

Monthly report as of 31 May 2017

Princess publishes May NAV

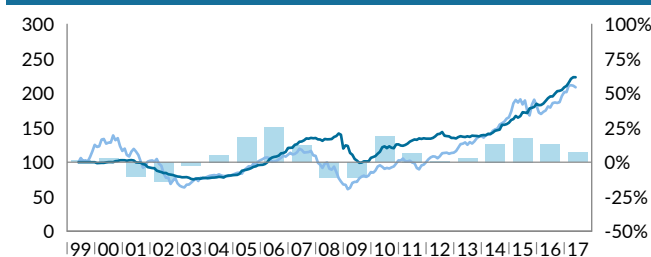
- Princess Private Equity Holding Limited's ("Princess") net asset value was flat for the month, net of the interim dividend of EUR 0.28 per share
- Currency movements (-0.3%) were negative while overall portfolio developments (+0.5%) were positive
- Princess received distributions of EUR 28.3 million and invested EUR 22.4 million over the reporting period

Princess received distributions of EUR 28.3 million during the month, including a total of EUR 21.3 million from a dividend payment and a placing of shares in VAT Group AG, the global market leader in the production of high-end vacuum valves. Princess also received a dividend payment of EUR 0.6 million from Global Blue, the global leader in tax refund and currency transfer services for international travelers. The company took advantage of its strong cash generation to return excess balance sheet cash representing 0.1x invested capital in May, bringing the total distributions to-date to 0.8x invested capital. The company continues to report strong financial performance as a result of greater purchase volumes in the tax-free shopping business, driven by tourists originating from China, Russia and the US. EUR 1.6 million stemmed from the sale of shares in Food company 1 (name withheld due to confidentiality restrictions), a foodservice distributor based in the US, which listed on the NYSE in 2016. Princess also received EUR 1.2 million following the repayment of its debt investment in Boyd Corporation, a US-headquartered designer and producer of engineered components used in manufacturing high-value products. The remaining distributions of EUR 3.6 million came predominantly from Princess' mature legacy fund portfolio.

Princess invested a total of EUR 22.4 million during the month, of which EUR 9.0 million was allocated to an equity co-investment in a European security company (name withheld due to confidentiality restrictions). Princess provided EUR 1.7 million of follow-on equity to Voyage Care, a leading provider of support for people with learning difficulties and associated physical disabilities in the UK. The company successfully refinanced its existing bonds with new senior and second lien notes and increased its revolving credit facility. The transaction has decreased the company's ongoing annual interest costs and grants it more flexibility to pursue its merger and acquisition strategy. Princess also executed two private debt investments during May. EUR 5.0 million of debt was provided to Prosol. Based in France, Prosol operates fresh food retail brand, Grand Frais. The company's stores are designed to resemble traditional indoor markets and cover areas of up to 1'000 square meters. Prosol operates over 185 stores, with growth of 15-25 new sites annually in recent years. Princess also invested EUR 4.9 million in the debt of a European sports rights company (name withheld due to confidentiality restrictions). The company is an international sports management, marketing and media company, and has several exclusive commercial and television rights for major sporting events.

Key figures			
In EUR	30.04.2017	31.05.2017	YTD
NAV per share	10.88	10.60	
NAV per share incl. dividends	16.93	16.92	7.0%
Total fund size (in million)	752.71	733.07	
Investment level	93.2%	96.4%	
Net liquidity	6.8%	3.6%	
Commitment ratio	10.6%	14.1%	
Gross commitment ratio	3.9%	7.3%	
Share price	10.02	10.18	18.0%
Discount	-7.9%	-4.0%	

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	7.0	58.7	9.7	1.98
MSCI World TR	13.7	21.2	19.6	10.3	10.8	3.5	97.4	14.6	1.41

Largest ten direct investments

				% of NAV
1.	VAT Group AG	WEU	Industrials	9.4
2.	Action	WEU	Consumer discretionary	6.6
3.	Permotio International Learning SarL	WEU	Consumer discretionary	4.5
4.	Dynacast	NAM	Materials	4.2
5.	KinderCare Education	NAM	Consumer discretionary	3.8
6.	Foncia	WEU	Financials	3.0
7.	Fermaca	ROW	Energy	2.6
8.	Hofmann Menue Manufaktur	WEU	Consumer staples	2.4
9.	Trimco International Holdings Ltd	APC	Industrials	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%								7.0%

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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 May 2017, 0 shares were repurchased under the share buyback program. As of 31 May 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:
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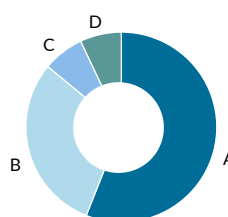
Princess Private Equity Holding Limited
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Key facts

Stock exchange	London
Reuters	PEY.L
Bloomberg	PEY LN
ISIN	GG00B28C2R28
Sedol	B28C2R2
Product life start date	12.05.1999
Currency	EUR
Dividend YTD	0.28

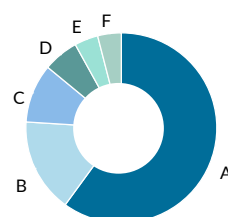
Portfolio composition

Investments by regional focus



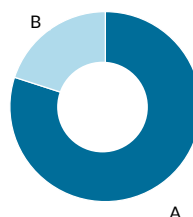
A	Europe	56%
B	North America	30%
C	Rest of World	7%
D	Asia-Pacific	7%

Investments by financing category



A	Small/Mid-cap	60%
B	Special situations	16%
C	Large/mega-large-cap	10%
D	Growth	6%
E	Mezzanine	4%
F	Venture capital	4%

Investments by transaction type



A	Direct	80%
B	Primary	20%



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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