



Fintech Q2 2022

REPORT

July 2022



Leading fintech corporate venture fund.

ABN AMRO Ventures is the corporate venture fund of ABN AMRO Bank, a leading bank in the Netherlands.

The €150m balance sheet fund invests in the most relevant up-and-coming technology companies to boost and accelerate innovation for the bank and its clients.

The collaboration between the fund and the portfolio companies goes far beyond capital: ABN AMRO Ventures actively provides knowledge and expertise, access to the bank and its systems, support from relevant specialists inside and outside ABN AMRO, as well as an extensive external network.

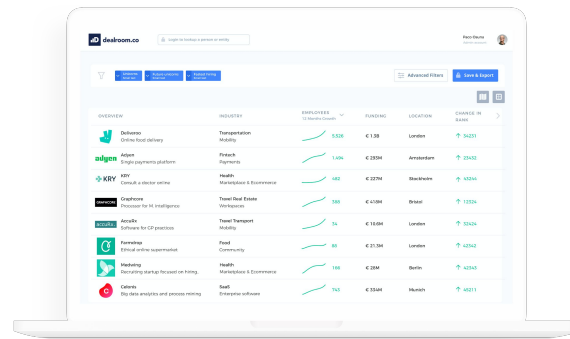
Examples of portfolio companies



Global startup & venture capital intelligence platform.

Dealroom.co is the foremost data provider on startup, early-stage and growth company ecosystems in Europe and around the globe.

Founded in Amsterdam in 2013, we now work with many of the world's most prominent investors, entrepreneurs and government organizations to provide transparency, analysis and insights on venture capital activity.



Check out our previous reports.



The rise of Embedded Finance

The State of European Insurtech 2022

Fintech 2021 report

Fintech-enabled marketplaces 2021

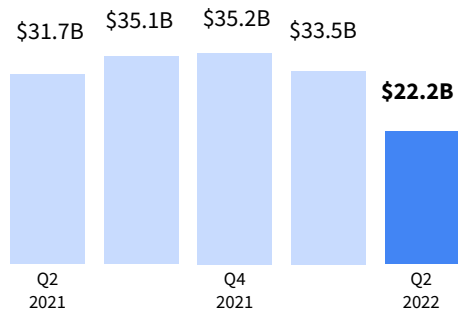
What happened in fintech in Q2 2022.

Fintech funding has slowed down considerably.

Fintech startups raised \$21.5B globally in Q2 2022, the lowest in the last 5 quarters, down 39% from the peak in Q4 2021.

Fintech is still the most invested industry worldwide, but funding fell 32% YoY, 1.5x the total VC funding globally. Megarounds are at their lowest in more than one year, while the total number of rounds is holding on much better.

Global fintech VC funding

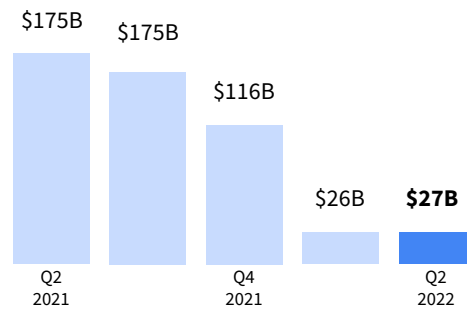


Exits value and count has fallen. Also unicorn creation is slowing down.

Exits value in Q2 is still down massively from last year with just \$27B compare to more a peak of \$175B in Q2 2021. This drop was already seen in Q1 and is especially due to public listings. But now also smaller M&A is strongly slowing down.

Unicorn creation is slowing down, almost back to pre-pandemic levels.

Exits value by quarter



All fintech segments have been hit by the slowdown.

All fintech segments are down in respect to 2021.

Banking, Lending, Insurtech and Regtech have been hit the hardest and are down more than 50% compared to last year's average.

Payment is still the segment attracting the most funding.

Fintech funding by sector Q1 2022

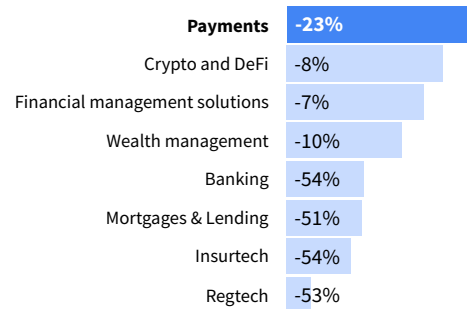


Table of contents

1 — Fintech VC funding in 2022

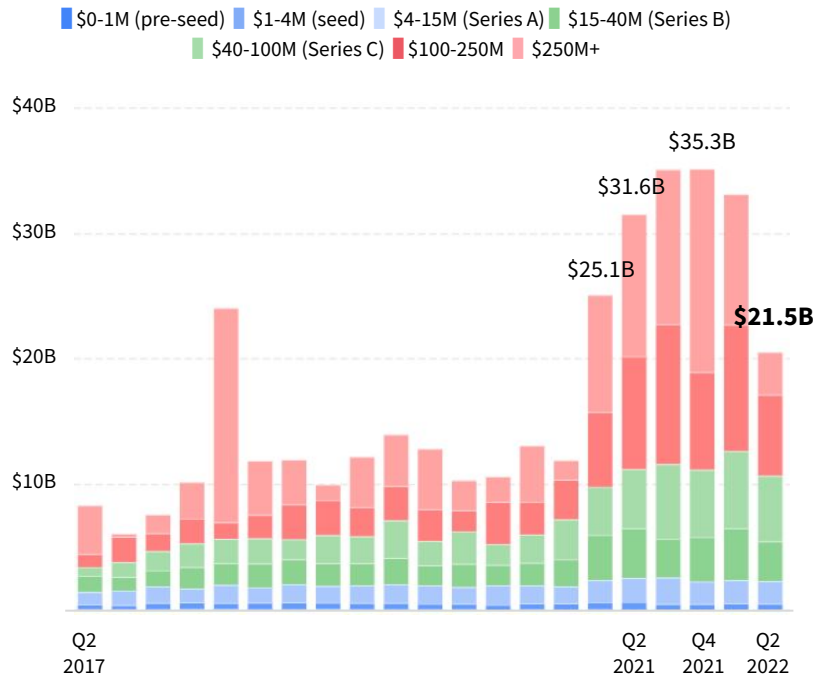
2 — Top fintech trends in 2022

3 — Regional trends

1 — Fintech VC funding in 2022

Fintech startups raised \$21.5B globally in Q2 2022, the lowest in the last 5 quarters, down 39% from the peak in Q4 2021.

