

Monthly report as of 31 October 2017

NAV increases by 0.4%

- Princess Private Equity Holding Limited's ("Princess") net asset value increased by 0.4% to EUR 10.95 per share
- Overall portfolio developments (+0.5%) and currency movements (+0.2%) were positive
- Princess received distributions of EUR 51.9 million and invested EUR 18.7 million over the reporting period

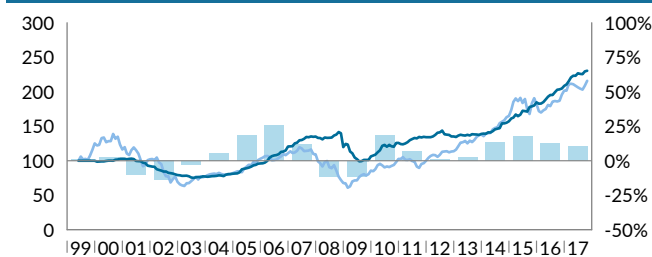
Princess received distributions of EUR 51.9 million during the month, including EUR 45.1 million of proceeds from the previously announced placings of shares in VAT Group AG ("VAT") in September and October. Additional proceeds of EUR 11.9 million were received shortly after October month-end and will be reflected in the company's net liquidity position in the November month-end report. The remaining distributions of EUR 6.8 million came predominantly from Princess' mature legacy fund portfolio.

Princess invested a total of EUR 18.7 million during the month, of which EUR 13.8 million was allocated to Civica, a leading UK-based provider of specialist software, digital solutions and outsourcing services. Civica provides business-critical software and technology-based outsourcing services to both public sector organizations and to commercial organizations in highly regulated sectors. The company has a highly diversified customer base. Civica is considered an attractive investment opportunity, given its leading and defensible market positions, recurring revenues from multi-year contracts and strong financial performance with continuous growth, stable margins and high cash conversion. Partners Group will work with Civica's management team to help expand the company both organically and through accretive acquisitions, with a particular focus on accelerating Civica's growth in existing international markets such as Australia and New Zealand. Princess also invested EUR 2.9 million in a globally diversified portfolio of senior secured floating rate syndicated loans. The investment was made for liquidity management purposes to mitigate the potential drag on NAV performance of holding cash in the current low interest rate environment.

Key figures			
In EUR	30.09.2017	31.10.2017	YTD
NAV per share	10.90	10.95	
NAV per share incl. dividends	17.40	17.47	10.5%
Total fund size (in million)	753.93	757.03	
Investment level	90.4%	87.0%	
Net liquidity	9.6%	13.0%	
Over-commitment ratio	7.3%	3.6%	
Over-commitment ratio incl. credit line	0.7%	-3.0%	
Share price	10.36	10.30	22.9%
Discount	-5.0%	-5.9%	

Key figures in GBP		
In GBP	30.09.2017	31.10.2017
NAV per share	9.61	9.61
Share price	9.12	9.20

NAV performance since inception (total return)



■ Princess ■ MSCI World TR ■ Performance (RHS)

In %	2012	2013	2014	2015	2016	2017	5 yr. cum.	5 yr. ann.	5 yr. Sharpe ratio
Princess	0.8	2.7	13.2	17.5	12.9	10.5	67.7	10.9	2.47
MSCI World TR	13.7	21.2	19.6	10.3	10.8	7.1	92.4	14.0	1.36

Largest ten direct investments

			% of NAV
1. Action	WEU	Consumer discretionary	7.7
2. Permotio International Learning SarL	WEU	Consumer discretionary	5.0
3. Dynacast	NAM	Materials	4.8
4. KinderCare Education	NAM	Consumer discretionary	2.9
5. Trimco International Holdings Ltd	APC	Industrials	2.8
6. Foncia	WEU	Financials	2.8
7. Fermaca	ROW	Energy	2.6
8. Oberthur - Morpho	WEU	Information technology	2.3
9. Hofmann Menue Manufaktur	WEU	Consumer staples	2.0
10. MultiPlan, Inc. (2016)	NAM	Healthcare	1.9

Monthly net performance (total return)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
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%	2.1%	1.8%	0.3%	0.6%	1.8%	12.9%
2017	1.0%	2.1%	2.7%	1.1%	-0.0%	1.6%	-0.4%	-0.2%	1.8%	0.4%			10.5%

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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 October 2017, 0 shares were repurchased under the share buyback program. As of 31 October 2017, 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

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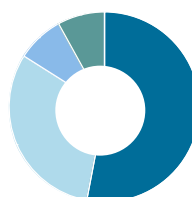
Princess Private Equity Holding Limited
 Tudor House
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Key facts

Stock exchange	London
Reuters Euro Quote	PEY.L
Reuters Sterling Quote	PEYS.L
Bloomberg Euro Quote	PEY LN
Bloomberg Sterling Quote	PEYS LN
Sedol Euro Quote	B28C2R2
Sedol Sterling Quote	BF012D4
ISIN (Euro and Sterling Quote)	GG00B28C2R28
Product life start date	12.05.1999
Dividend YTD (EUR)	0.28

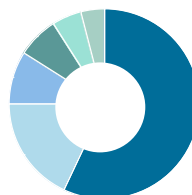
Portfolio composition

Investments by regional focus



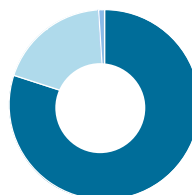
A	Europe	53%
B	North America	31%
C	Asia-Pacific	8%
D	Rest of World	8%

Investments by financing category



A	Small/Mid-cap	57%
B	Special situations	18%
C	Large/mega-large-cap	9%
D	Growth	7%
E	Mezzanine	5%
F	Venture capital	4%

Investments by transaction type



A	Direct	80%
B	Primary	19%
C	Secondary	1%



Key figures Over-commitment ratio: Unfunded commitments less the sum of net current assets divided by NAV (Over-commitment ratio incl. credit line includes undrawn balance on credit line). **Key figures in GBP** EUR NAV converted to GBP at month-end GBP/EUR exchange rate from Bloomberg. **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: ECCOTR03 Index). **Largest ten direct investments** Based on net asset value. **Monthly net performance (total return)** Based on monthly total return valuations. **Portfolio composition** Based on total value of investments.

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