

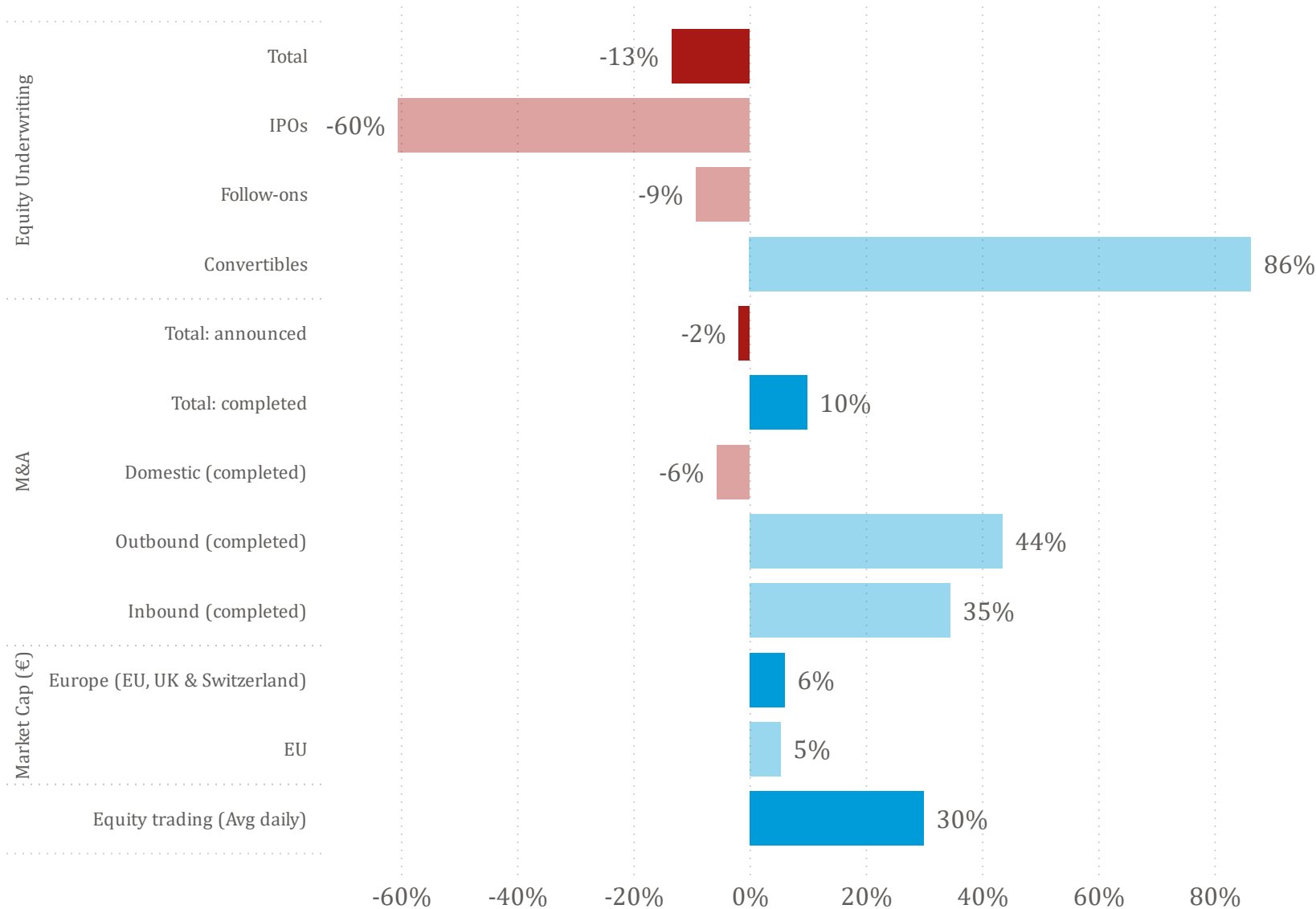
Q2 2025

Equity Primary Markets and Trading Report

European Market Data
Update



2025 H1 YoY Variation of European Equity Activity



Source: Dealogic, ECB, FESE, WFE, BigXYT, local exchanges

European capital raising decreased in H1 2025

Equity underwriting on European exchanges declined by 13% YoY in H1 2025 on the back of a moderate reduction in secondary equity offerings (-9%) and a strong decline in IPOs (-60%).

Initial Public Offerings (IPOs) saw a decrease of 60% YoY, accumulating €4.6bn in deal value in H1 2025, below the European H1 average of €16bn observed since 2015. In contrast, US IPO activity rose 47% YoY, driven by SPACs, which accounted for over 40% of new issuances.

Mergers and Acquisitions (M&A) rose when measured as completed value (10%), but declined when measured as announced value (-2%).

Average daily equity trading on European main markets and MTFs increased by 30% YoY. Market liquidity, as measured by turnover ratio (turnover value/market cap) rose from 109.8% in H1 2024 to 130.6% in H1 2025.

Domestic market capitalisation of European listed shares stood at €18tn in H1 2025, 6% above the value observed in H1 2024.

Due to methodology adjustments to the amount of addressable liquidity by the data provider, some figures have been revised. [See pages 25 and 32]

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Equity issuance

Equity capital raising on European exchanges totaled €59bn in H1 2025, a 13% YoY decrease from €68bn issued in H1 2024.

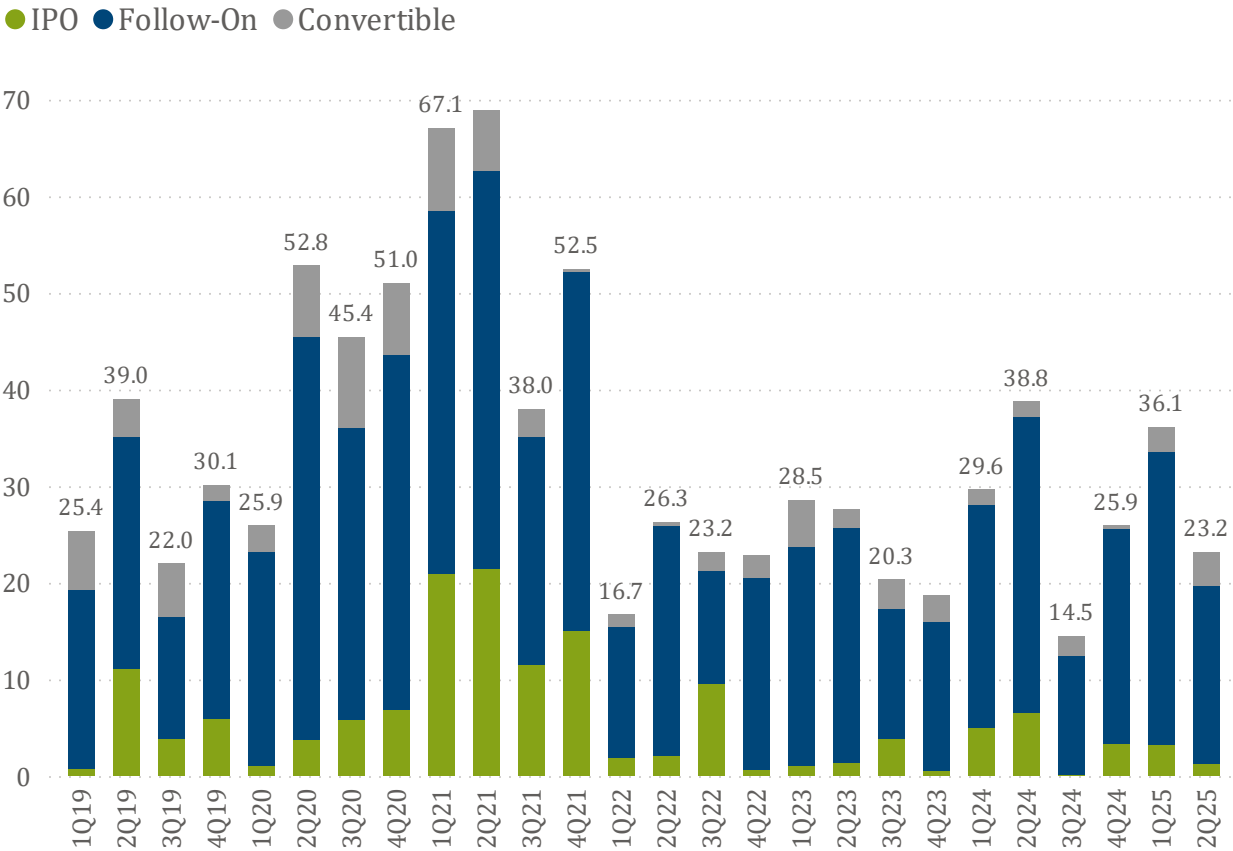
Secondary offerings were the largest contributor to total capital raised with €48.7bn issued in H1 2025, a 9% annual decrease from H1 2024. Initial Public Offerings (IPOs) totaled €4.6bn in H1 2025, marking a 60% YoY decrease. Issuance of convertibles, on the contrary, accumulated €5.9bn during the first half of 2025, up 86% from €3.2bn raised in H1 2024.

Equity issuance on Junior exchanges accumulated €3.2bn in H1 2025, an increase compared to H1 2024 (€1.9bn), but still below H1 historic average observed prior to 2024 (€5.6bn). Junior exchanges are venues with less onerous listing requirements which facilitates equity capital raising by small and medium enterprises and younger companies.

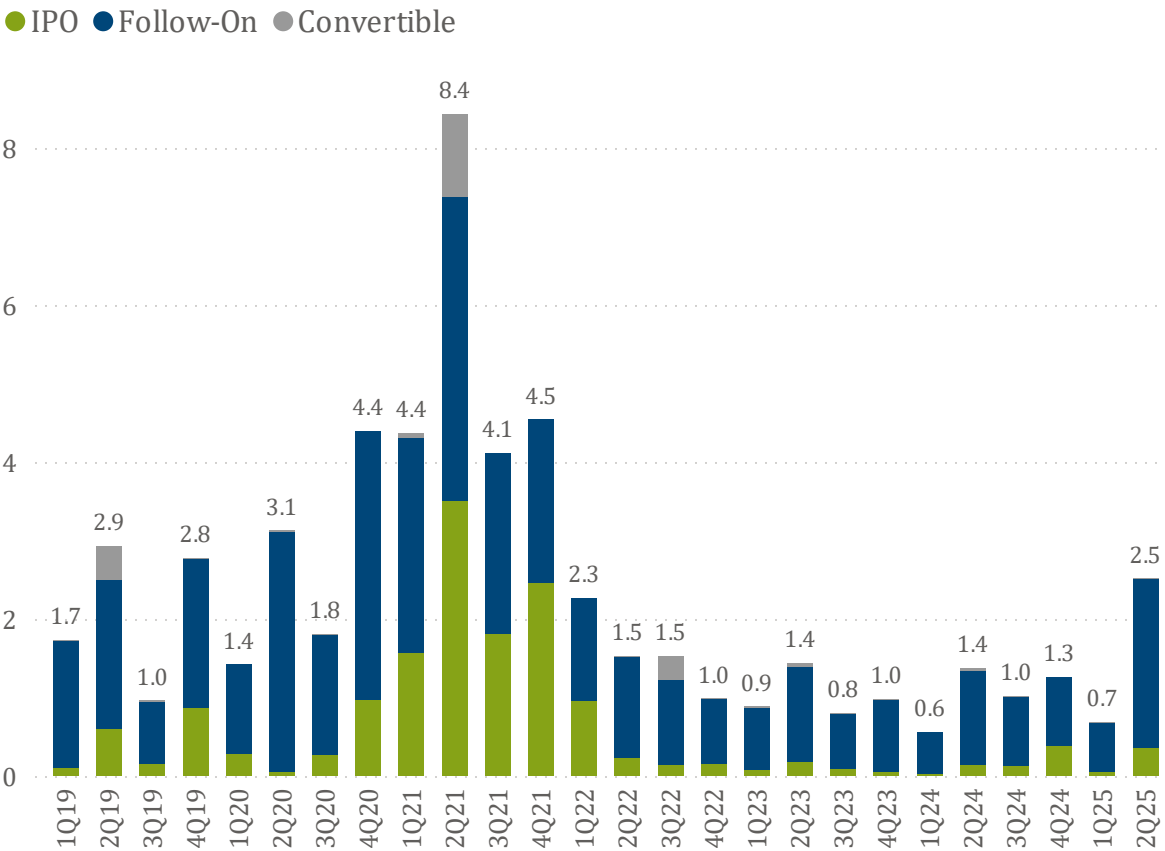
Equity Underwriting on European Exchanges

The LSE main market led in total equity underwriting accumulating a total of €8.2bn in H1 2025, followed by SIX Swiss Exchange (€8bn) and Borsa Italiana (€7.8bn).

Equity Issuance on European Exchanges (EUR bn)



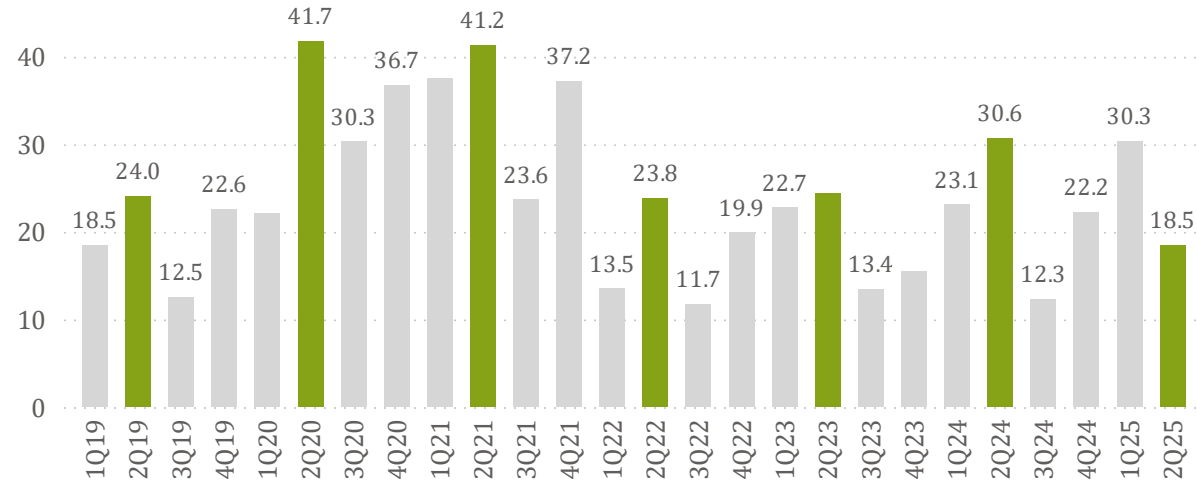
Equity Issuance on European Junior Markets (EUR bn)



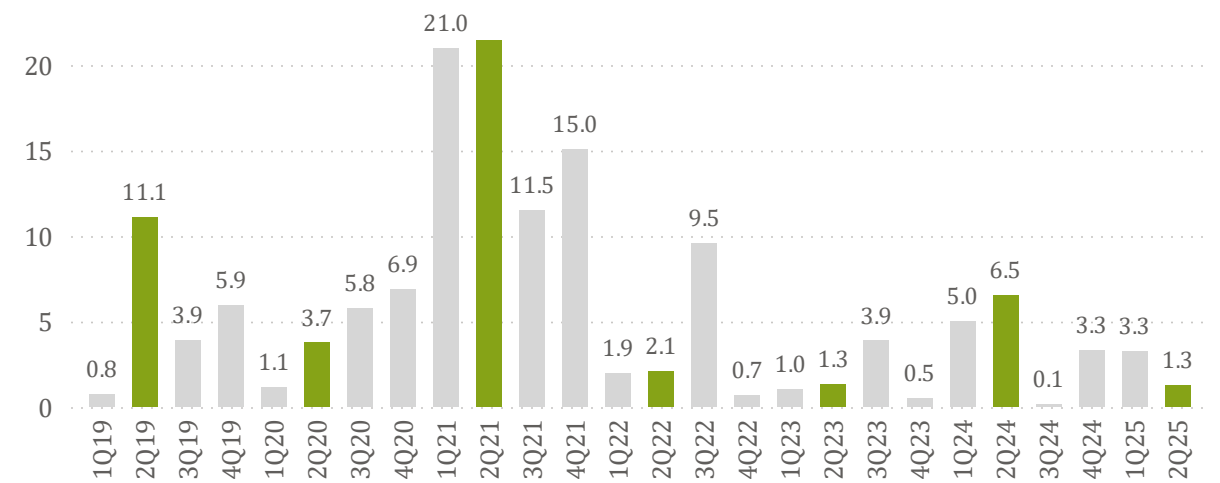
afme / Equity Issuance by Deal Type

Finance for Europe

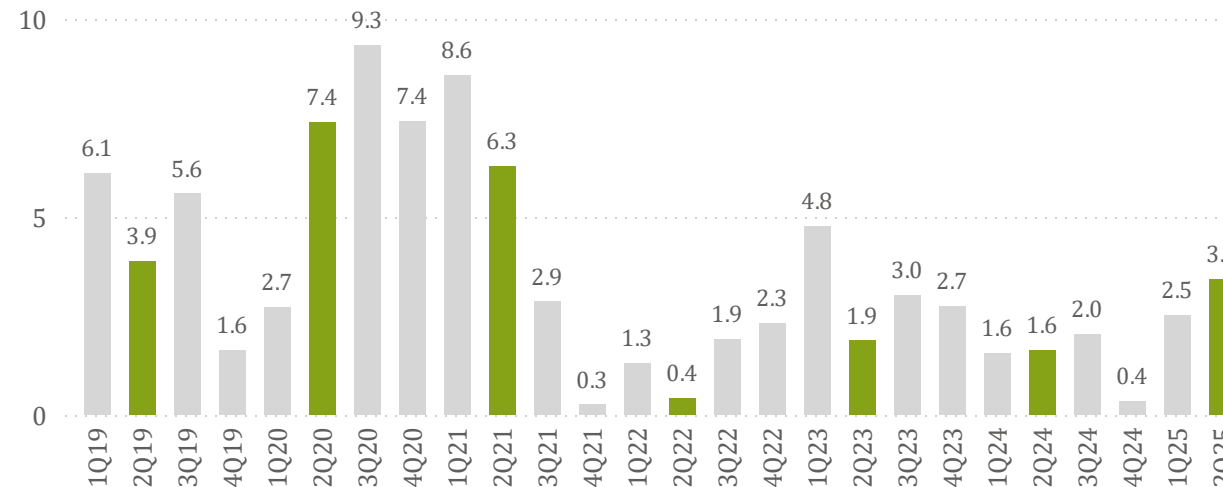
Follow-on Offerings (EUR bn)