Global venture capital investment in fintech startups [» view online](#)

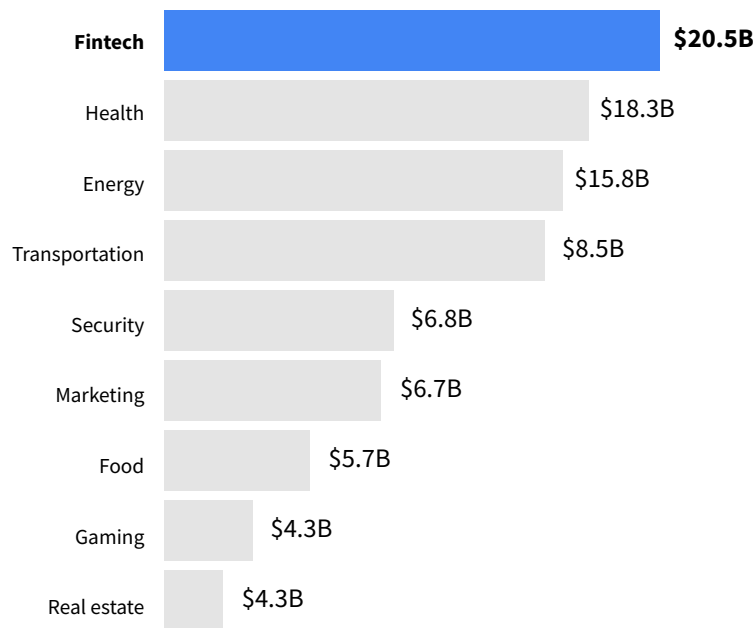


The biggest rounds of Q2 2022 [» view online](#)

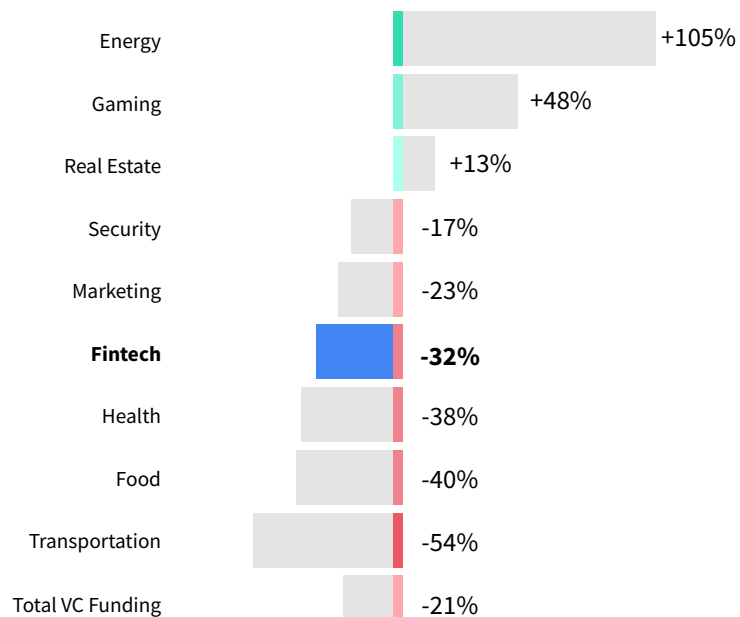
NAME	INVESTORS	MARKET	LOCATION	VALUATION	LAST ROUND
Coda Payments Offers a platform allowing users to...	Insight Partners GIC Smash Capital	gaming fintech payments	Singapore, Singapore	\$2.5b	\$690m GROWTH EQUITY VC
Velocity Global Hire, manage, and pay global tale...	Norwest Venture Partners Eldridge	fintech jobs recruitment financial management solutions payments	Denver, United States	\$2.0b	\$400m SERIES B
Circle Helps businesses and developers ...	BlackRock Fidelity Marshall Wace Fin Venture Capital	fintech payments crypto and defi	Boston, United States	\$9.0b	\$400m GROWTH EQUITY VC
Bloom A European-focused small to medi...	Credo Capital Management Fortress Investment Group	fintech mortgages & lending	Westminster, United Kingdom	\$1.6-2.4b	\$300m SERIES A
SumUp A leading financial technology co...	BlackRock btov Partners Crestline Investors Centerbridge Partners Bain Capital Tech Opportunities	fintech financial management solutions payments	London, United Kingdom	\$8.5b	\$312m LATE VC
Xendit Fintech company that provides en...	Accel Tiger Global Management Kleiner Perkins Coatue Management	fintech marketing ecommerce solutions payments	Jakarta, Indonesia	\$1.2-1.8b	\$300m SERIES D
Remote Job marketplace connecting over ...	Accel Adams Street Partners General Catalyst Partners Sequoia Capital Two Sigma Ventures	fintech jobs recruitment financial management solutions	San Francisco, United States	\$3.0b	\$300m SERIES C
SpotOn Helping restaurants and small bus...	Andreessen Horowitz DST Global Dragoneer Investment Group Franklin Templeton Investments G Squared	fintech food in-store retail & restaurant tech payments	San Francisco, United States	\$3.6b	\$300m SERIES F
Trade Republic Provides a fast, mobile and web ac...	Accel Creandum Project A Technology Crossover Ventures Thrive Capital	fintech banking financial management solutions wealth management	Berlin, Germany	\$5.5b	€250m SERIES C

Fintech is still the most invested industry, but funding fell 32% YoY, 1.5x more than the total VC funding globally.

Global VC funding by industry, Q2 2022



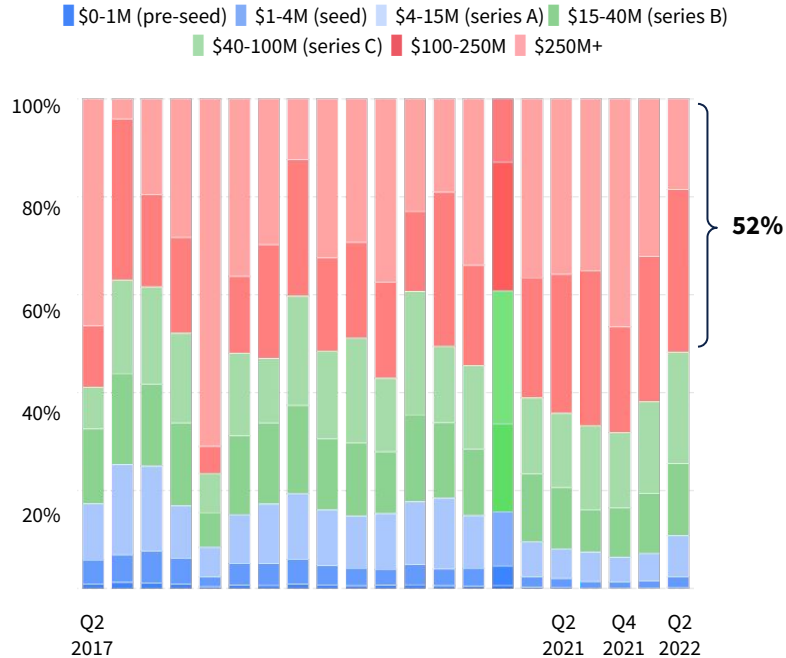
VC funding Growth by Industry, Q2 2022 vs Q2 2021



Megarounds are at their lowest in more than one year and their number dropped 40% from the peak in Q3 2021.

