

Monthly report as of 31 July 2016

Stable performance in July

- Princess Private Equity Holding Limited's ("Princess") net asset value ("NAV") stands at EUR 9.78 per share
- Overall portfolio developments (+0.3%) were positive while currency movements (-0.1%) were slightly negative
- Princess received distributions of EUR 5.0 million from exited investments and invested EUR 13.2 million

Distributions during the month came predominantly from Princess' legacy third party fund portfolio (EUR 2.5 million). Princess also received proceeds of EUR 1.3 million following the realization of US-based semiconductor manufacturer Freescale Semiconductor. Partners Group first invested in Freescale as part of a consortium in 2006, but the company experienced a significant decline in orders during the financial crisis which required it to reduce its cost base. Freescale subsequently held its IPO in 2011, raising the necessary capital to restructure its debt and held a secondary offering in 2014. The company was acquired by Dutch competitor NXP Semiconductors in a cash-and-stock transaction in December 2015, which valued the combined enterprise at over USD 40 billion. Princess received the cash proceeds from the transaction in April this year and subsequently sold the stock component in July.

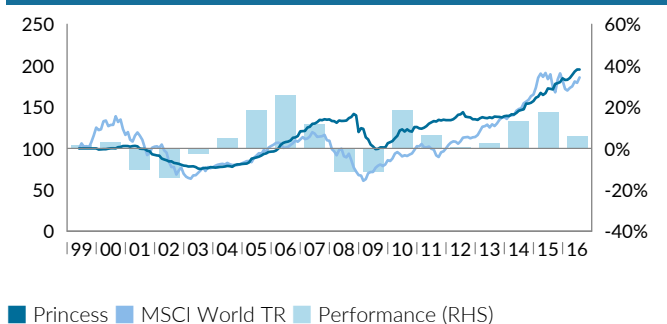
Princess invested a total of EUR 13.2 million during the month, of which EUR 11.6 million was allocated to PCI Pharma Services (PCI). Partners Group acquired the global pharmaceutical services provider from selling private equity firm Frazier Healthcare Partners. Headquartered in Philadelphia, USA, PCI offers outsourced services across the entire pharmaceutical supply chain, including drug development and manufacturing, clinical trials and packaging services. The company has a diverse customer base of more than 350 companies, including the world's leading pharmaceutical manufacturers. PCI employs more than 2'800 people across the US and Europe, and generated sales of over USD 475 million in 2015. Following the acquisition, Partners Group plans to work closely with PCI's management team to add more specialized offerings to the product range and expand the company, both organically and through complementary add-on acquisitions.

On 18 August Princess held a conference call to update investors on the company's performance and the development of its portfolio during the second quarter of 2016. The presentation and replay facility are now available on the company's website:

[http://princess-privateequity.net/en/investor\\_relations/web\\_cast\\_live\\_events.php](http://princess-privateequity.net/en/investor_relations/web_cast_live_events.php).

Key figures			
In EUR	30.06.2016	31.07.2016	YTD
NAV per share	9.78	9.78	
NAV per share incl. dividends	14.81	14.81	5.8%
Total fund size (in million)	676.38	676.37	
Investment level	86.9%	86.8%	
Net liquidity	13.1%	13.2%	
Commitment ratio	3.4%	3.2%	
Gross commitment ratio	-4.0%	-4.1%	
Share price	7.31	7.71	1.4%
Discount	-25.3%	-21.2%	

NAV performance since inception (total return)



In %	2011	2012	2013	2014	2015	2016	5 yr. cum.	5 yr. ann.	5 yr. Sharpe ratio
Princess	6.6	0.8	2.7	13.2	17.5	5.8	46.9	8.0	1.58
MSCI World TR	-2.6	13.7	21.2	19.6	10.3	2.0	88.2	13.5	1.17

Largest ten direct investments

				% of NAV
1.	VAT Group AG	WEU	Industrials	6.9
2.	Action	WEU	Consumer discretionary	4.7
3.	Permotio International Learning SarL	WEU	Consumer discretionary	3.6
4.	Dynacast	NAM	Materials	3.4
5.	Hofmann Menue Manufaktur	WEU	Consumer staples	3.3
6.	KinderCare Education	NAM	Consumer discretionary	3.0
7.	Fermaca	ROW	Energy	2.9
8.	Trimco International	APC	Industrials	2.5
9.	Pharmaceutical developer	WEU	Healthcare	1.8
10.	PCI Pharma Services	NAM	Healthcare	1.7