IPO Proceeds (EUR bn)

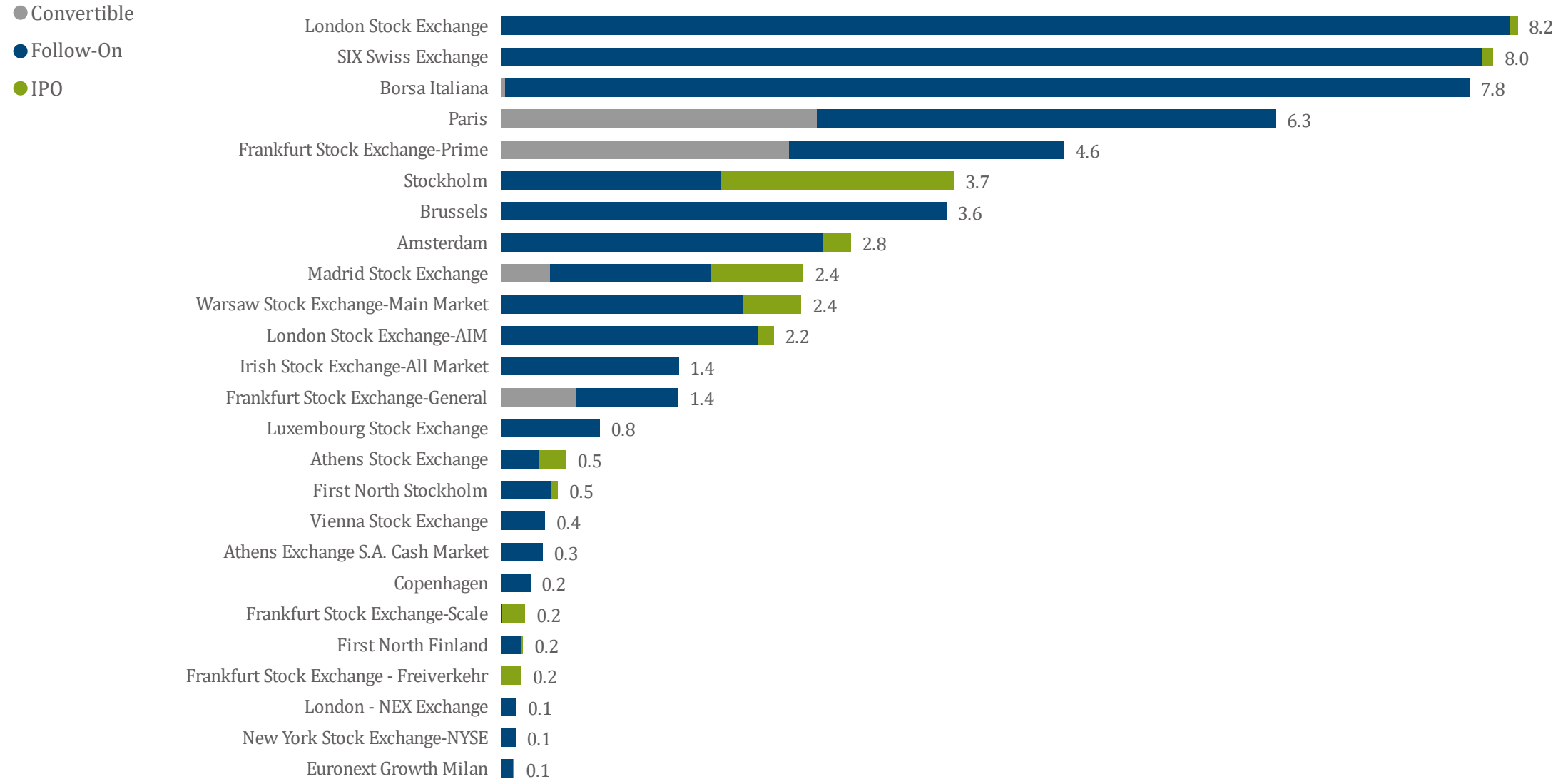


Convertibles (EUR bn)



Equity Issuance by Exchanges

Equity Underwriting on European Exchanges: IPO, Follow-ons and Convertibles (2025 YtD, EUR bn)



IPO and Listings Tracker

Initial Public Offerings (IPOs) on European exchanges accumulated €4.6bn in proceeds on 41 deals in H1 2025, a 60% decrease from €11.5bn issued in H1 2024, and still well below the levels seen in the last decade.

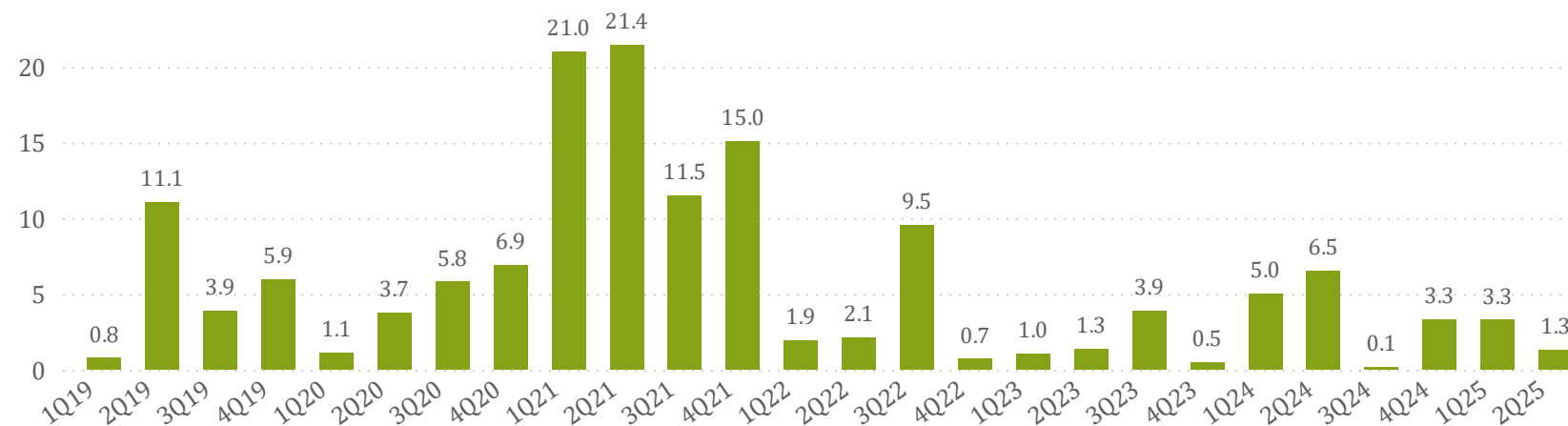
PE-backed IPOs issuances originated €2.3bn in proceeds in H1 2025, a 66% decrease compared to H1 2024 when sponsored-backed IPOs generated €6.7bn in proceeds.

IPO activity on US exchanges raised €27.7bn in H1 2025, a 47% YoY growth and their highest H1 value since 2022. However, this was primarily driven by SPACs issuance, accounting for over 40% of the total (€12bn). IPO activity on Japanese and Australian exchanges increased in H1 2025, collecting €3.40bn (€0.96bn in H1 2024), and €1.78bn (€0.44bn in H1 2024) respectively. In H1 2025, Chinese exchanges originated €6.1bn in IPOs (€9.7bn including Hong Kong), marking a 61% growth compared to H1 2024, though still below historic averages.

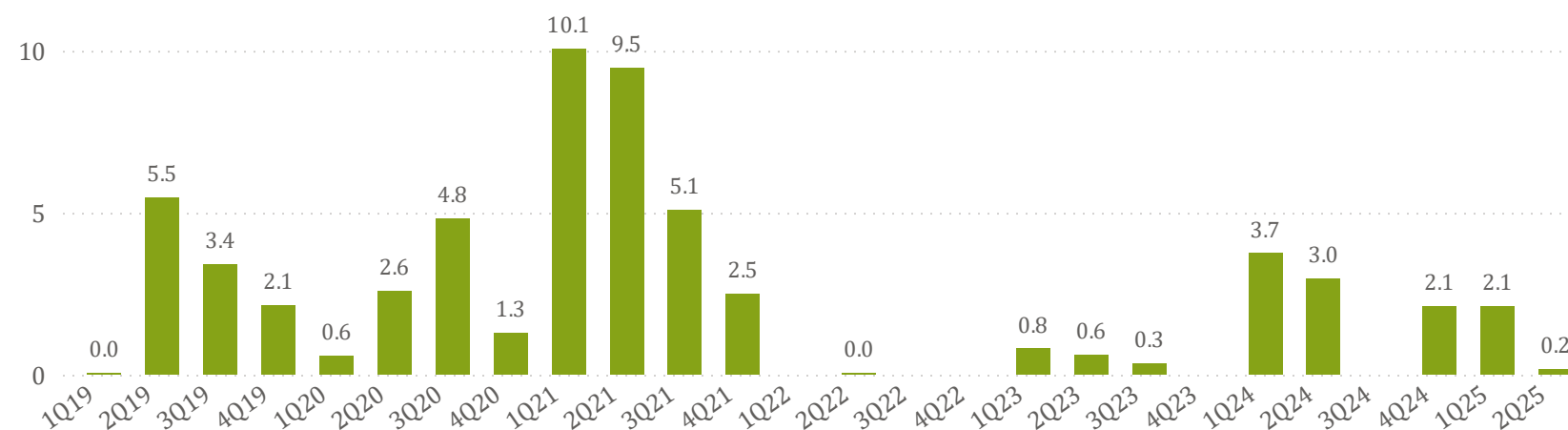
A total of 6,593 domestic companies were listed on European exchanges (EU, UK and Switzerland) as of H1 2025. This represented a 4% decrease from 6,875 companies listed in June 2024.

As of June 2025, the FTSE Renaissance IPO Index Series showed a negative cumulative price return of recently listed companies in EMEA of 33% since 2020. This is well below the price performance observed since 2020 for the German DAX (+75%), French CAC (+38%), and FTSE 100 (+34%). The price return is in line with the observed for recently listed companies in the US (-36%) but above that for HK/China (-54%) recently listed companies.

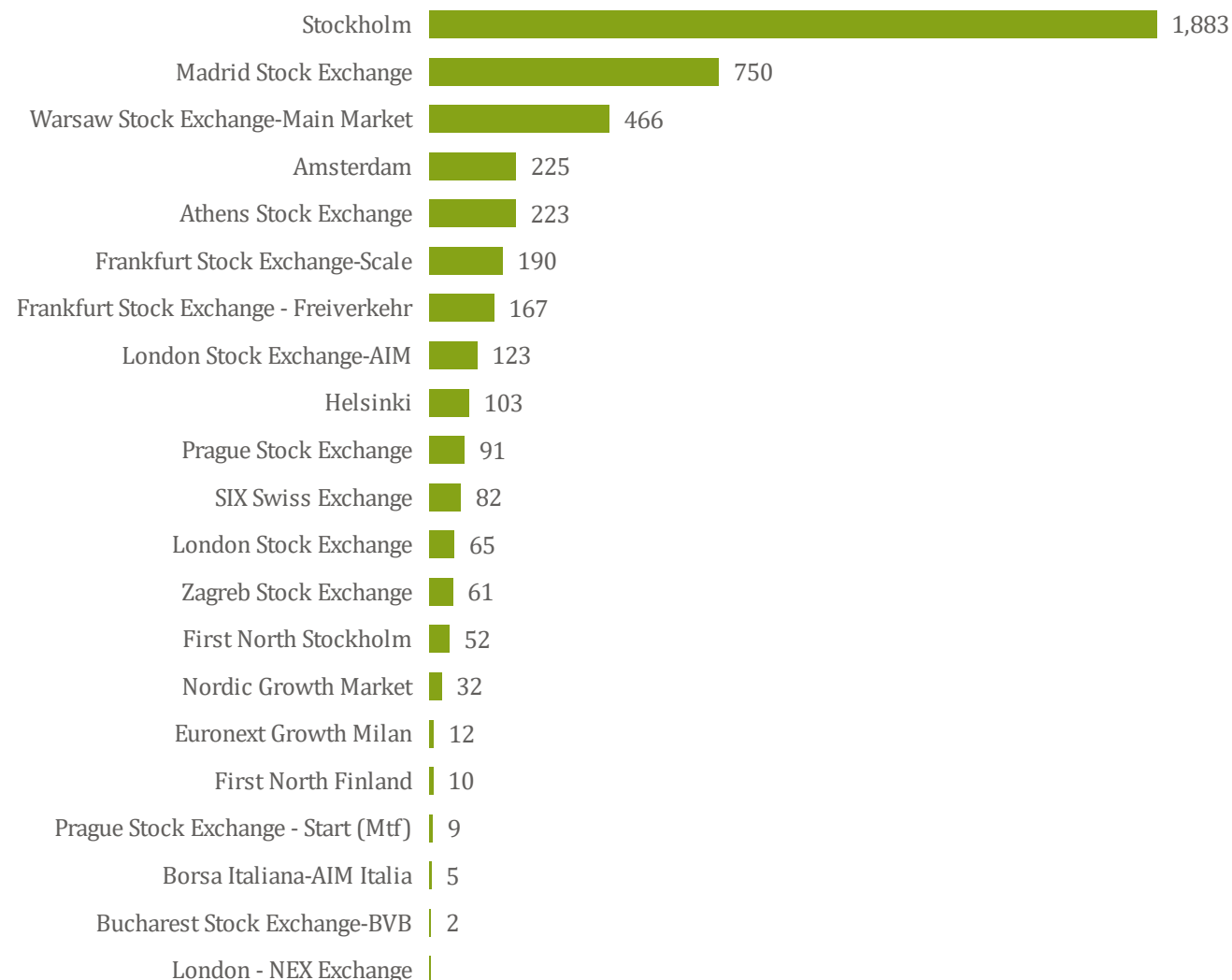
IPO Issuance on European Exchanges (EUR bn)