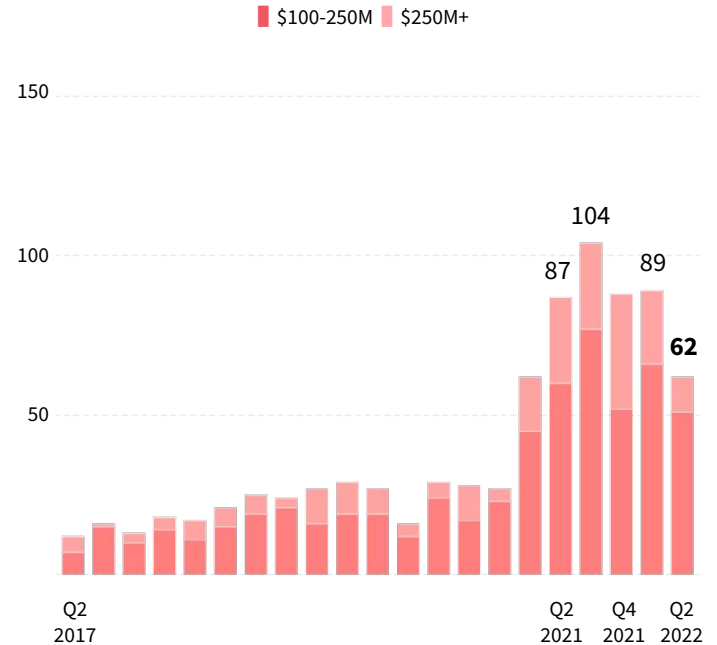
Global fintech VC funding by round size

[» view online](#)



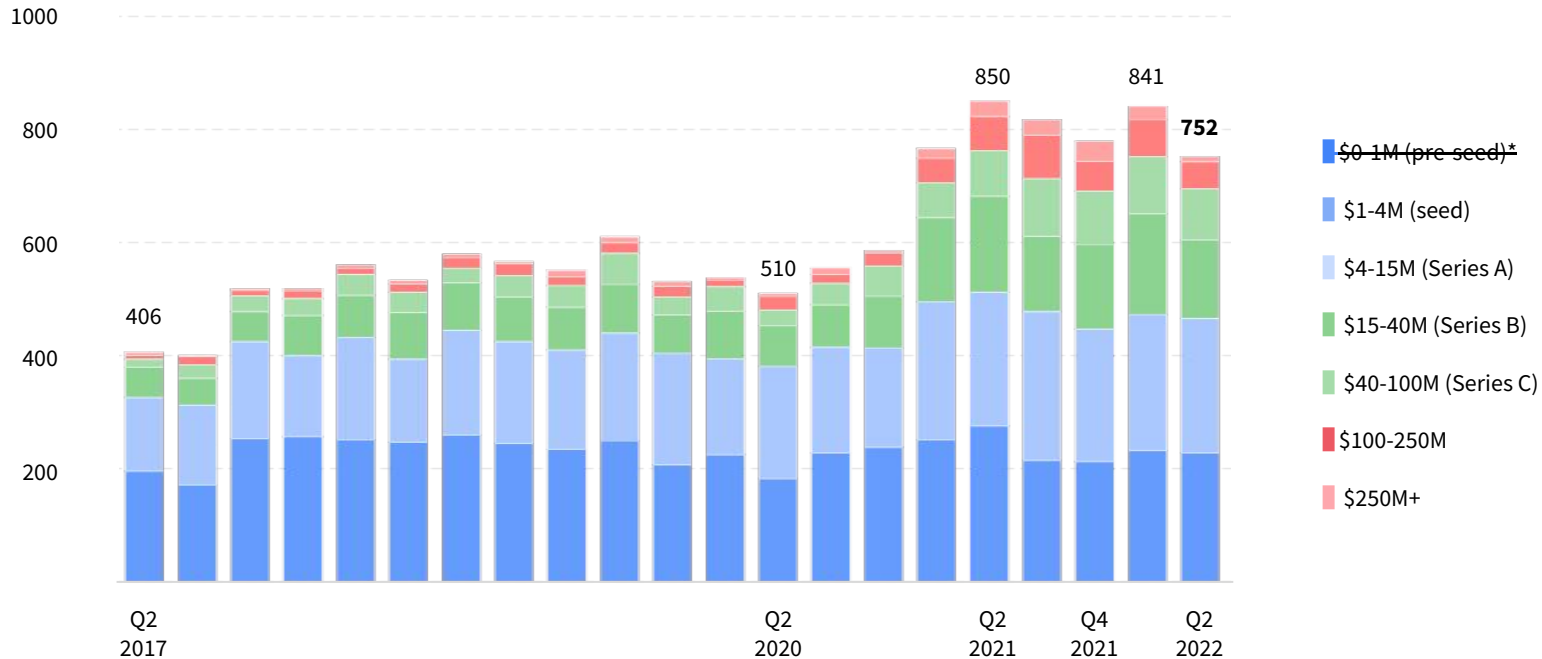
Number of global fintech investment >\$100M

[» view online](#)



The total numbers of round is holding on much better than total financing and megarounds. Round sizes are shrinking.

Global number of fintech funding rounds >\$1M* [» view online](#)

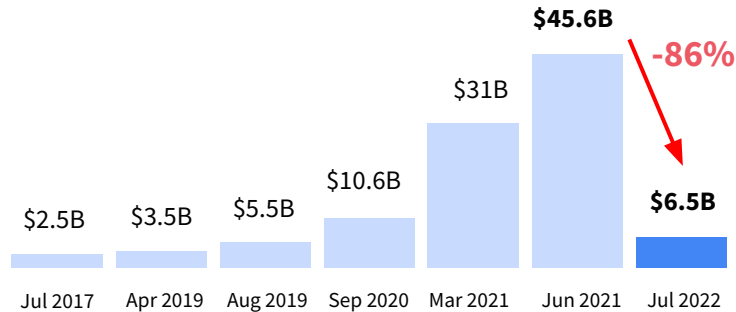


The correction is now coming also to private valuations. Klarna's valuation is down 86% and Stripe cut its valuation internally by 28%.