Monthly net performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2011	-1.3%	-0.3%	1.0%	1.5%	2.3%	1.2%	1.2%	-0.4%	1.6%	-0.6%	0.7%	-0.4%	6.6%
2012	0.0%	0.0%	0.8%	1.7%	2.3%	0.4%	1.9%	-3.8%	-0.4%	-0.3%	-1.6%	0.0%	0.8%
2013	-0.6%	1.5%	1.0%	-0.6%	-0.3%	0.8%	-0.7%	1.3%	-0.2%	-0.1%	-0.5%	1.1%	2.7%
2014	0.3%	-0.3%	1.6%	-0.2%	1.4%	1.9%	0.6%	0.5%	4.7%	0.0%	0.6%	1.3%	13.2%
2015	2.6%	0.8%	2.8%	-1.5%	1.4%	3.4%	-0.3%	-0.4%	3.9%	0.5%	0.7%	2.5%	17.5%
2016	-1.1%	0.1%	1.2%	2.0%	2.1%	1.3%	0.0%						5.8%

Monthly report as of 31 July 2016

Princess Private Equity Holding Limited (Princess or the Company) is an investment holding company domiciled in Guernsey that invests in private equity and private debt. The portfolio includes direct, primary and secondary fund investments. Princess aims to provide shareholders with long-term capital growth as well as an attractive dividend yield. The shares are traded on the main market of the London Stock Exchange.

The Board of Directors of Princess passed a resolution to implement a share buyback program on 13 December 2010. During July 2016, 0 shares were repurchased under the share buyback program. As of 31 July 2016, there were 69'151'168 shares outstanding, and the NAV was thus calculated based on a total of 69'151'168 shares outstanding.

Information

For further information please visit:  
[www.princess-privateequity.net](http://www.princess-privateequity.net)

Investor Relations

Phone: +44 (0) 1481 711 690  
 Fax: +44 (0) 1481 730 947  
[princess@princess-privateequity.net](mailto:princess@princess-privateequity.net)

Registered Office

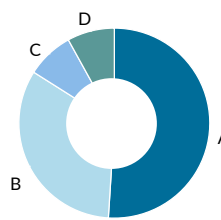
Princess Private Equity Holding Limited  
 Tudor House  
 P.O. Box 477  
 Guernsey, GY1 1BT

Key facts

Stock exchange	London
Reuters	PEY.L
Bloomberg	PEY LN
ISIN	GG00B28C2R28
Sedol	B28C2R2
Product life start date	12.05.1999
Currency	EUR
Dividend YTD	0.27

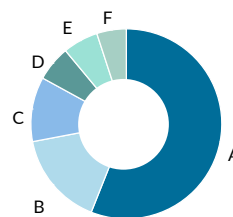
Portfolio composition

Investments by regional focus



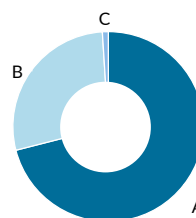
A	Europe	51%
B	North America	33%
C	Rest of World	8%
D	Asia-Pacific	8%

Investments by financing category



A	Small/Mid-cap	56%
B	Special situations	16%
C	Large/mega-large-cap	11%
D	Mezzanine	6%
E	Growth	6%
F	Venture capital	5%

Investments by transaction type



A	Direct	71%
B	Primary	28%
C	Secondary	1%



**Key figures** Commitment ratio: Unfunded commitments less the sum of net current assets divided by NAV (Gross commitment ratio includes undrawn balance on credit line). **NAV performance since inception (total return)** Indexed to 100. Since inception of Princess Private Equity Holding Limited. Princess: based on monthly total return valuations. MSCI World TR: Bloomberg NDDUWI Index in EUR. Sharpe ratio: risk-free rate based on 3-month EURIBOR (Bloomberg: ECC0TR03 Index). **Largest ten direct investments** Based on net asset value. **Monthly net performance** Based on monthly total return valuations. **Portfolio composition** Based on total value of investments.

This document is not intended to be an investment advertisement or sales instrument; it constitutes neither an offer nor an attempt to solicit offers for the product described herein. This report was prepared using financial information contained in the company's books and records as of the reporting date. This information is believed to be accurate but has not been audited by any third party. This report describes past performance, which may not be indicative of future results. The company does not accept any liability for actions taken on the basis of the information provided. Please consult the constituent documents for a more complete description of the terms.