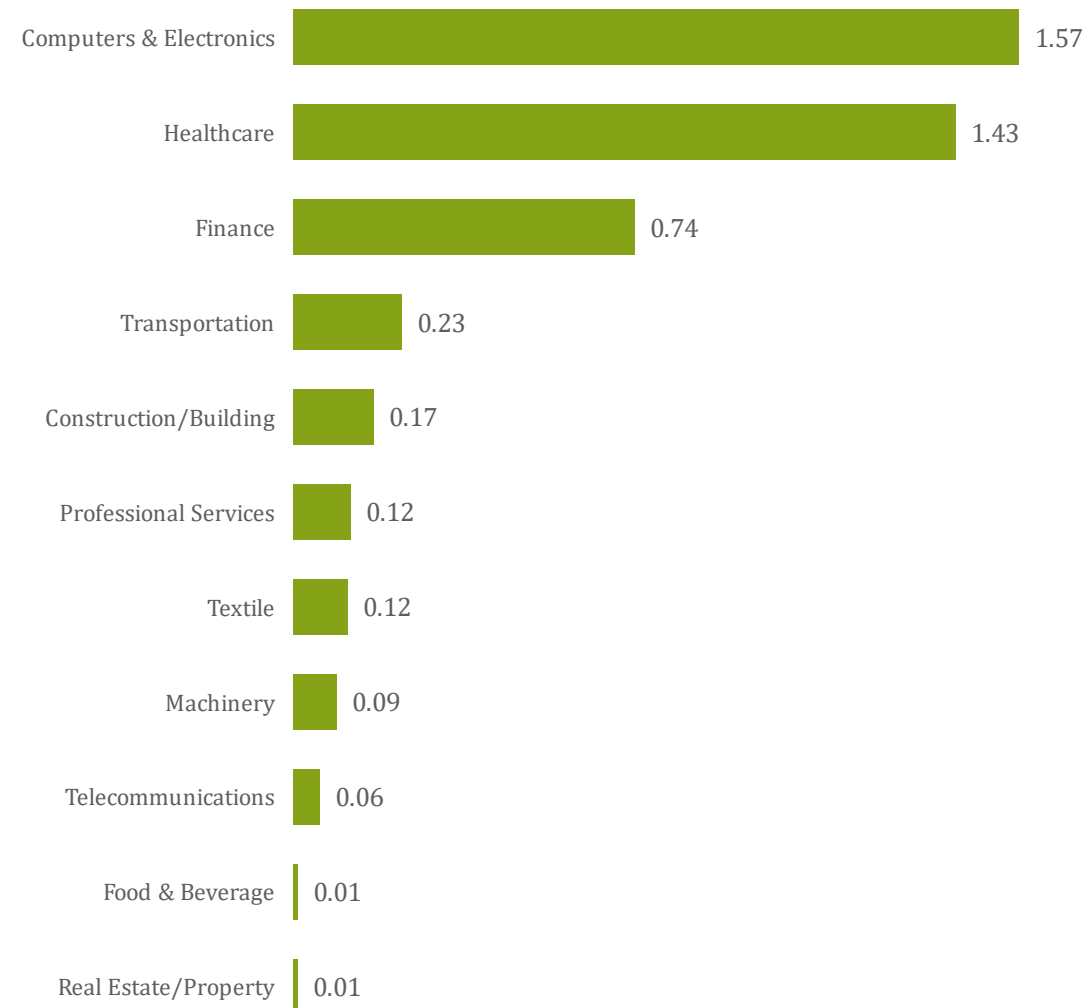
PE-backed IPO Proceeds (EUR bn)



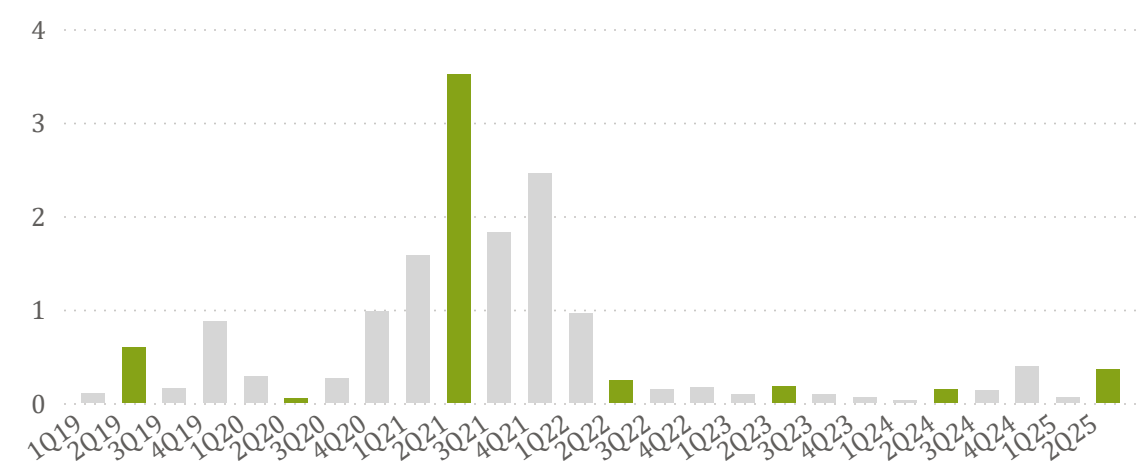
IPO Proceeds by Listing Market (2025 YtD, EUR mn)



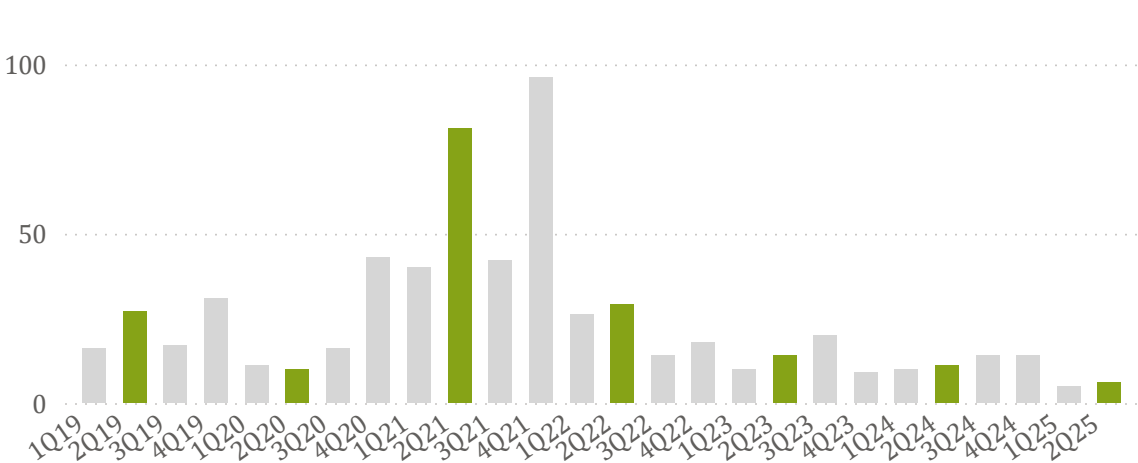
IPO Proceeds by Industry (2025 YtD, EUR bn)



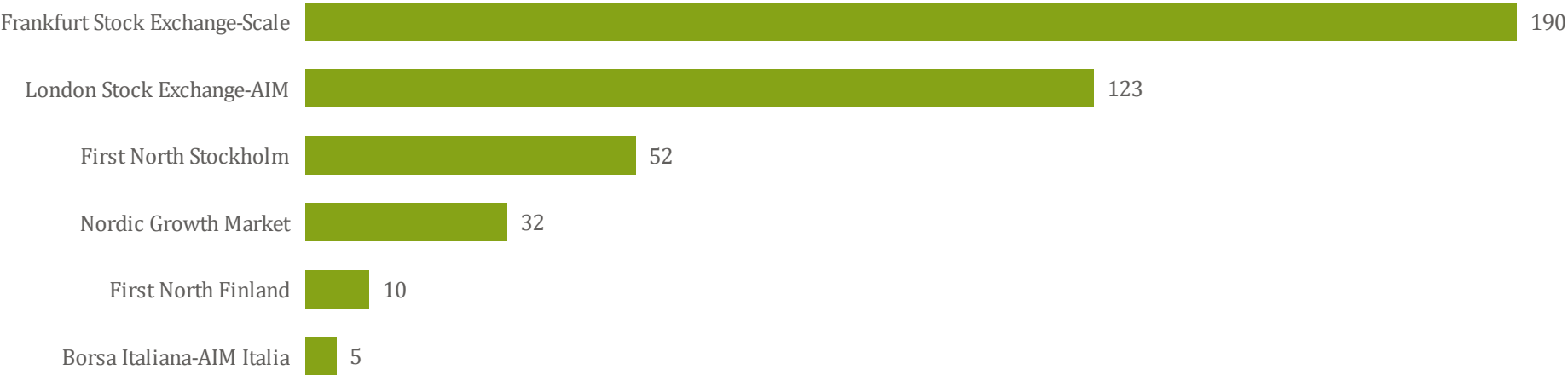
IPO Proceeds on European Jr Markets (EUR bn)



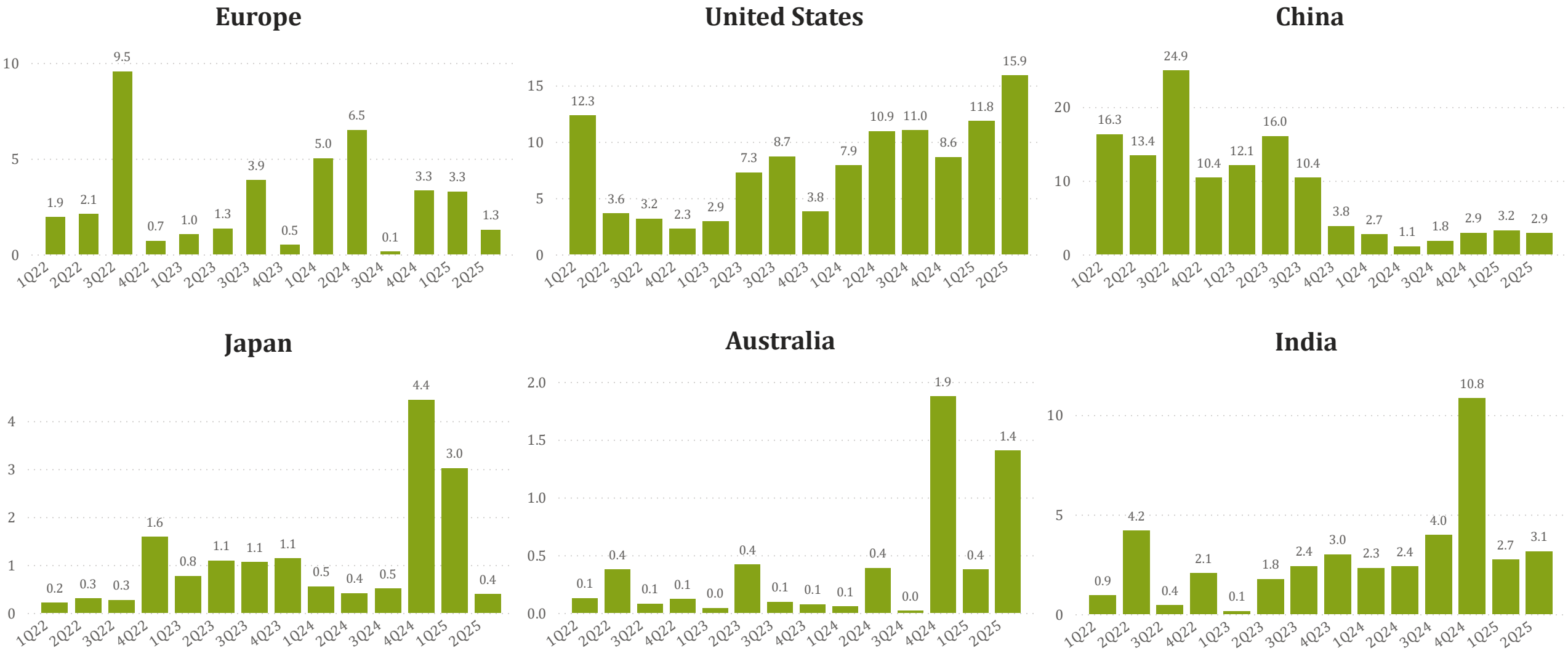
Numbers of IPOs on European Jr Markets



IPO Proceeds on Jr Markets by Exchange (2025 YtD, EUR mn)

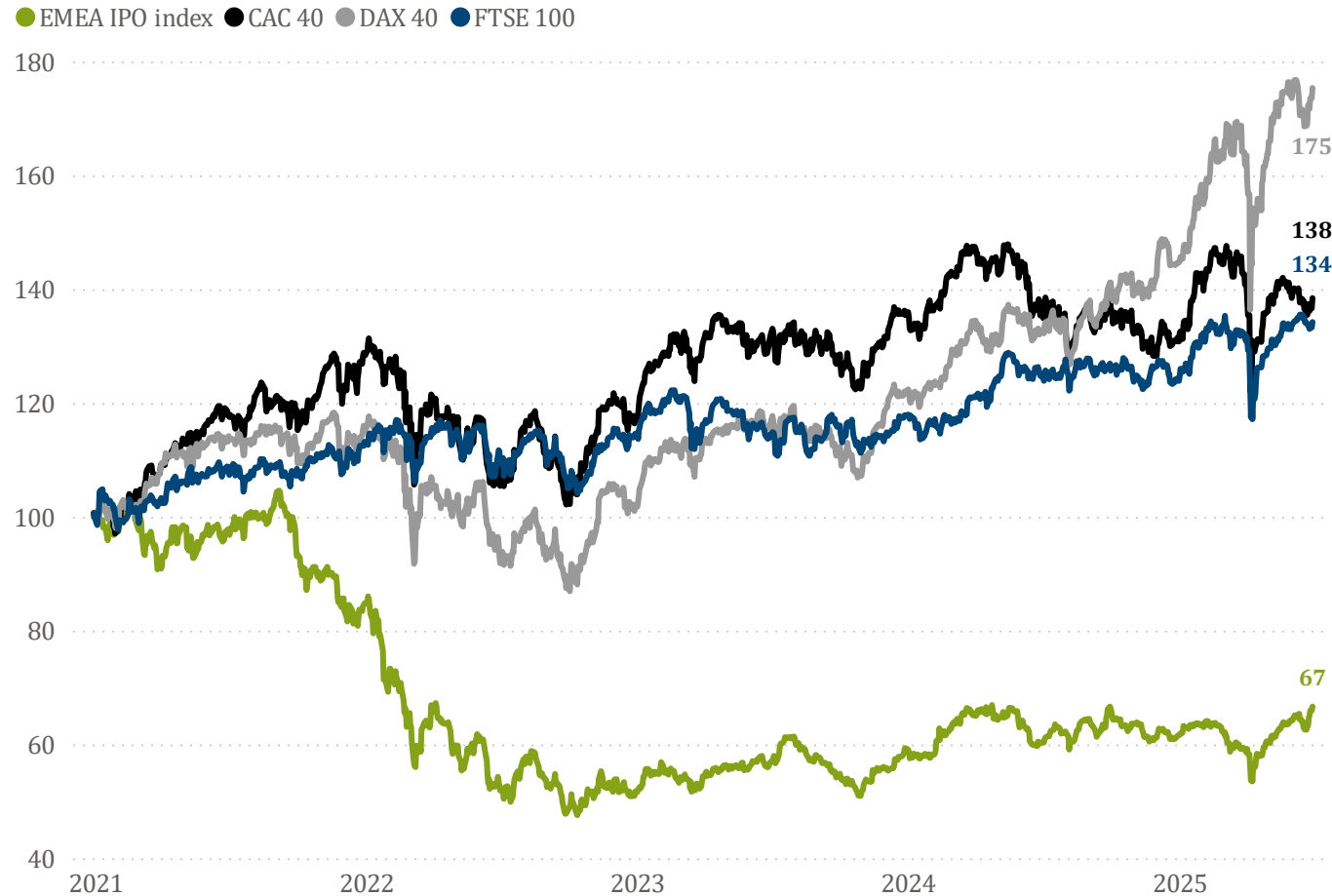


IPO Issuance by Location of Exchange (EUR bn)



Price Performance of Recent IPO Companies

Price Performance of Selected Stock Indices (31 Dec 2020 = 100)



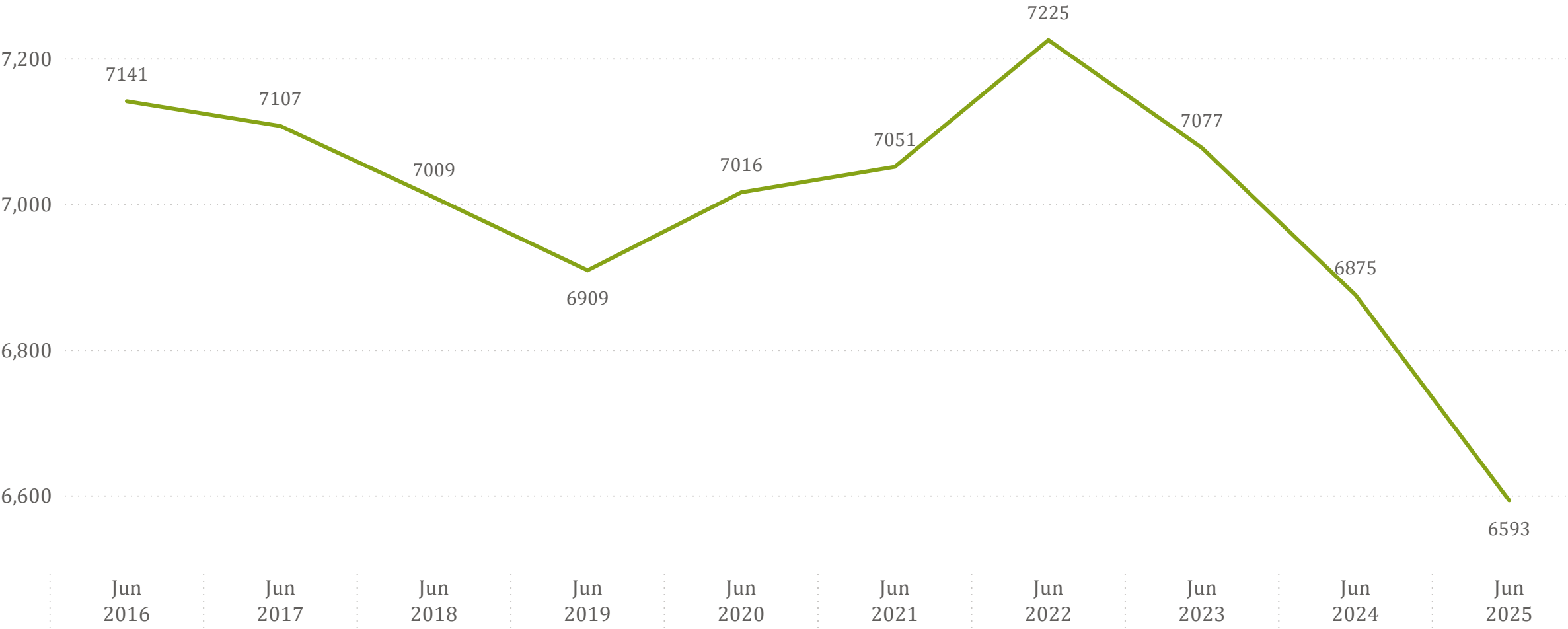
Price Performance of Selected FTSE Renaissance IPO Stock Indices (31 Dec 2020 = 100)



The FTSE Renaissance IPO Index Series tracks the price performance of IPOs in EMEA, the United States and the Asia Pacific region. Qualified IPOs are added to the indexes on a quarterly basis and removed c. 3Y after their first trading day.