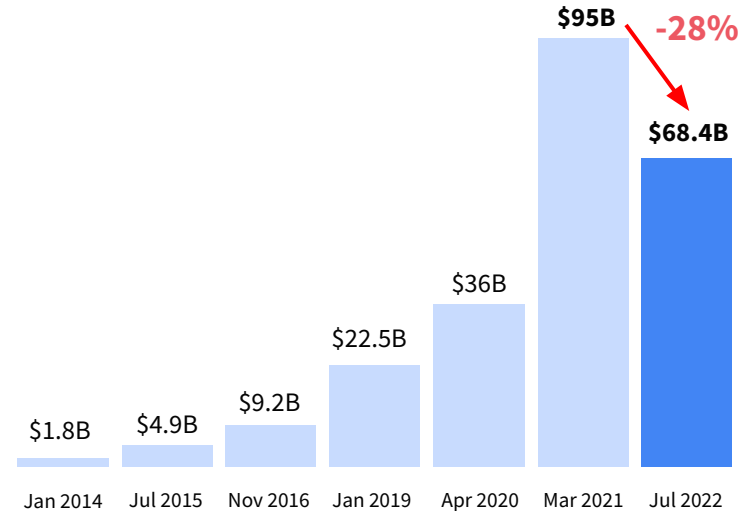
Klarna's valuation history

[Klarna profile](#)



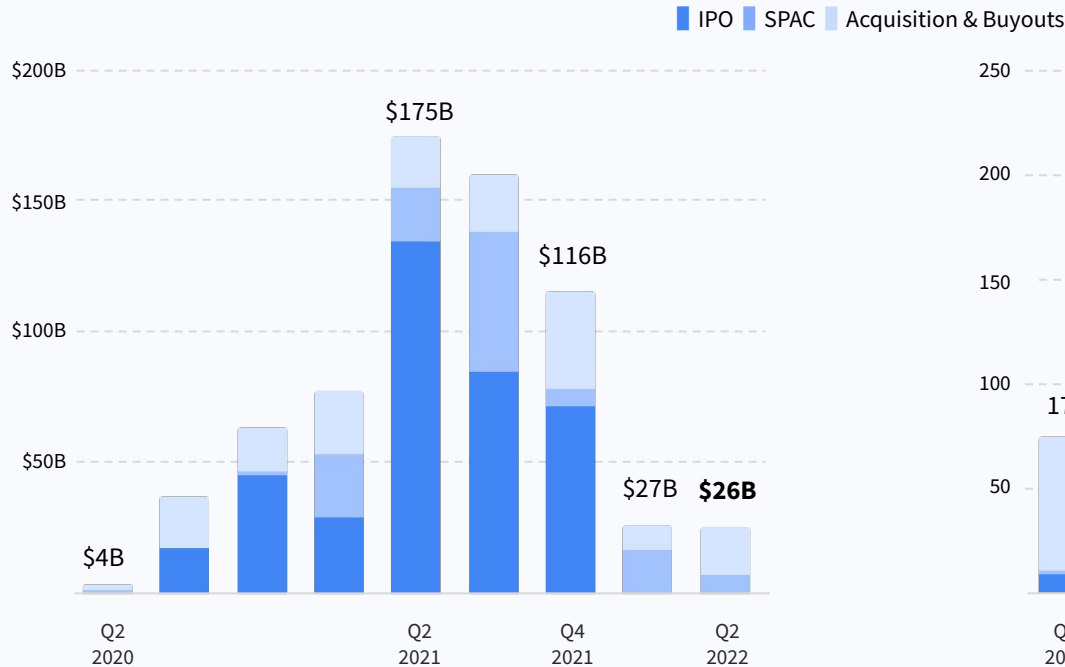
Stripe's valuation history

[Stripe profile](#)

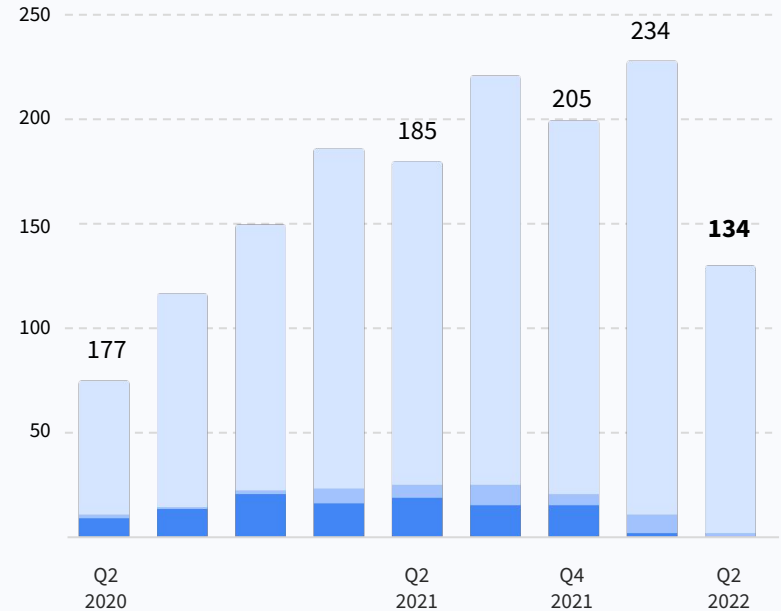


Exits value in Q2 is still down massively from last year, as already seen in Q1, especially due to public listings. Smaller M&A is also strongly slowing down now.

Combined valuation of fintech exits

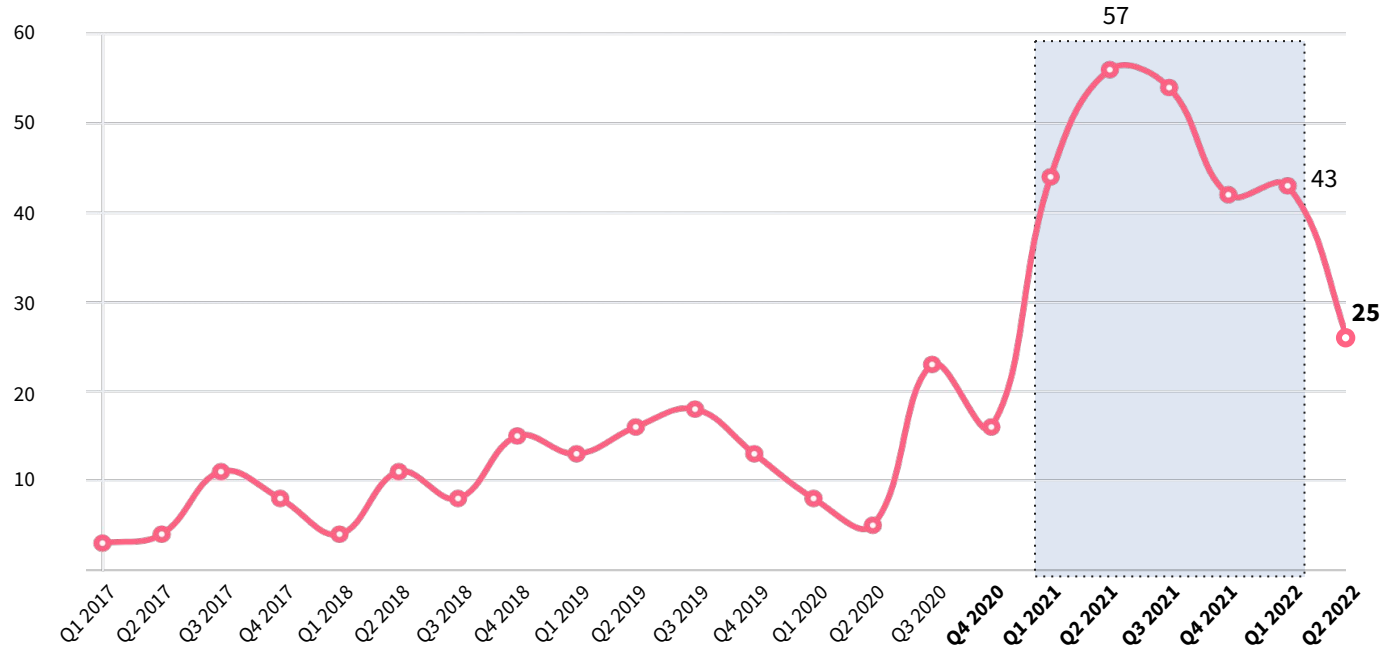


Number of fintech exits



Unicorn creation is slowing down, almost back to pre-pandemic levels.

