparation and strategic optionality in response to market dynamics have become critical to navigating volatility and securing the optimal issuance window.

Meanwhile, HKEX is advancing delisting reforms and optimizing its continuous regulatory framework to create closed-loop governance from listing approval through ongoing supervision, making clear that low-quality listings are unacceptable. ESG disclosure has also become mandatory: *ESG Reporting Guidelines* was upgraded to *ESG Reporting Code* in 2025, mandating Scope 1 and 2 GHG emissions disclosure and ISSB alignment, now formally part of IPO review. IPO candidates must build ESG governance frameworks early to meet regulatory and international investor expectations.

EY recommendations for pre-IPO companies:

Financials & internal controls: from “compliance” to “verifiable”

Standardize financial systems and conduct health checks 12-18 months in advance, with rigorous controls over revenue, costs, related-party transactions and fund flows.

Prospectus quality: all professional parties are under regulatory scrutiny, distill a “business story tailored to local conditions”

Actively align sponsors, legal advisers and auditors to ensure complete data and clear logic, eliminating “rushed” or sloppy documents. Align closely with current “hard-tech”, AI infrastructure (power, data centers, chips), and advanced manufacturing trends, and convey a business story of “real earnings visibility and a clear growth path” to demanding investors.

ESG disclosure and long-term value: launch 6-9 months in advance; transform “passive compliance” into a “valuation enhancer”

Establish an ESG committee, collect carbon emissions data and integrate ESG with business strategy - this is both an IPO requirement and a valuation enhancer.

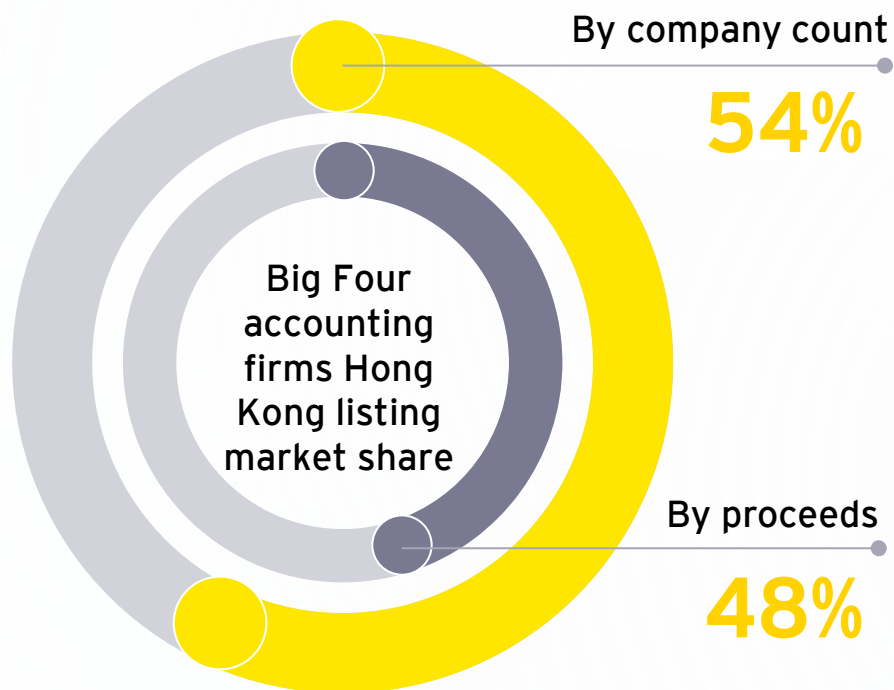
Timing and staggered offerings: assess market conditions and avoid the capital absorption effect of mega-IPOs

Closely track the issuance calendars of global and local mega-IPOs, and avoid pushing through a listing when mega-IPOs are collectively draining market liquidity. Strike swiftly within the right window, while exercising restraint and patience during severe market volatility.

EY performance in assisting companies to list in key markets

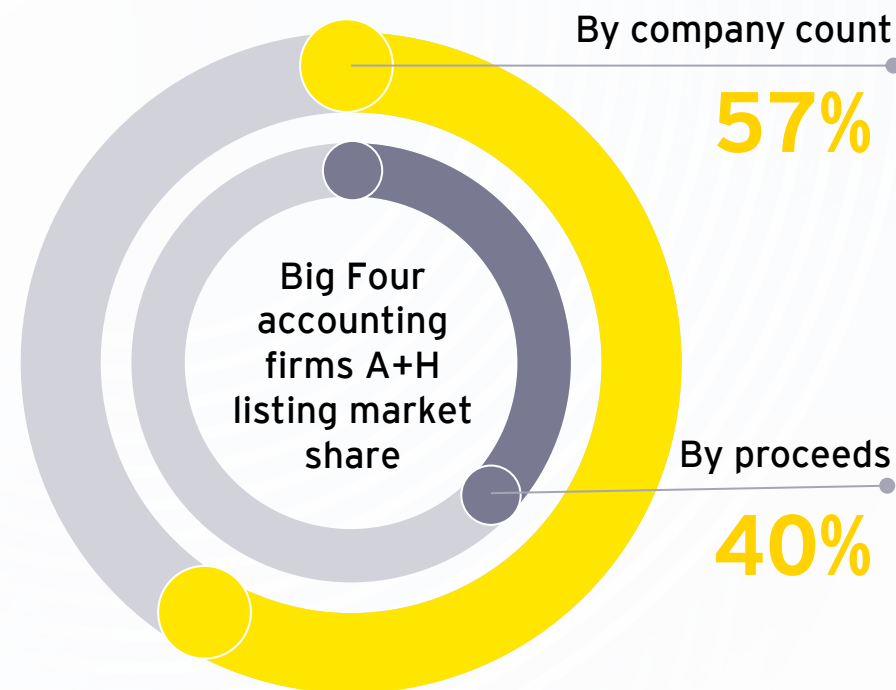
EY has demonstrated outstanding performance in assisting companies in their listings in Hong Kong and the Chinese mainland.

1H 2026#



Other Big 4 share EY share EY share

1H 2026#



Other Big 4 share EY share EY share

Source: Wind, EY statistics; data includes publicly disclosed information as of 23 June 2026

#By proceeds raised

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APAC no. 03026065
ED None

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