Number of Domestic Listed Companies

Number of listed companies on European exchanges*

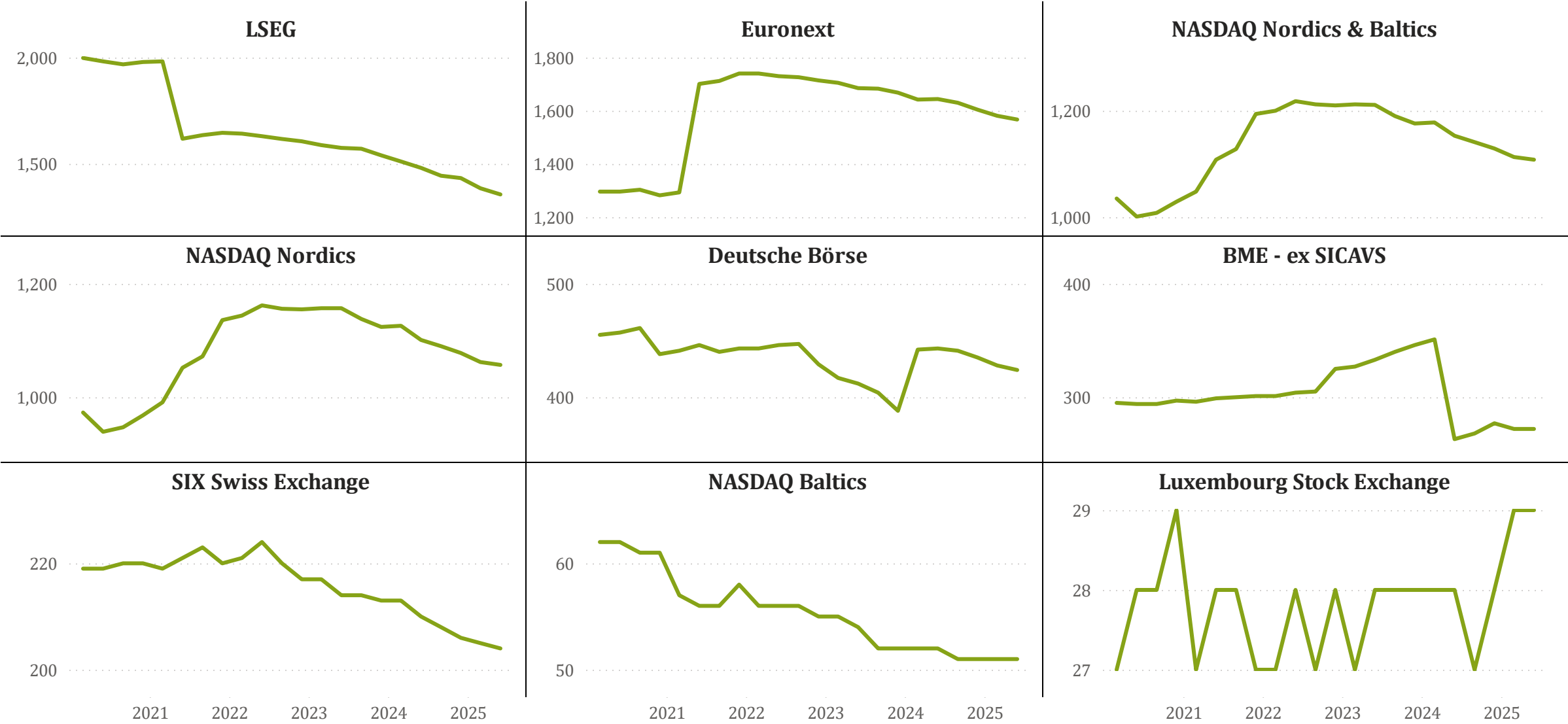


* EU, UK, Swiss exchanges

Source: AFME with FESE, WFE, LSE, and national exchanges.

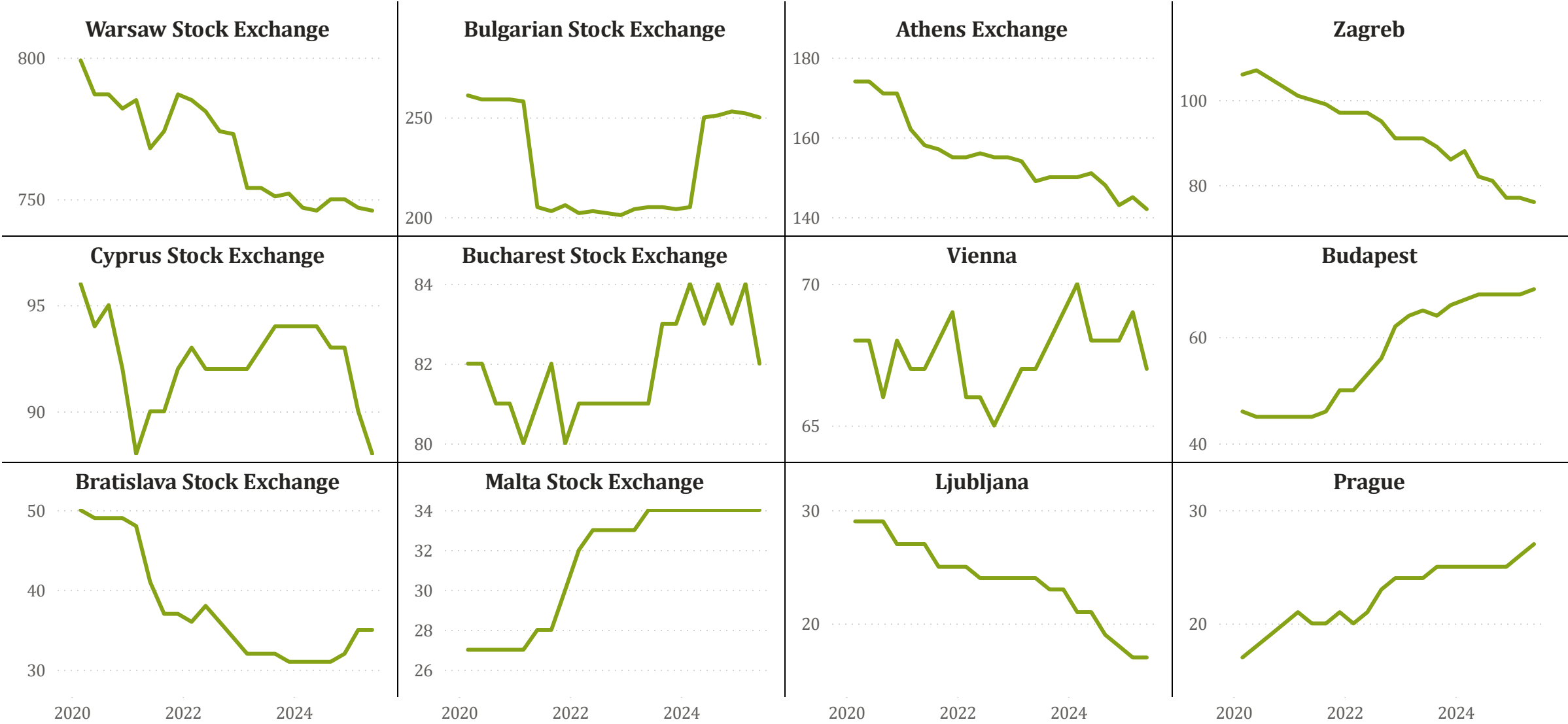
Number of Domestic Listed Companies

Number of Listed Companies on European Exchanges



Number of Domestic Listed Companies

Number of Listed Companies on European Exchanges



Mergers and Acquisitions (M&A)

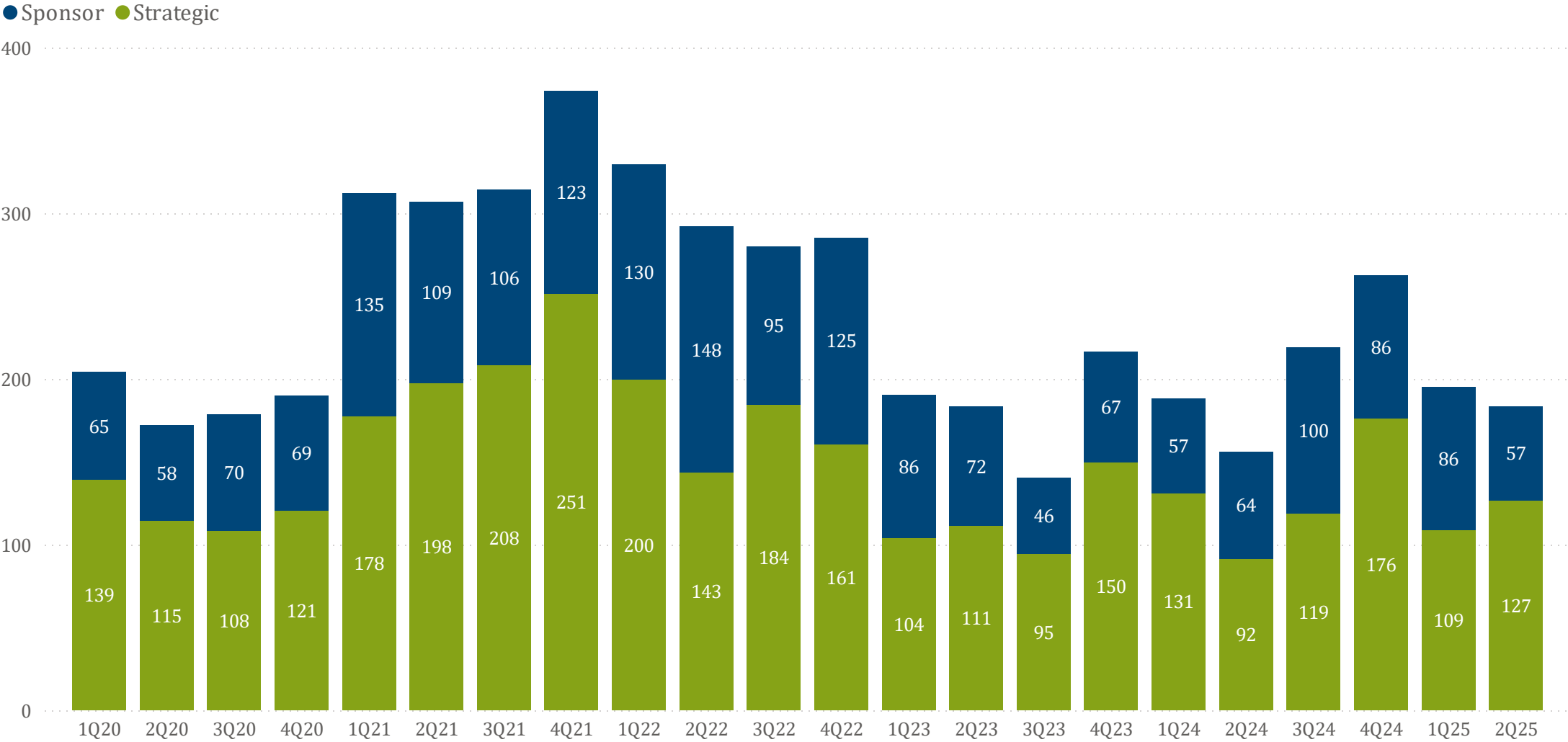
Mergers and Acquisitions (M&A)

European completed M&A totaled €378bn in deal value in H1 2025, a 10% increase from the value in H1 2024 (€344bn).

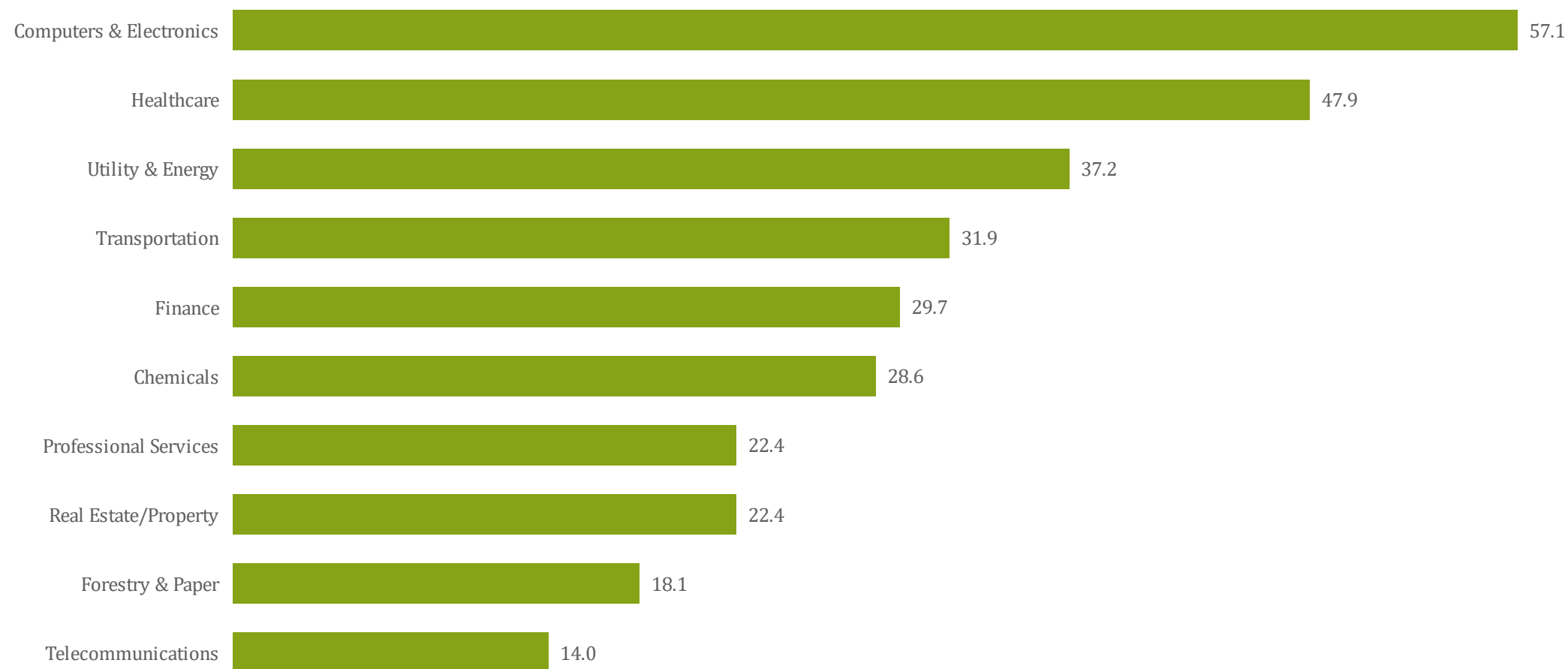
PE-backed sponsor deals accumulated €143bn in H1 2025 (38% of the total), an 18% increase compared to €121bn issued in H1 2024 (35% of the total).

Announced M&A deals totaled €458bn in H1 2025, a 2% decrease from €467bn accumulated in H1 2024.