Number of new fintech unicorns globally » [view online](#)

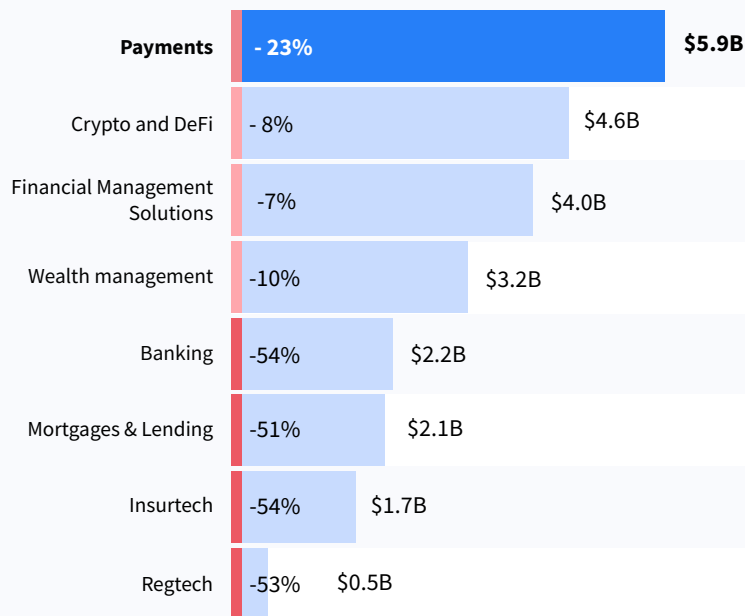


2 — Top fintech trends in 2022

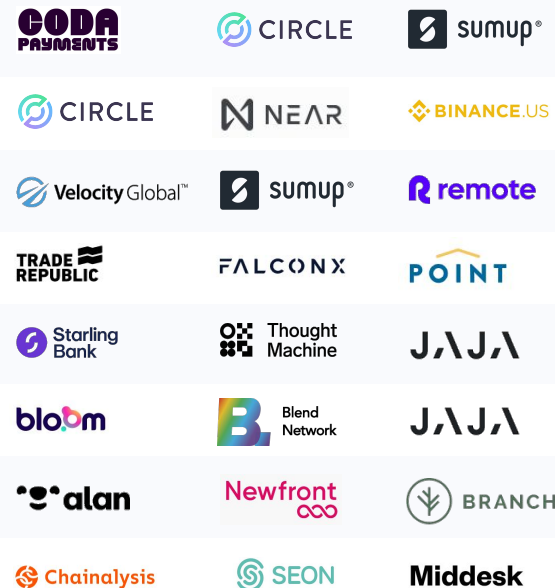
All fintech segments are down in respect to 2021. Banking, Lending, Insurtech and Regtech have been hit the hardest. Payment is still the top segment.

VC investment Q2 2022 (% growth vs 2021 average)

[» view online](#)



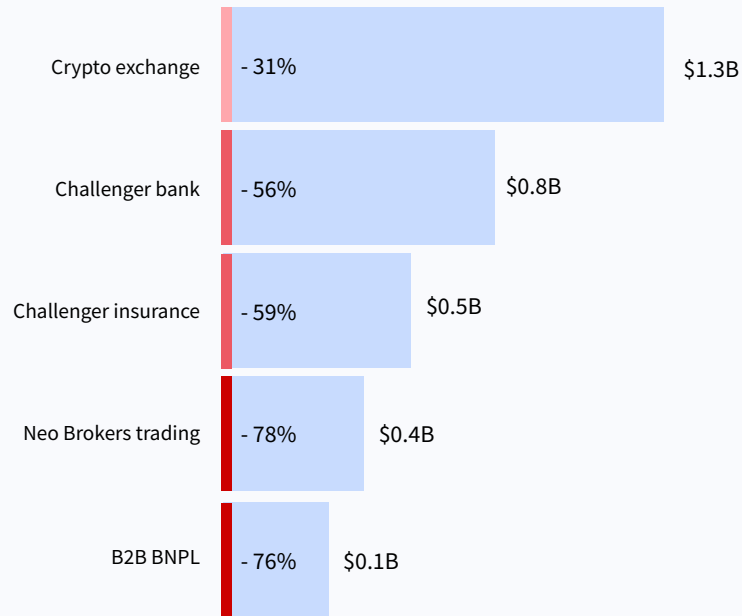
Top 3 most funded startups in Q2 2022



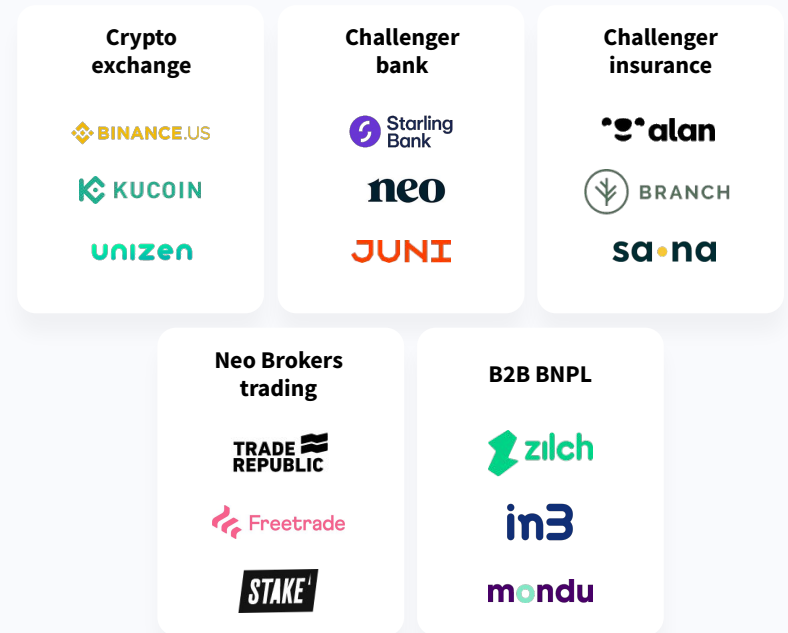
Many of the defining segments for fintech in 2021 are now struggling. Neo Brokers and BNPL have been hit the hardest.

