

Monthly report as of 28 February 2017

NAV increases by 2.1%

- Princess Private Equity Holding Limited's ("Princess") net asset value ("NAV") increased by 2.1% to EUR 10.49 per share
- Currency movements (+0.3%) as well as overall portfolio developments (+2.1%) were positive
- Princess received distributions of EUR 8.5 million and invested EUR 2.2 million over the reporting period

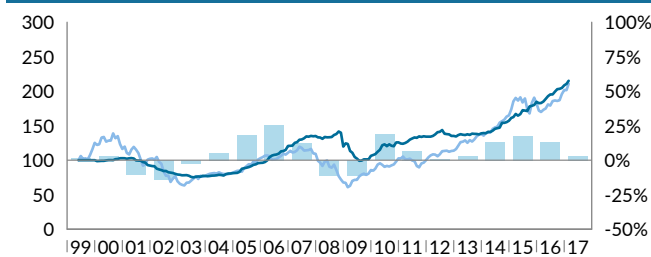
During the month of February, Princess invested a total of EUR 2.2 million, mainly serving capital calls from the legacy fund portfolio.

Distributions during February amounted to EUR 8.5 million of which EUR 1.3 million stemmed from the sale of shares in Food company 1 (name withheld due to confidentiality restrictions), a foodservice distributor based in the US, following its successful IPO on the NYSE in 2016. The remaining distributions of EUR 7.2 million came predominantly from Princess' mature legacy fund portfolio.

Princess' positive performance in February was mainly attributable to the company's investment in Dutch discount retailer Action, which was revalued following the publication of its financial results for 2016. Consolidated sales rose to EUR 2'675 million, up 34% compared to the previous year, while operating EBITDA increased by 37% to EUR 310 million. The growth was driven by a like-for-like sales increase of 6.9% and the opening of 197 new stores, taking the total number of stores to over 850. Action continues to expand internationally. The number of stores almost doubled in both France and Germany and the company opened a distribution center in Paris, its first outside the Netherlands. In 2017 the expansion is set to continue with the intention to open more new stores than in 2016.

Key figures			
In EUR	31.01.2017	28.02.2017	YTD
NAV per share	10.27	10.49	
NAV per share incl. dividends	15.97	16.31	3.2%
Total fund size (in million)	710.24	725.24	
Investment level	93.9%	94.0%	
Net liquidity	6.1%	6.0%	
Commitment ratio	12.5%	12.4%	
Gross commitment ratio	5.5%	5.5%	
Share price	9.23	9.36	8.5%
Discount	-10.1%	-10.8%	

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	3.2	60.4	9.9	2.02
MSCI World TR	13.7	21.2	19.6	10.3	10.8	4.5	97.1	14.5	1.40

Largest ten direct investments

				% of NAV
1.	VAT Group AG	WEU	Industrials	10.0
2.	Action	WEU	Consumer discretionary	5.9
3.	Permotio International Learning SarL	WEU	Consumer discretionary	4.1
4.	KinderCare Education	NAM	Consumer discretionary	3.9
5.	Hofmann Menue Manufaktur	WEU	Consumer staples	3.5
6.	Dynacast	NAM	Materials	3.5
7.	Foncia	WEU	Financials	3.0
8.	Fermaca	ROW	Energy	2.8
9.	Trimco International Holdings Ltd	APC	Industrials	1.9
10.	Systems Maintenance Services, Inc.	NAM	Information technology	1.8

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%											3.2%

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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 February 2017, 0 shares were repurchased under the share buyback program. As of 28 February 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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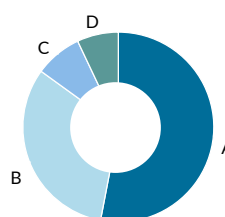
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Key facts

Stock exchange	London
Reuters	PEY.L
Bloomberg	PEY LN
ISIN	GG00B28C2R28
Sedol	B28C2R2
Product life start date	12.05.1999
Currency	EUR
Dividend YTD	0.00

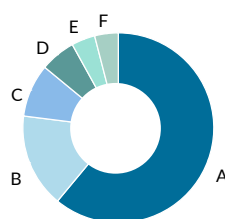
Portfolio composition

Investments by regional focus



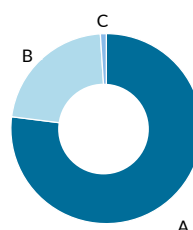
A	Europe	53%
B	North America	32%
C	Rest of World	8%
D	Asia-Pacific	7%

Investments by financing category



A	Small/Mid-cap	61%
B	Special situations	16%
C	Large/mega-large-cap	9%
D	Growth	6%
E	Venture capital	4%
F	Mezzanine	4%

Investments by transaction type



A	Direct	77%
B	Primary	22%
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 (total return)** Based on monthly total return valuations. **Portfolio composition** Based on total value of investments.

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