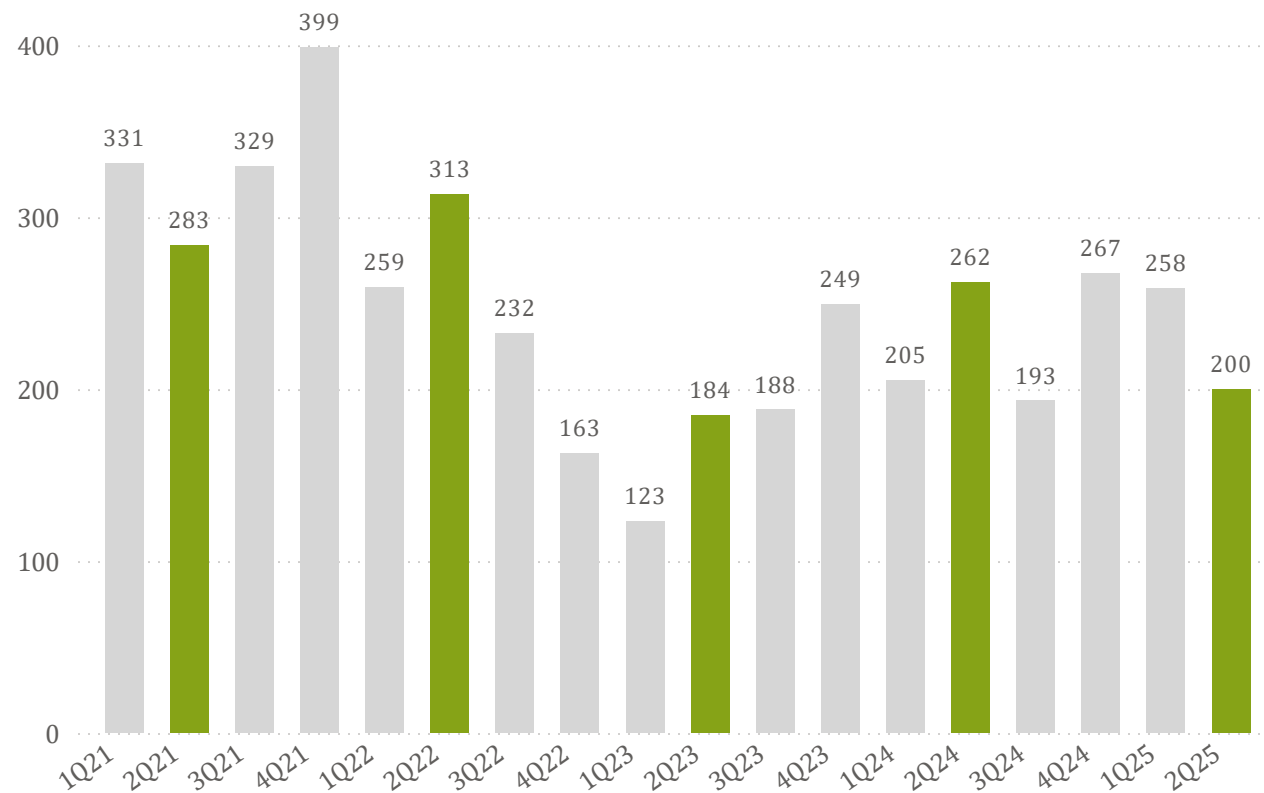
Completed M&A by Type of Deal (EUR bn)



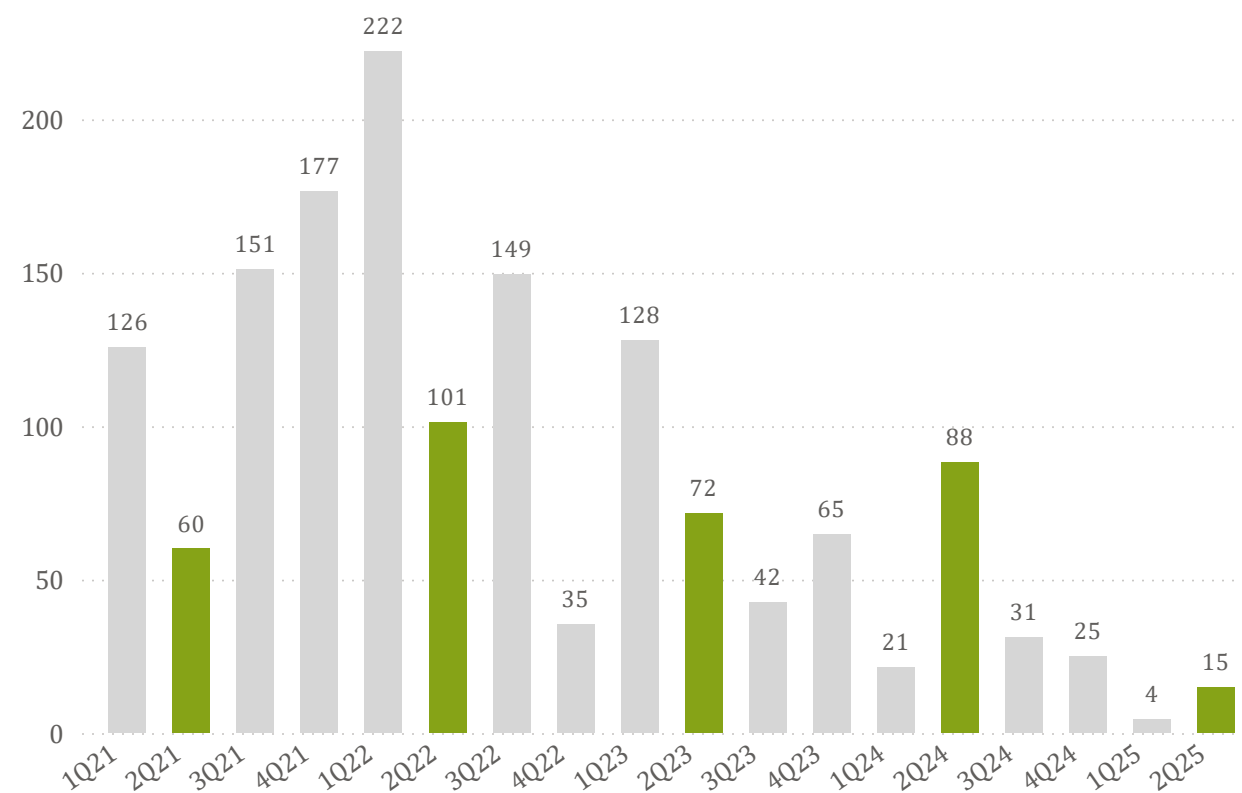
Top 10 Industries for Completed M&A (2025 YtD, EUR bn)



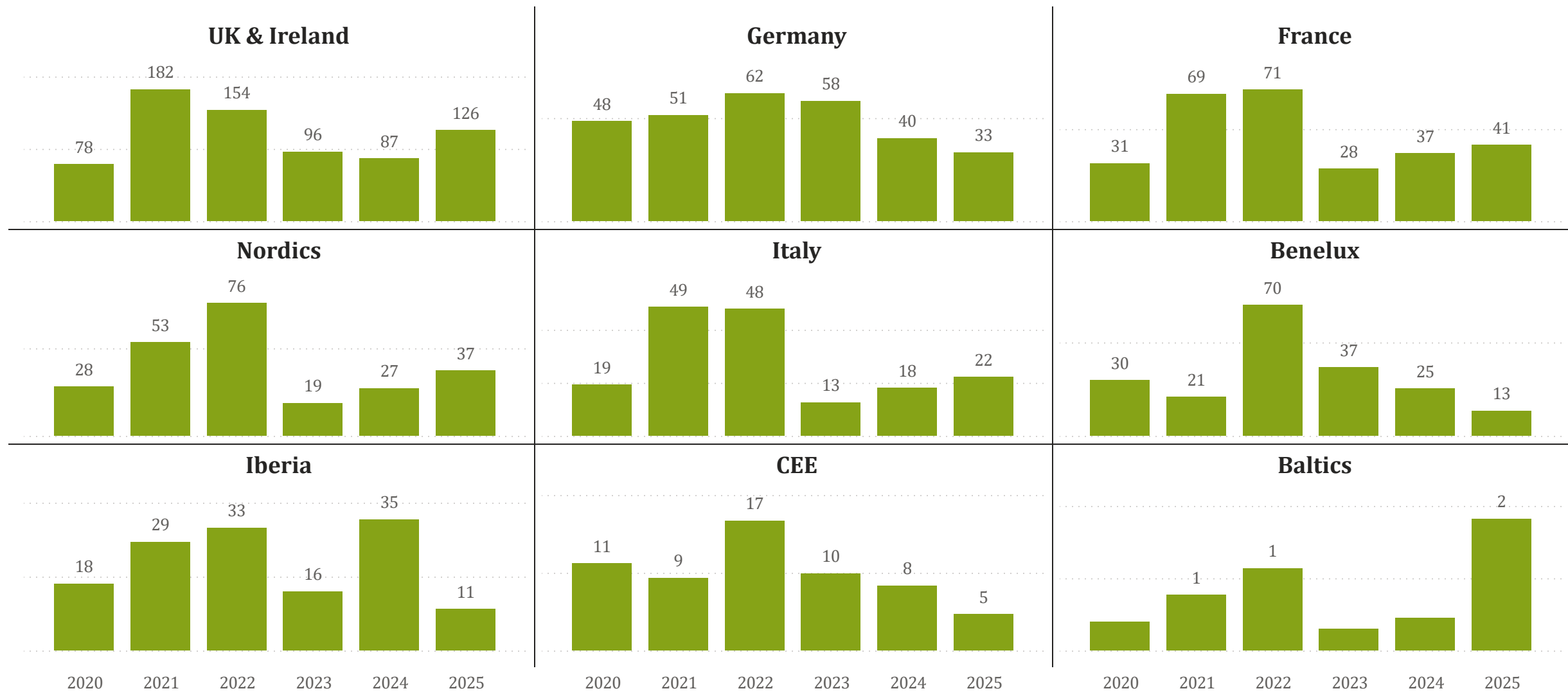
Announced M&A (EUR bn)



Withdrawn M&A (EUR bn)



Regional M&A Trends: Completed Deal Value (2025 YtD, EUR bn)



Secondary Markets

In H1 2025, turnover value of equity products traded in Europe increased 30% YoY. This includes addressable trading on all venues, systematic internalisers and OTC.

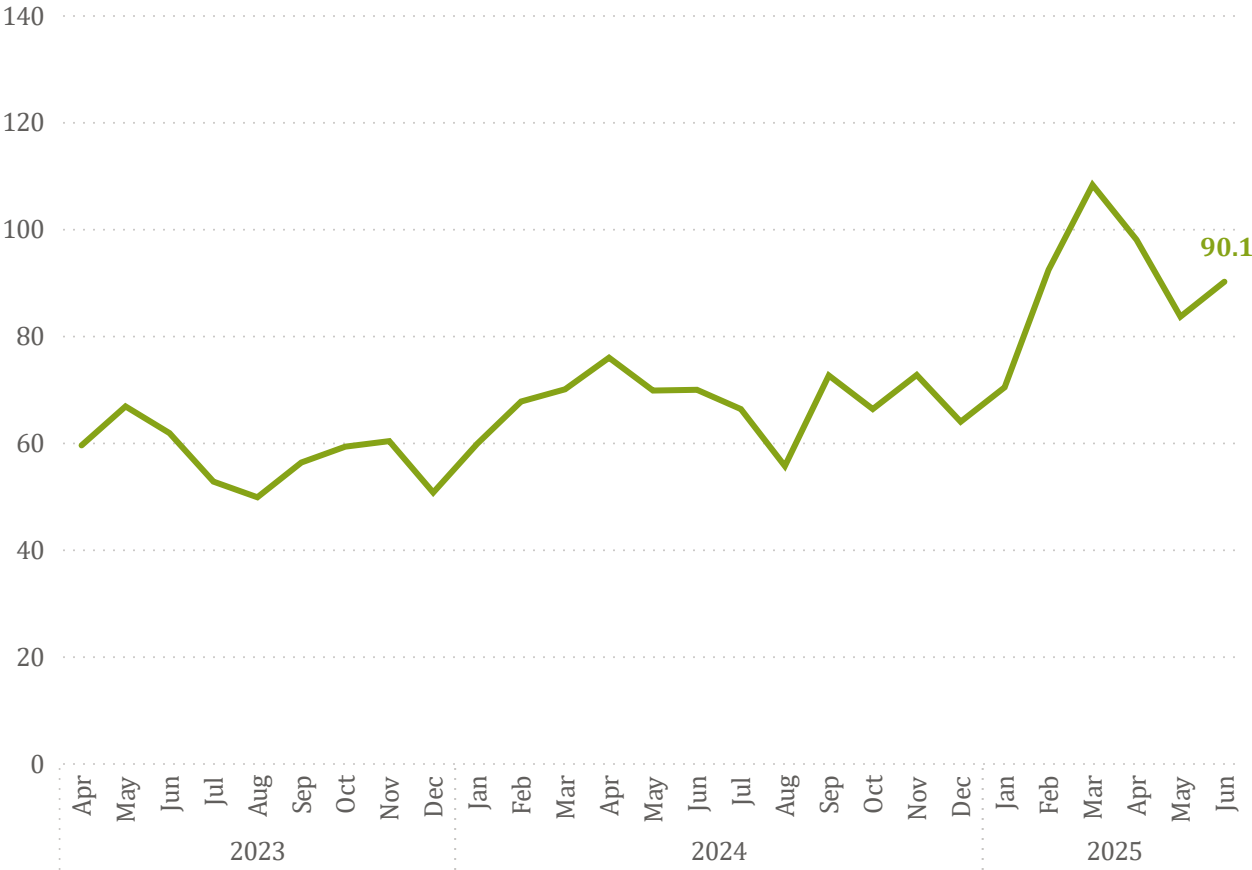
Turnover ratio, calculated as annualised turnover value relative to market capitalisation, increased to 130.6% in H1 2025, up from a record low of 91% observed in the second half of 2023.

Bid-ask spreads for selected European equity indices, including CAC40 and DAX40 constituent companies, peaked in April before tightening by the end of H1 2025. Notably, the FTSE100 bid-ask spreads stabilised at 5.4bps in June after the peak of 6.4bps reached in April, primarily driven by market reactions to the introduction of tariffs announced by the U.S. Government.

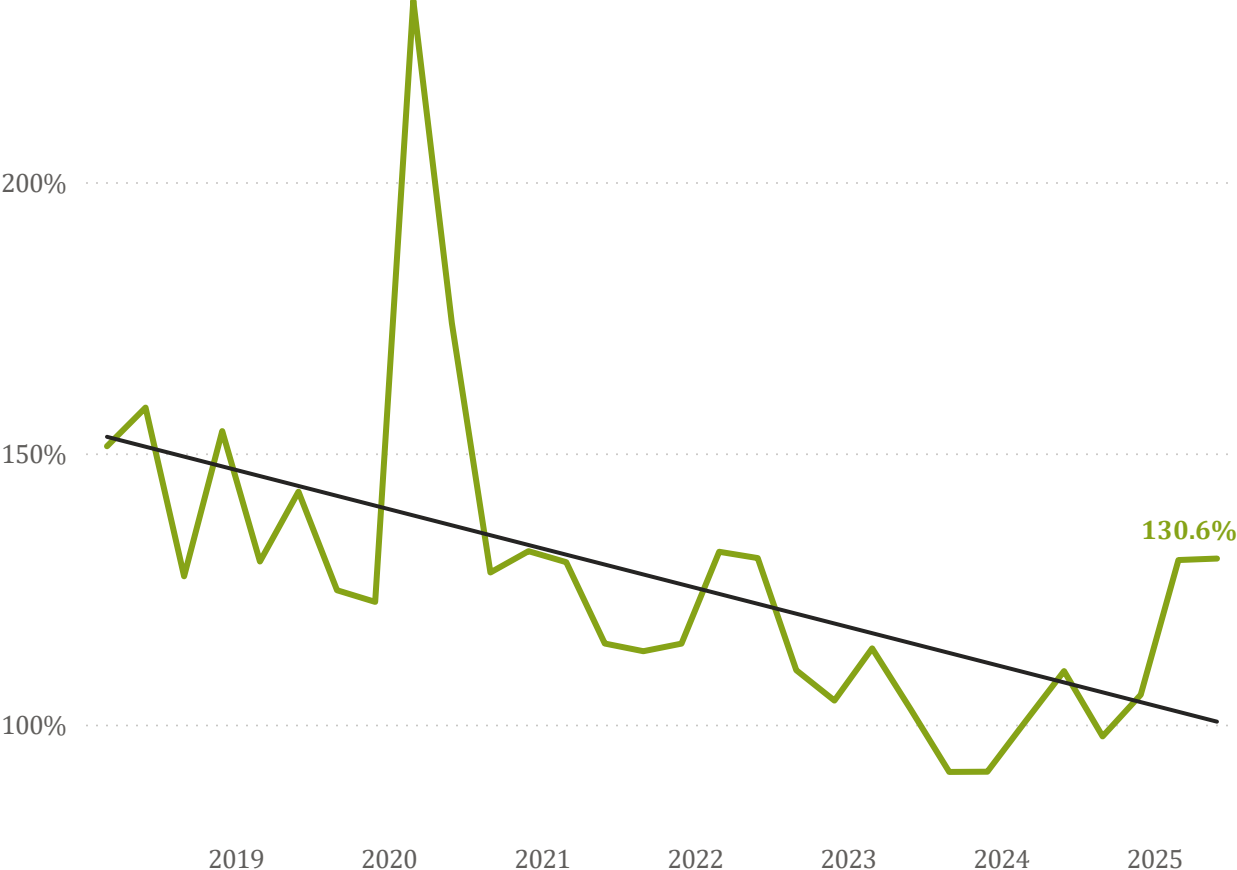
The market capitalisation of European listed shares (EU, UK and Switzerland) showed an increase of 6% YoY, standing at €18tn by the end of H1 2025.