VC investment Q2 2022 (% growth vs 2021 average)

[» view online](#)

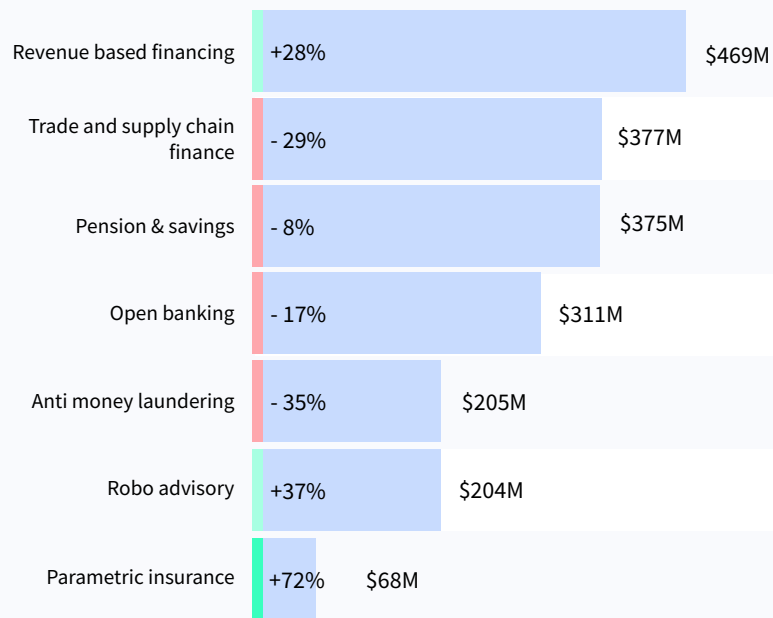


Top 3 most funded startups in Q2 2022

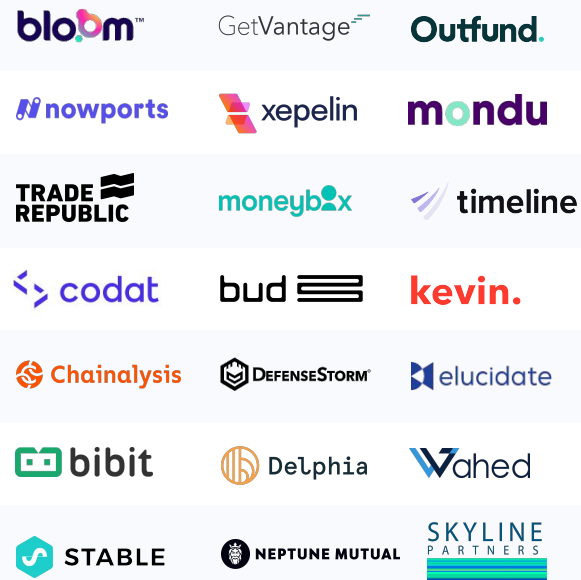


While other segments, especially around fintech infrastructure and B2B services are holding on better.

VC investment Q2 2022 (% growth vs 2021 average)



Top 3 most funded startups in Q2 2022



Explore the **key themes** in **Fintech** and **Crypto**.

» Expense management

» Student loans startups

» Alternative payments

» Fintech democratizing venture capital

» ClimateTech software

» More ...



The screenshot shows the dealroom.co website interface. At the top, there is a search bar with the text "Search for companies, investors, p..." and buttons for "Sign up" and "Login". The main content area is divided into several sections:

- Consumer facing BNPL providers (Direct merchant suppliers)**: Combined funding € 6.9B. This section lists logos for Klarna, Afterpay, Affirm, Zip, Sezzle, QuadPay, Splitit, Laybuy, Scalapay, Addi, Paidy, and Tamara.
- Challenger banks offering BNPL**: Combined funding € 3.3B. This section lists logos for Monzo, Revolut, Lunar Way, Zopa, MoneyLion, and Dough.
- White label BNPL providers and tech providers**: Combined funding € 2.1B. This section lists logos for GreenSky, Bread, Amount.com, Limepay, Jifiti, Pledg, Divido, Pine Labs, Certegy, RatePay, QuickFee, SynapseFI, Cresh, Neopag, Cashew, Skeps, BNPL Pay, Soisy, and Provenir Inc.

On the left side of the website, there is a vertical navigation menu with various icons representing different categories.



Powered by

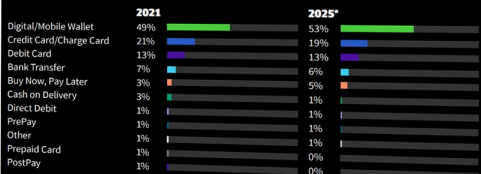


The rise of alternative payments

Cards have been the default payment method for a long time. This is not true anymore with the rise of Alternative Payments that are devouring market share from traditional card payment methods.

Alternative payments such as digital wallets, account-to-account (A2A) payments with open banking and BNPL are becoming some of the preferred payment methods for consumers. Furthermore, crypto, stablecoins and CBDCs are coming to the game.