Due to methodology adjustments to the amount of addressable liquidity by the data provider, figures related to the average daily turnover value and the turnover ratio have been revised in this edition.

Average Daily Equity Turnover Value on European Exchanges and MTFs (EUR bn)



Turnover Ratio (annualised turnover value/ market cap)

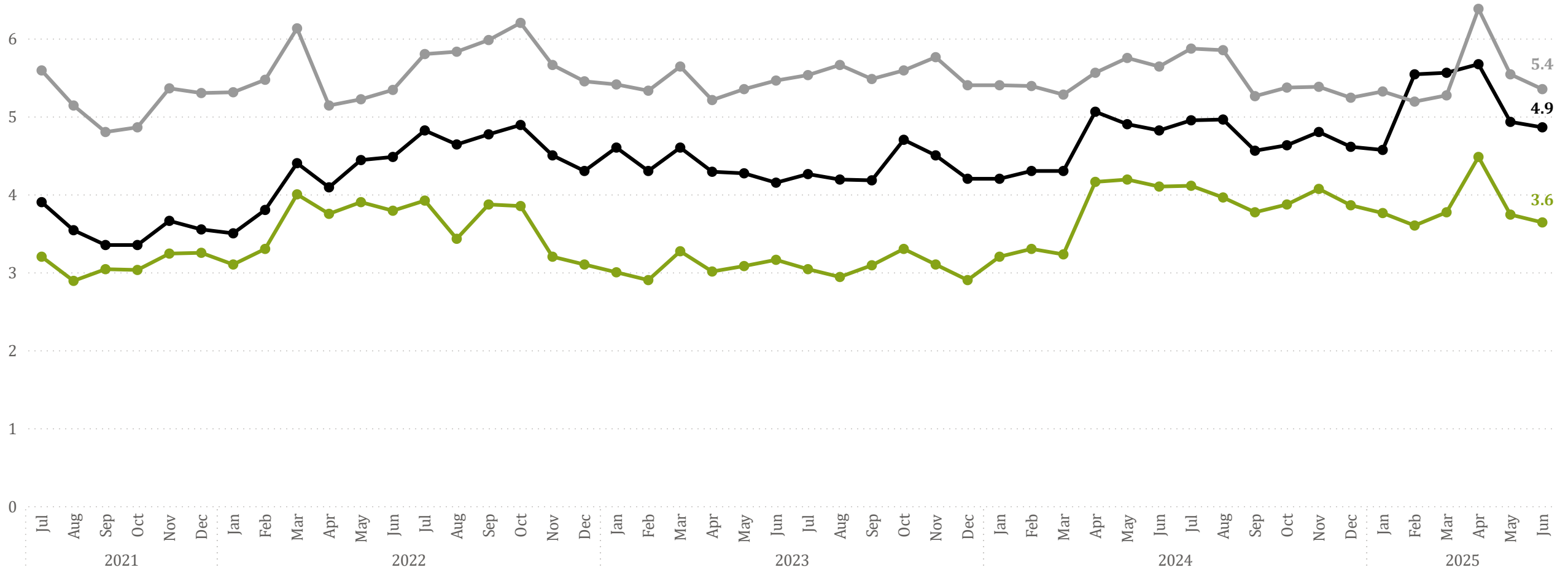


Figures may vary from the previous edition of the report due to a methodology change in reported data.

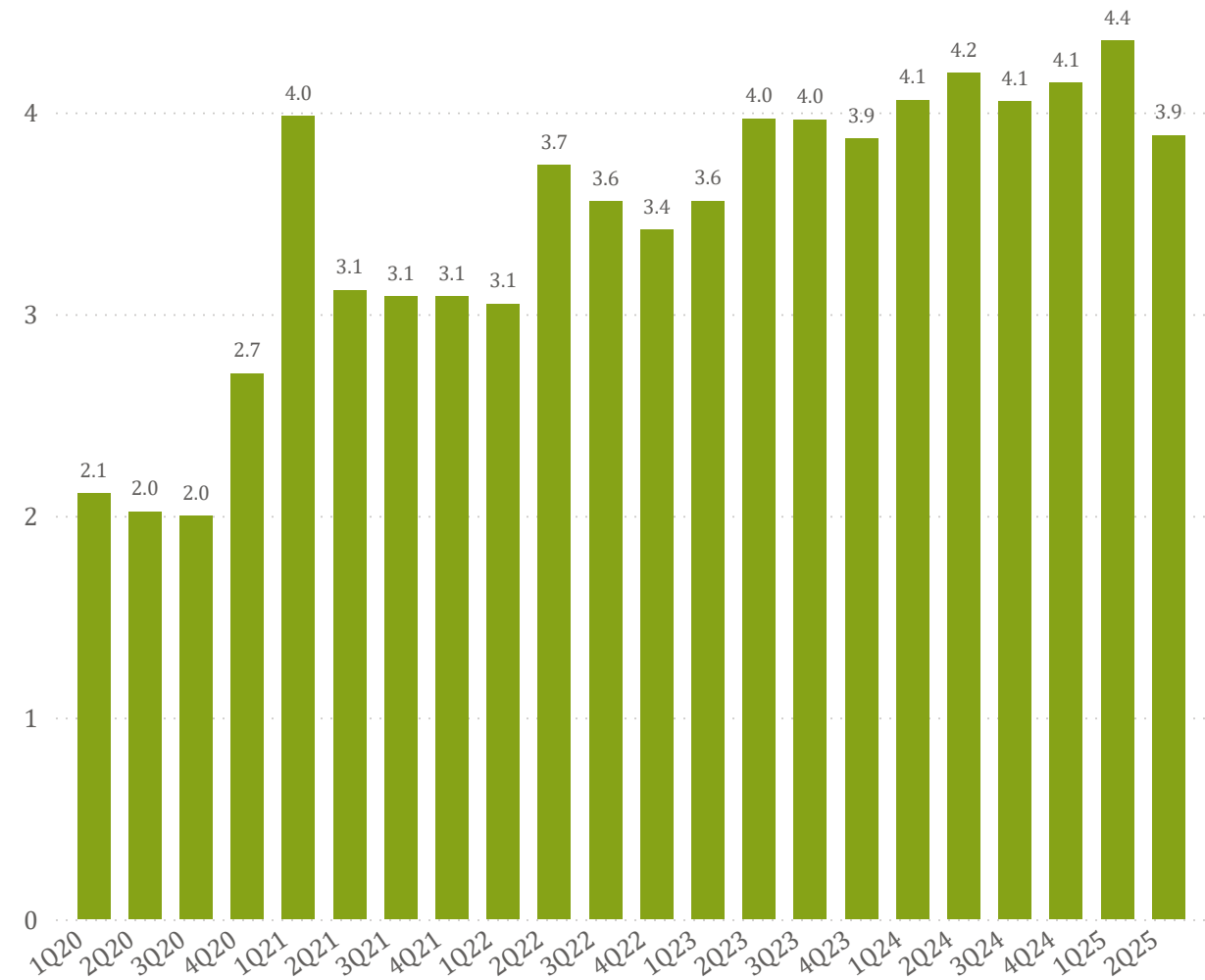
Bid-ask Spreads for Selected European Indices

Market Spreads in Basis Point for Selected Equity Indices (primary venue, value weighted average spread, €5K)

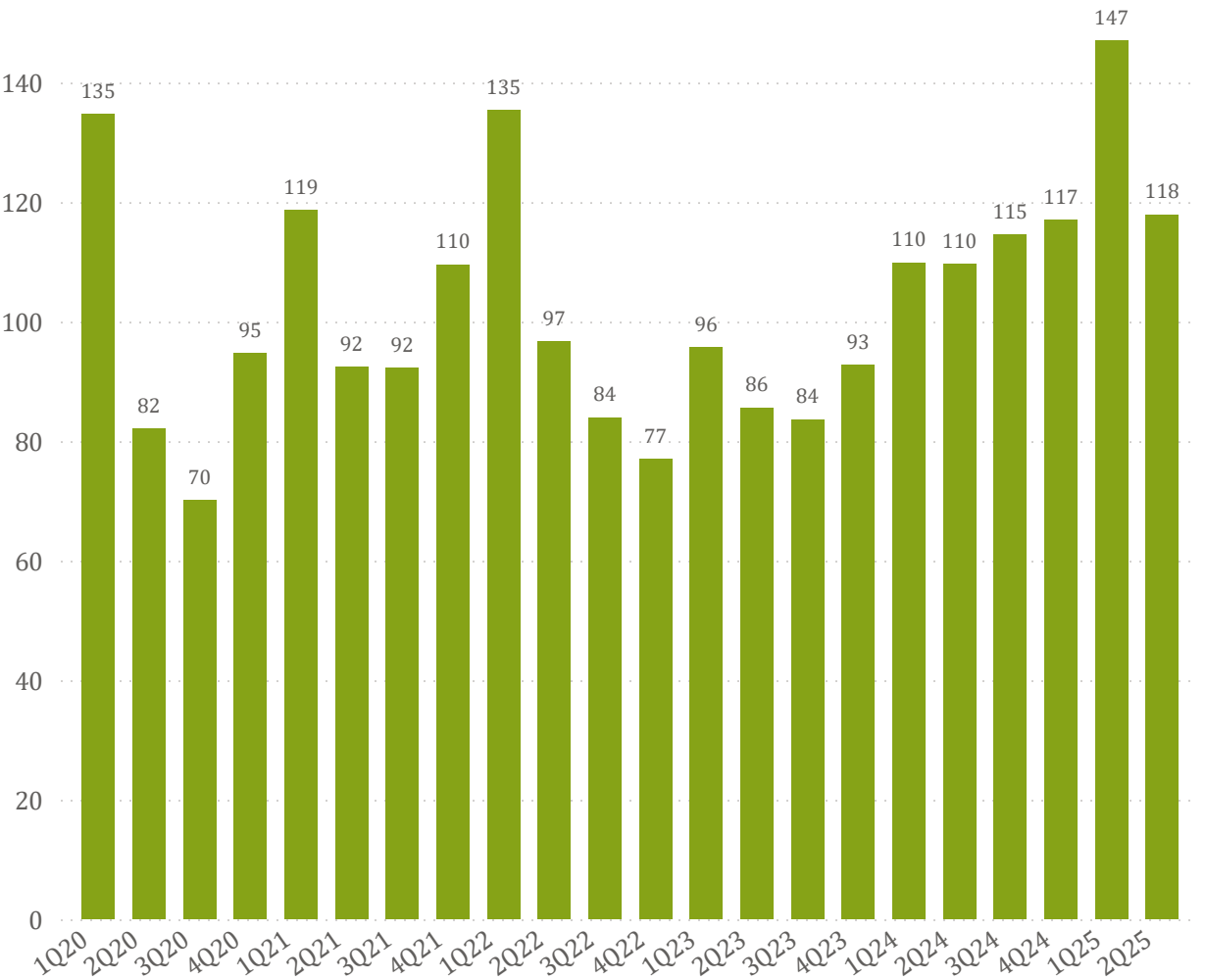
● CAC40 ● DAX40 ● FTSE100



Block Trades: Average Value per Trade (EUR mn)



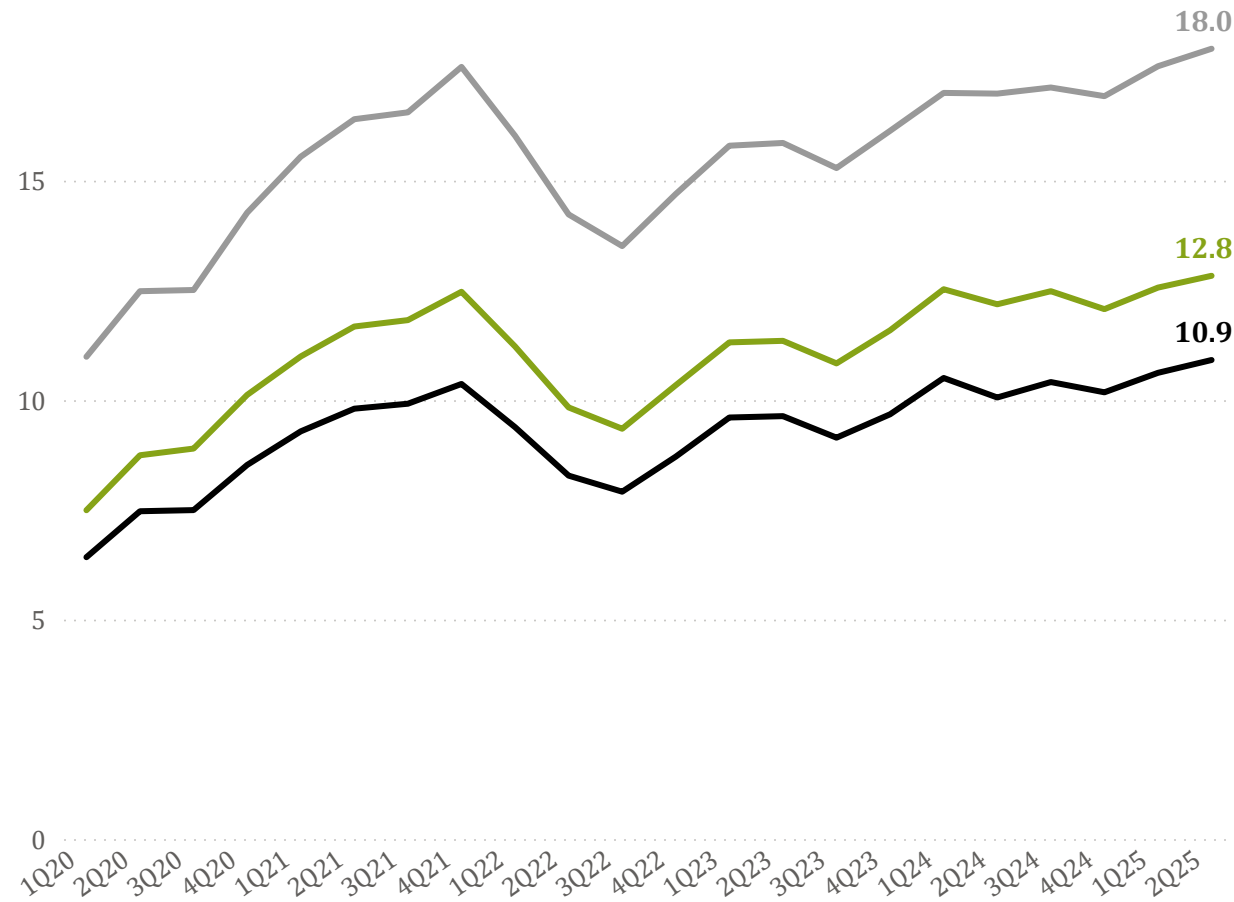
Block Trades: Value Traded > LIS (EUR bn)



Market Capitalisation of Domestic Listed Shares

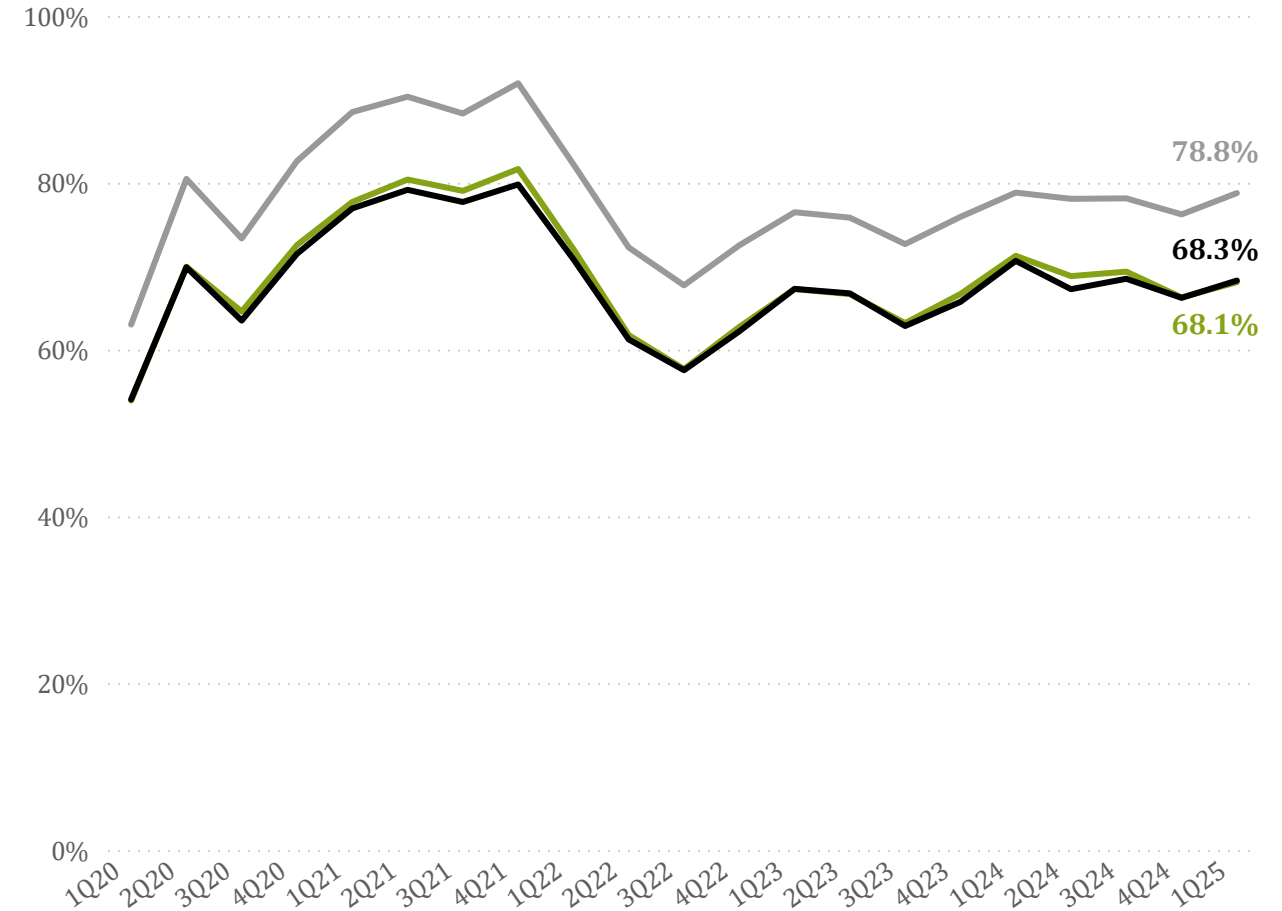
Market Capitalisation (EUR tn)

● EU ● Euro area ● Europe (EU+UK+CH)



Market Capitalisation as % GDP

● EU ● Euro Area ● Europe (EU+UK+CH)



Equity Trading Market Structure

Equity Trading Market Structure

According to BigXYT data, on-venue trading represented 64% of the total addressable liquidity in Q2 2025. Volume traded off-venues on systematic internalisers and pure OTC represented the remaining 36% of the total addressable liquidity.