Global e-com payment methods



Global POS payment methods

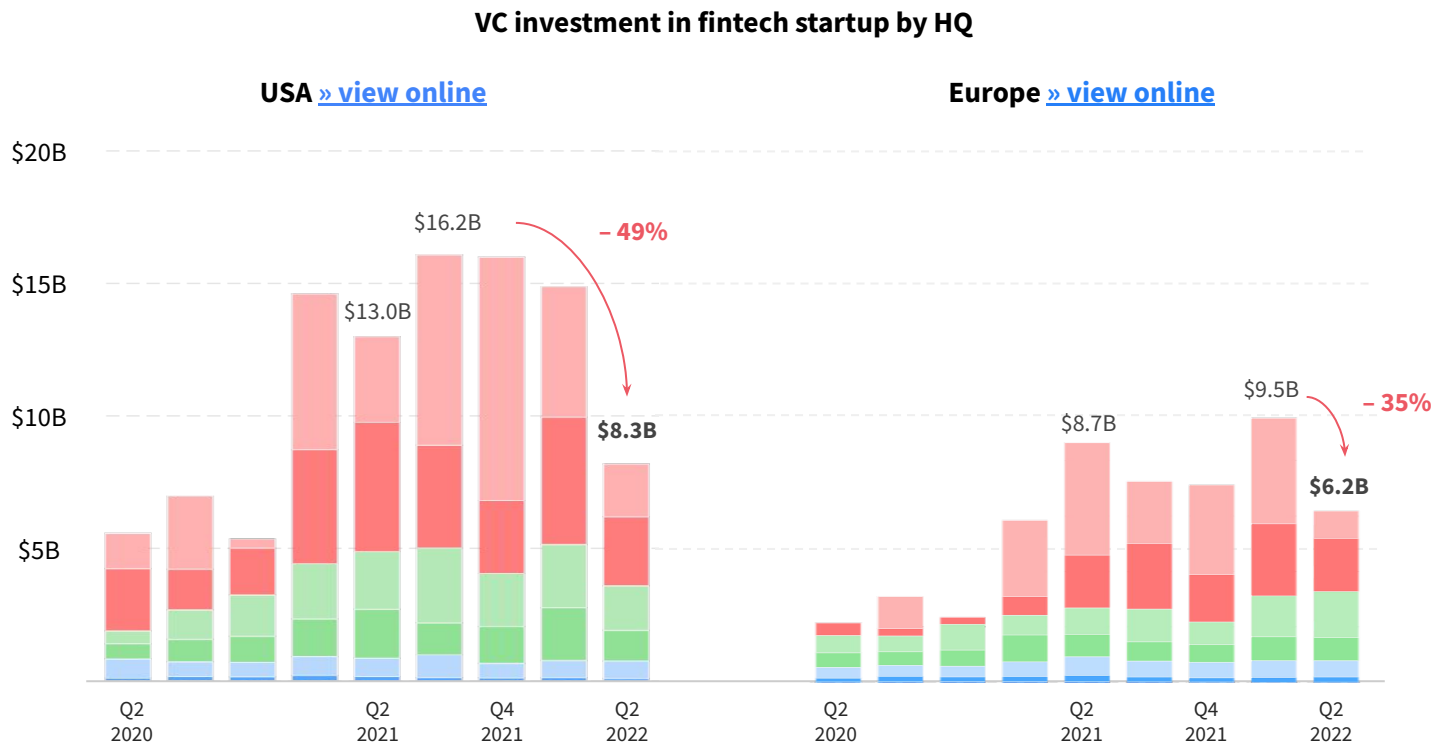


Get the latest weekly insights, with the **Fintech** newsletter.

» Sign up

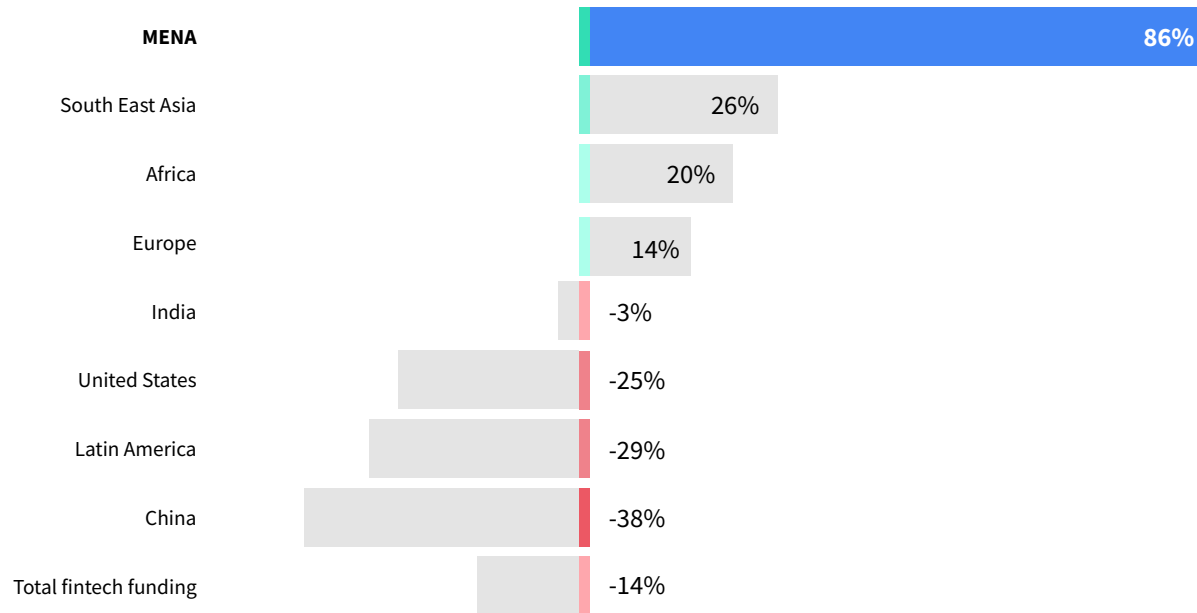
3 — Regional trend

Europe fintech funding is holding on better than US so far.

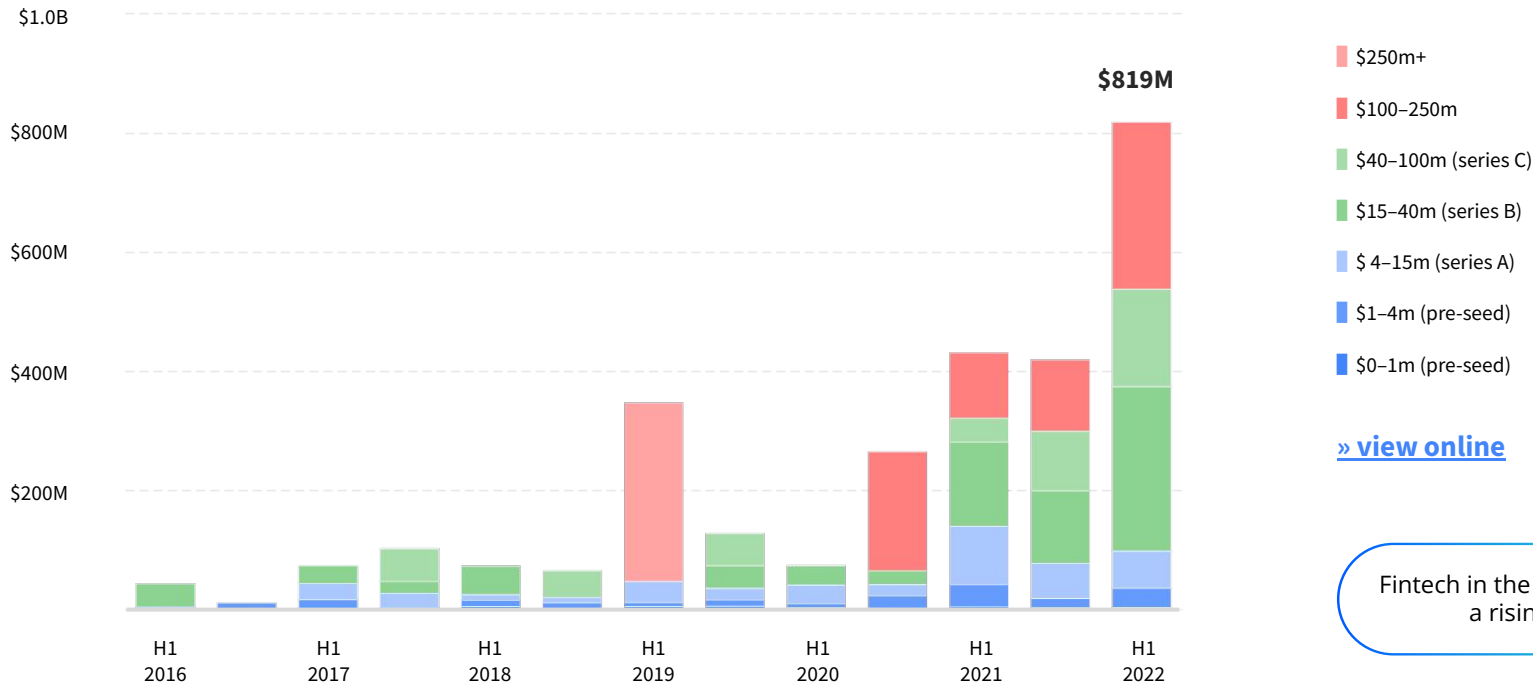


MENA fintech funding has grown the fastest in H1 2022. Other emerging hubs are holding on better than the broader market, except for Latam.

Fintech funding growth H1 2022 vs 2021 average (H1 2022 funding)



Fintech investment in MENA has reached all time high in H1 2022, almost 2x the previous record.

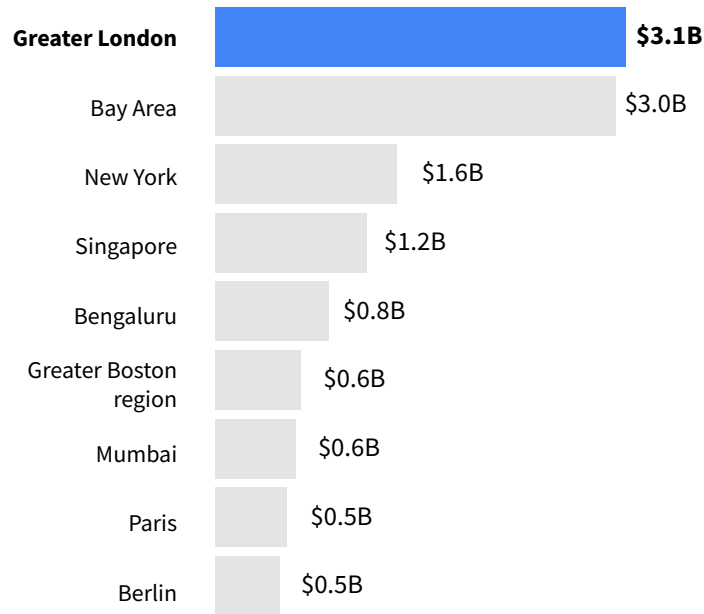


[» view online](#)

Fintech in the MENA region:
a rising star

London has raised more fintech investment so far in 2022 than any other global hub, with the Bay Area at short distance.

Top global hubs for fintech investment in Q2 2022



The biggest fintech rounds in London in Q2 2022 [» view online](#)

bloom

sumup

paddle

Starling Bank

Thought Machine

JAJA

Blend Network

Modulr

codat

World leading tech hubs:
London and Bay Area

Explore fintech funding by regions, countries and cities.

Fintech is the biggest sector for VC funding, attracting 20% of all the investments.

Regions like the US, Europe and China have already seen global leaders emerge in the field and now India, South East Asia, Latin America and Africa are coming to the scene. Competition among countries and cities to attract fintech talent and business is increasing.

» Investment by regions

» Investment by countries

» Investment by cities



The screenshot shows the 'Fintech' database interface on dealroom.co. The table displays 'AMOUNT INVESTED' for various 'Locations' from 2017 to 2022. The data is as follows:

Locations	2017	2018	2019	2020	2021	2022
Greater London	\$2.3b	\$2.2b	\$5.6b	\$4.7b	\$12.4b	\$8.1b
Bay Area	\$3.4b	\$6.5b	\$8.3b	\$8.1b	\$23.3b	\$6.6b
New York City, New York	\$2.4b	\$2.6b	\$2.3b	\$4.0b	\$13.4b	\$5.4b
Paris, Île-de-France	\$217m	\$394m	\$624m	\$614m	\$2.1b	\$2.0b
Singapore, Singapore	\$221m	\$318m	\$715m	\$588m	\$2.7b	\$1.9b
Bengaluru, Karnataka	\$382m	\$326m	\$1.2b	\$2.0b	\$3.6b	\$1.8b
Berlin, Berlin	\$233m	\$429m	\$672m	\$362m	\$2.3b	\$1.3b
São Paulo, São Paulo State	\$161m	\$415m	\$832m	\$1.5b	\$2.9b	\$1.1b
Greater Boston Region	\$309m	\$1.4b	\$633m	\$1.5b	\$2.5b	\$1.0b
Stockholm, Stockholm County	\$208m	\$174m	\$1.0b	\$1.2b	\$1.9b	\$996m
Mumbai, Maharashtra	\$468m	\$305m	\$241m	\$397m	\$1.0b	\$720m
Toronto, Canada	\$314m	\$448m	\$630m	\$282m	\$2.0b	\$353m
Amsterdam, North Holland	\$133m	\$168m	\$191m	\$210m	\$1.7b	\$257m
Beijing, China	\$4.8b	\$5.7b	\$672m	\$709m	\$333m	\$163m
Tel Aviv District, Israel	\$95.7m	\$275m	\$149m	\$133m	\$513m	\$149m
Atlanta, Georgia	\$304m	\$319m	\$327m	\$675m	\$691m	\$101m
Munich, Bavaria	\$68.8m	\$68.2m	\$113m	\$95.3m	\$280m	\$85.2m

Explore the ecosystem fintech.dealroom.co

Access over 47,000 fintech startups, 42,000 funding rounds, and our latest insights on the world of fintech.

» Visit the platform



The screenshot displays the fintech.dealroom.co website interface. At the top, there is a search bar with the text "Search for companies, investors, people, lists & innovations". Below the search bar, three large statistics are shown: 47,658 STARTUPS, 42,939 ROUNDS, and 60,200 JOBS. The main content area is titled "Searches" and is divided into three columns: "IMPACT & SUSTAINABILITY", "MORTGAGES & LENDING", and "PAYMENTS". Each column contains a list of search results with icons and titles.

IMPACT & SUSTAINABILITY

- Sustainable banking startups
- Fintech for inequality
- Fintech for sustainability
- Sustainable fintech startups | France
- Sustainable insurance startups
- Sustainable insurance startups

MORTGAGES & LENDING

- Buy Now Pay Later (BNPL) startups and companies
- Embedded lending
- Revenue based financing

PAYMENTS

- Buy Now Pay Later (BNPL) companies
- The rise of alternative payments
- Payment orchestration
- AKQA - Payment Orchestration

Venture capital methodology and definitions.

Startups, scaleups, grownups and tech

Companies designed to grow fast. Generally, such companies are VC-investable businesses. Sometimes they can become very big (e.g. \$1B+ valuation).

When startups are successful, they develop into scaleups (>50 people), grownups (>500 people) and result in big companies, like Klarna or Coinbase.

Only companies founded since 1990 are included in this report.

Venture capital investment

Investment numbers refer to rounds such as Seed, Series A, B, C, late stage, and growth equity rounds.

Venture capital investment figures exclude debt or other non-equity funding, lending capital, grants and ICOs.

Buyouts, M&A, secondary rounds, and IPOs are treated as exits: excluded from funding data.

Investment rounds are sourced from public disclosures including press releases, news, filings and verified user-submitted information.

Valuation

The combined valuation of the tech ecosystem is based on their market cap or latest transaction value.

Transaction value is realized from exit or implied unrealised valuation from the latest VC round, which is either announced or estimated by Dealroom based on benchmarks.