Due to methodology adjustments to the amount of addressable liquidity by the data provider, figures in the section Share of Pan-European Trading Value by Trading Mechanism have been revised in this edition.

DVC Update

The Double Volume Cap (DVC) mechanism seeks to limit equity trading under the reference price waiver and the negotiated transaction waiver on EU venues. According to ESMA, the number of instruments suspended under the DVC has marginally declined since February 2023, with fewer than 250 suspended instruments. As of the beginning of July 2025, 227 instruments were suspended (183 at EU Level and 44 at TV level).

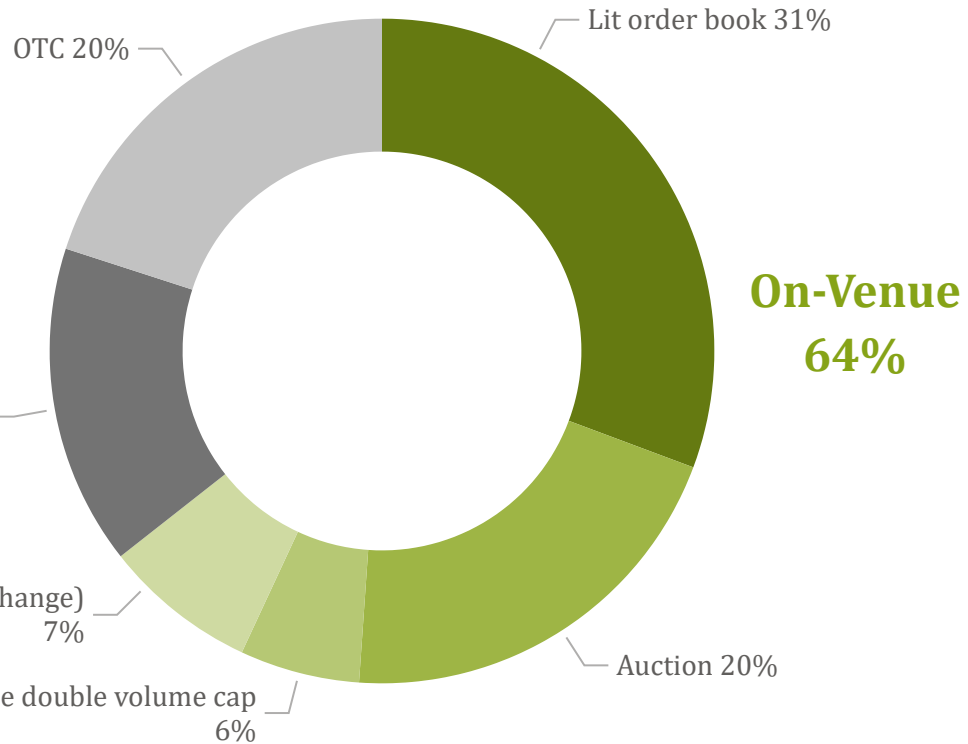
The 227 instruments currently suspended under the DVC at the EU or trading venue level represent 0.83% of the equity-like instruments on ESMA's DVC files. 80% of suspended instruments have EU ISINs.

Share of Pan-European Trading Value by Trading Mechanism

Adjusted for transactions not contributing to price formation

Off-Venue

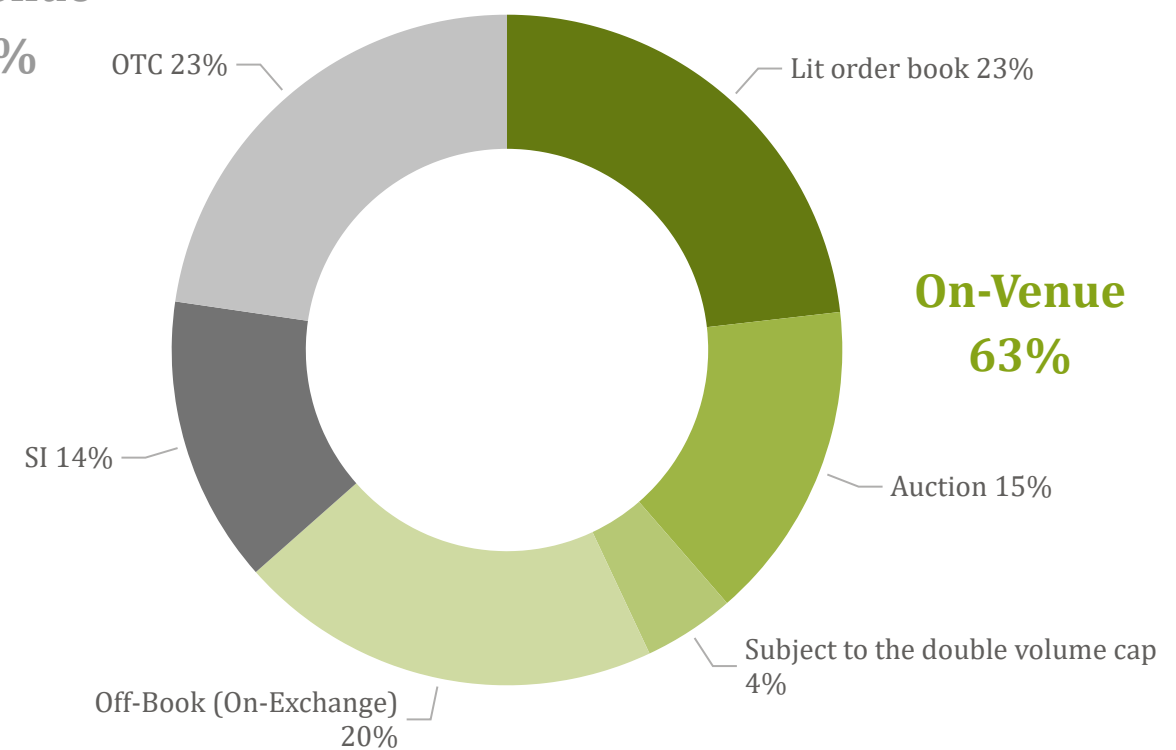
36%



Unadjusted

Off-Venue

37%



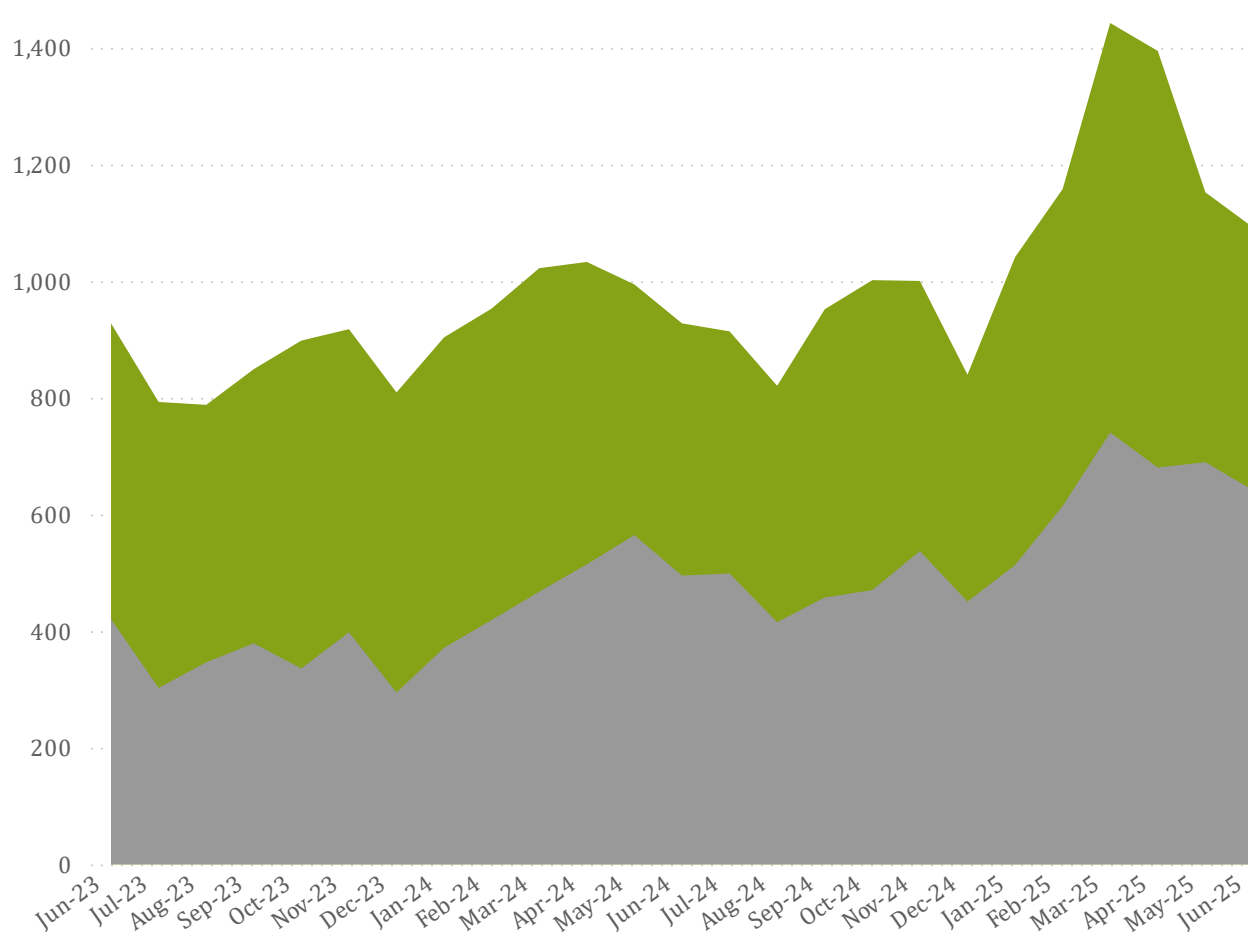
Figures may not sum precisely to the total due to rounding.

Figures may vary from the previous edition of the report due to a methodology change in reported data.

Share of Pan-European Trading Volume by Trading Mechanism

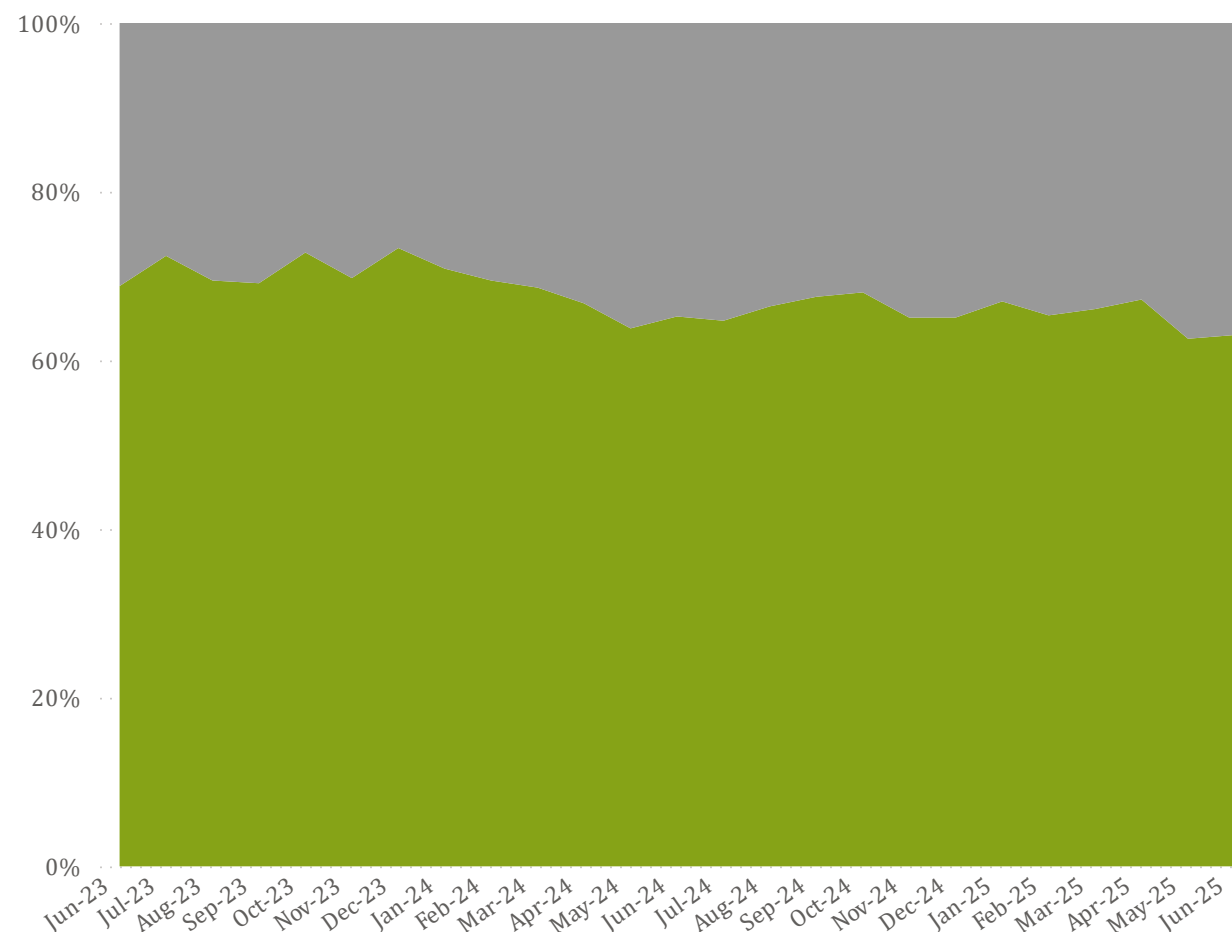
EUR bn per month

On-venue Off-venue



% per month

On-venue Off-venue

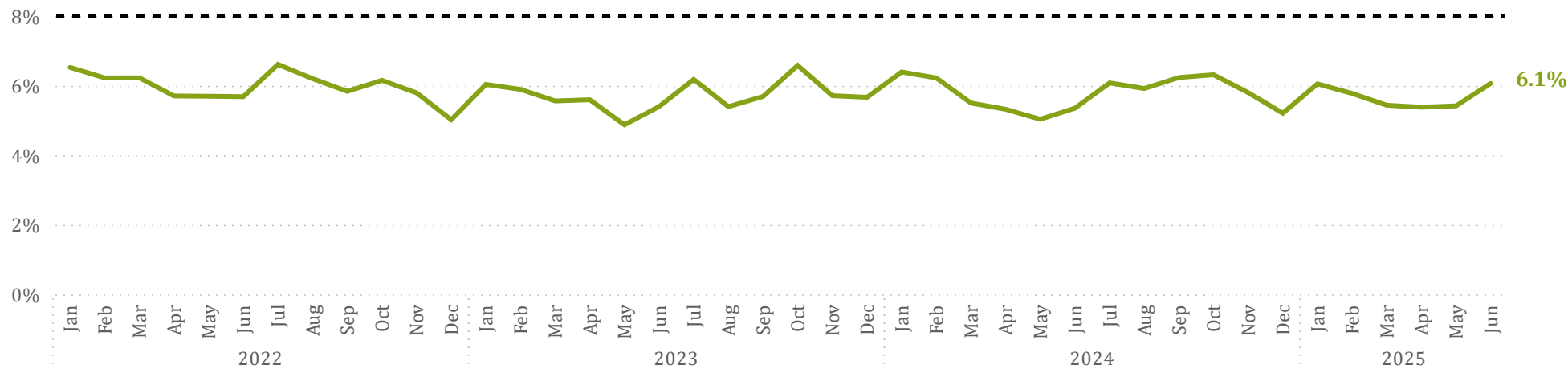


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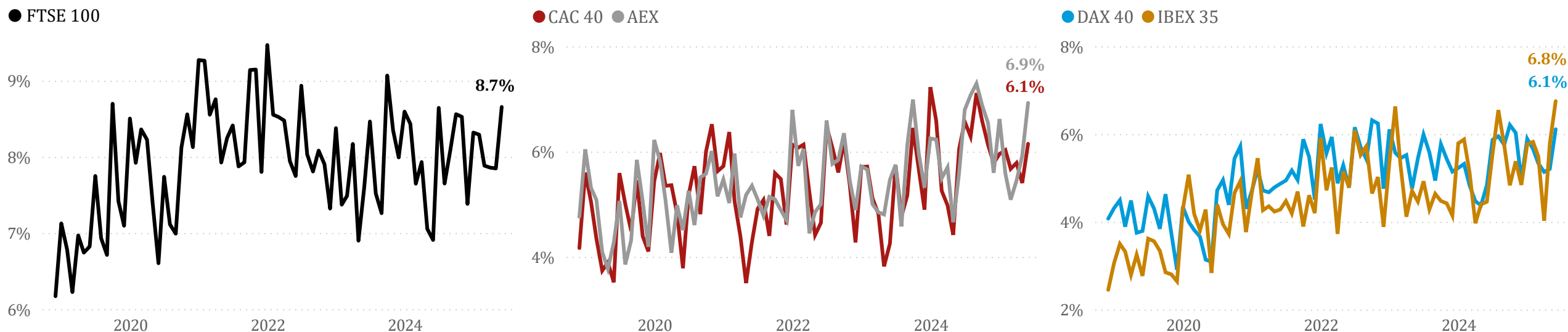
Source: BigXYT

Proportion of Trading Subject to the DVC at 5%

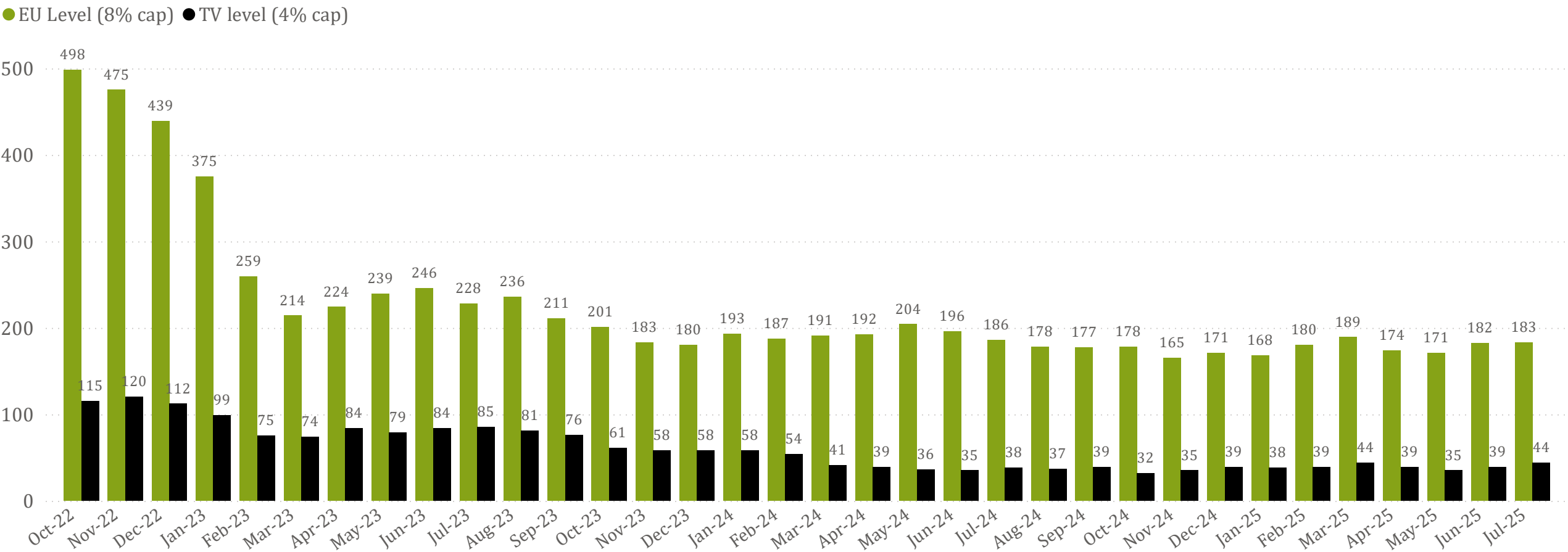
Trading subject to the DVC as % of total turnover



% of trading subject to the DVC by indices



Number of Equity-like Instruments Suspended from Trading Under the DVC by Level



**Number of equity-like instruments
on ESMA DVC files by ISIN location:**

Jul-2025

Country	ISIN	Universe	Suspended EU level	Suspended TV level	Suspended%
AT		71	2	0	2.82%
BE		205	1	0	0.49%
BG		244	0	0	0.00%
CY		24	1	0	4.17%
CZ		30	0	0	0.00%
DE		993	15	0	1.51%
DK		663	15	2	2.56%
EE		39	0	0	0.00%
ES		392	5	0	1.28%
FI		215	16	5	9.77%
FR		911	15	4	2.09%
GR		169	0	0	0.00%
HR		97	0	0	0.00%
HU		74	0	0	0.00%
IE		2639	9	3	0.45%
IT		525	3	0	0.57%
LT		28	0	0	0.00%
LU		1299	2	1	0.23%
LV		13	0	0	0.00%
MT		46	0	0	0.00%
NL		240	5	1	2.50%
PL		737	0	0	0.00%
PT		50	1	0	2.00%
RO		356	0	1	0.28%
SE		1669	52	23	4.49%
SI		117	0	0	0.00%
SK		2	0	0	0.00%
Total EU		11848	142	40	1.54%
GB		1094	3	0	0.27%
RoW		14283	38	4	0.29%
Total		27225	183	44	0.83%

Valuations

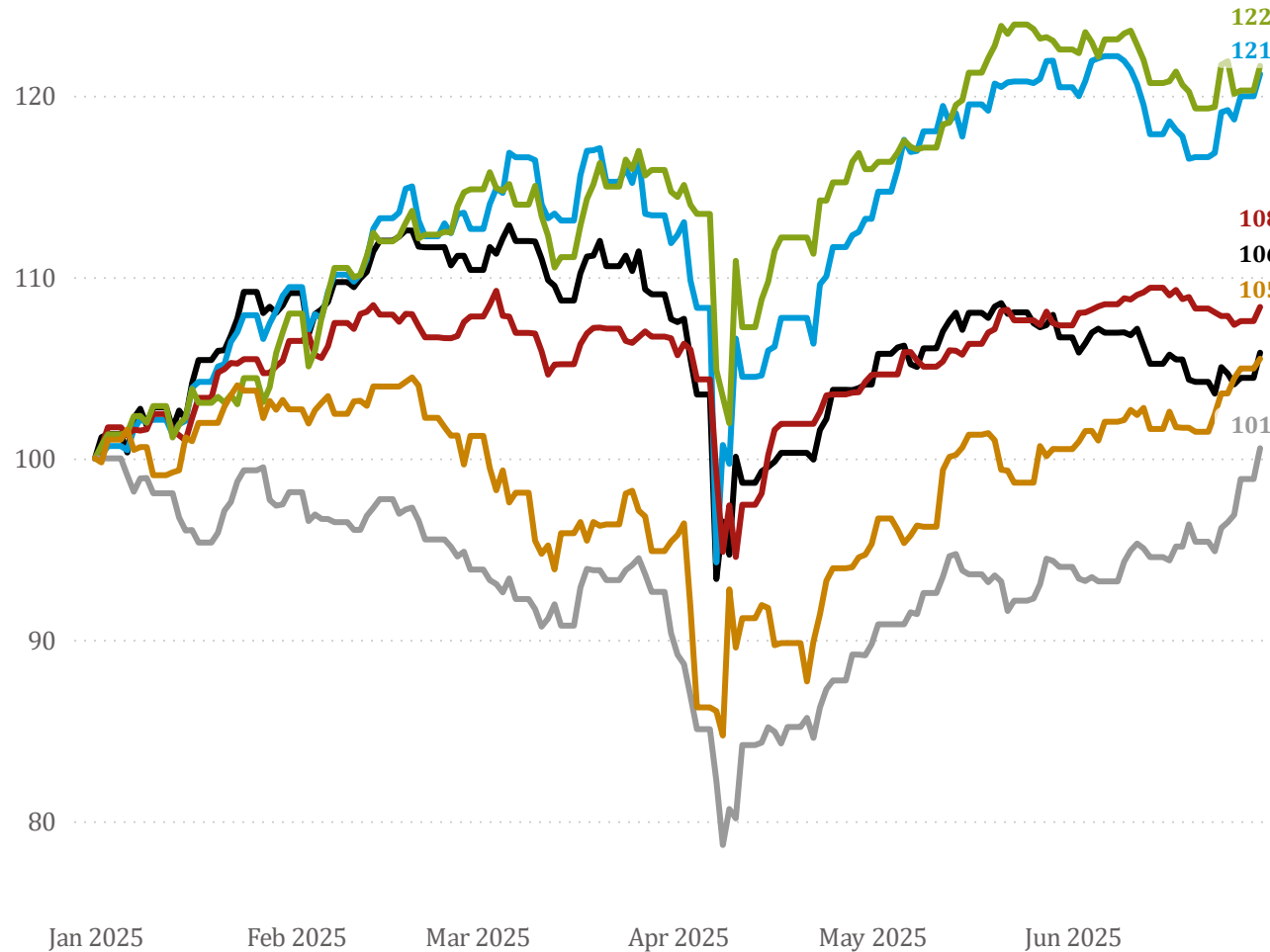
European equity indices rose by the end of H1 2025, recovering from the April decline triggered by the introduction of tariffs by the U.S. Government. The IBEX35 and the DAX40 led EU price gains, rising by 22% and 21% since the beginning of the year, while the FTSE100 and the French CAC40 only gained 8% and 6% respectively. Outside Europe, the S&P500 price performance increased by 5%, and Japanese share prices by 1%.

European stock prices volatility, as measured by VSTOXX, stabilised at 17.7bps at the end of H1 2025 after the peak of 46.7bps in April due to the tariffs announced by the U.S. Government.

Price Indices and Valuation Multiples

Price Performance of Selected Stock Indices (31 Dec 2024 = 100)

● CAC 40 ● DAX 40 ● FTSE 100 ● IBEX 35 ● NIKKEI 225 ● S&P 500



Price-to-book Ratio of Stoxx 600 Constituent Shares and EU Average

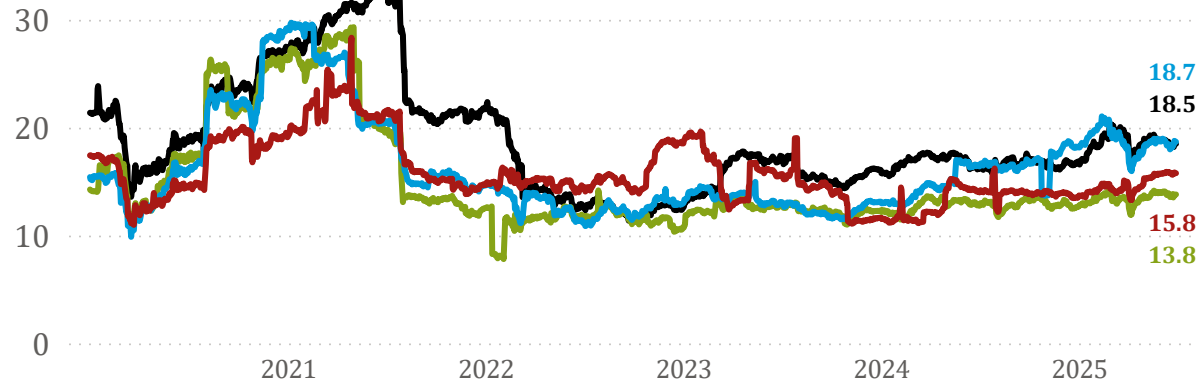
● STOXX EUROPE 600 ● EU (Reuters Composite)



Valuation Ratios and Implied Volatility

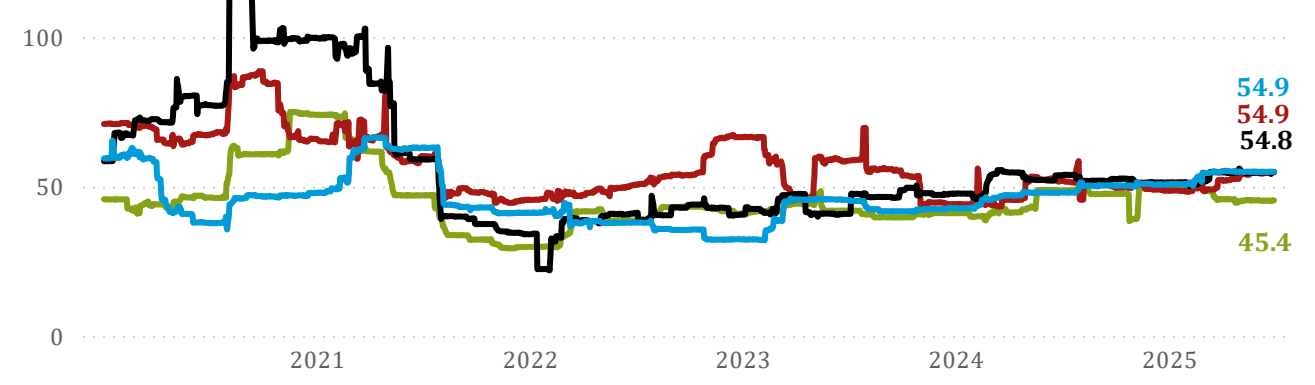
Price-to-earnings (PE) ratio

● CAC 40 ● IBEX 35 ● DAX 40 ● FTSE 350



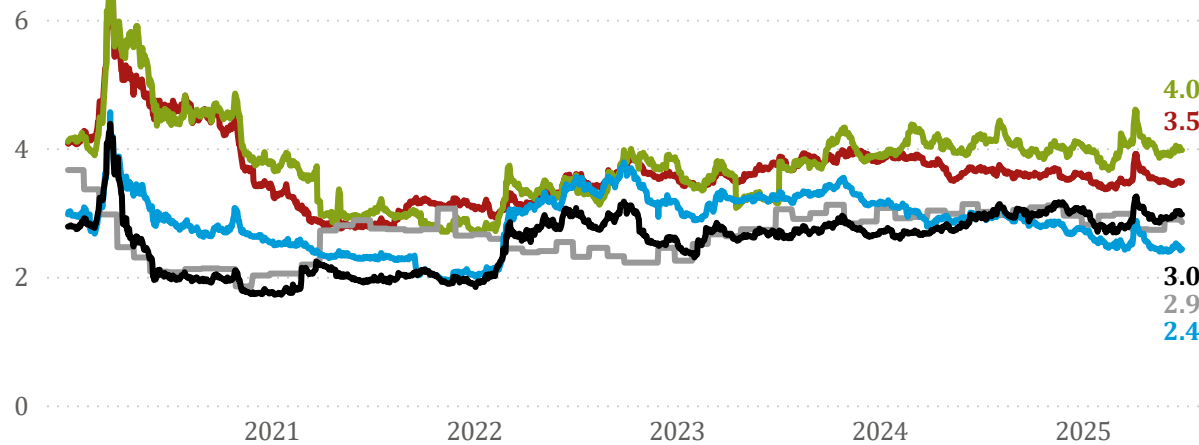
Dividend payout ratio (Dividends/Earnings per share)

● DAX 40 ● FTSE 350 ● IBEX 35 ● CAC 40



Dividend yield ratio (Dividend/Price)

● FTSE 350 ● IBEX 35 ● STOXX EUROPE 600 ● DAX 40 ● CAC 40



Implied volatility of Euro Stoxx 50 constituent shares (VSTOXX)



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