

Monthly report as of 30 June 2018

NAV increases by 2.7%

- Princess Private Equity Holding Limited's (Princess) net asset value increased by 2.7% to EUR 11.06 per share, net of the interim dividend of EUR 0.28 per share
- Portfolio developments were positive (3.4%) and currency movements were negative (-0.2%)
- Princess received distributions of EUR 12.6 million and invested EUR 24.9 million over the reporting period

The direct investments Permotio International Learning (Permotio) and Varsity Brands were the largest contributors to NAV growth during June. Permotio, an investment vehicle formed to create a leading international schools group through a "buy and build" strategy, was positively revalued reflecting an increase in EBITDA driven by M&A activity. During the first half of 2018, the group continued to grow via the acquisition of schools in the UK, Costa Rica and Spain. Since Partners Group's initial investment in October 2013, Permotio has built a platform of 32 schools across nine countries, and continues to work on an active pipeline of potential acquisitions. Varsity Brands, a US-based manufacturer and distributor of sports and affinity products to the K-12 and collegiate student market, was written up over the second quarter of 2018 to reflect its sale to Bain Capital. The exit valuation represents an uplift of over 80% compared to Varsity's carrying value as of 31 May 2018. Princess will receive proceeds of approximately EUR 9.7 million following the closing of the transaction. Since the initial investment in December 2014, Partners Group has helped the BSN Sports and Varsity Spirit business segments expand their market share by completing numerous add-on acquisitions. Varsity Brands also launched the corporate IMPACT program, which leverages existing product expertise and customer networks to drive cross-selling across business segments.

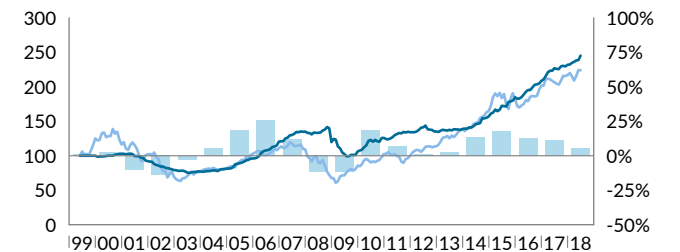
Princess received distributions of EUR 12.6 million during the month, including EUR 3.6 million in proceeds from the realization of the debt investment in Cooperation Pharmaceutique Francaise. The remaining EUR 9.0 million of distributions came predominantly from Princess' mature legacy fund portfolio.

Princess invested a total of EUR 24.9 million during the month, of which EUR 14.1 million was invested in SRS Distribution ("SRS"). SRS is the third largest roofing products distributor in the United States and is considered an attractive investment due to its proven multi-pronged growth strategy, world-class management team and defensible market position. EUR 8.6 million was invested in Amann Girschbacher, a developer and manufacturer in digital dentistry, which offers integrated and comprehensive solutions for the in-lab and chairside computer-aided design and computer-aided manufacturing market. The company benefits from strong secular tailwinds, a leading market position in Europe and a significant market opportunity in the US and China.

Key figures			
In EUR	31.05.2018	30.06.2018	YTD
NAV per share	11.04	11.06	
NAV per share incl. dividends	18.09	18.58	5.7%
Total fund size (in million)	763.59	765.09	
Investment level	85.2%	90.2%	
Net liquidity	14.8%	9.8%	
Over-commitment ratio	2.1%	4.9%	
Over-commitment ratio incl. credit line	-4.5%	-1.7%	
Share price	9.95	10.05	-2.3%
Discount	-9.9%	-9.2%	

Key figures in GBP		
In GBP	31.05.2018	30.06.2018
NAV per share	9.68	9.78
Share price	8.89	8.77

NAV performance since inception (total return)



■ Princess ■ MSCI World TR ■ Performance (RHS)

In %	2013	2014	2015	2016	2017	2018	5 yr. cum.	5 yr. ann.	5 yr. Sharpe ratio
Princess	2.7	13.2	17.5	12.9	11.2	5.7	78.2	12.2	2.91
MSCI World TR	21.2	19.6	10.3	10.8	7.6	3.3	78.9	12.3	1.20

Largest ten direct investments

			% of NAV
1. Action	WEU	Consumer discretionary	7.6
2. Permotio International Learning SarL	WEU	Consumer discretionary	6.3
3. Form Technologies	NAM	Materials	4.5
4. Foncia	WEU	Financials	3.4
5. KinderCare Education	NAM	Consumer discretionary	3.3
6. Fermaca	ROW	Energy	3.1
7. Hearthside Food Solutions	NAM	Consumer staples	2.3
8. Hofmann Menue Manufaktur	WEU	Consumer staples	2.3
9. IDEMIA	WEU	Information technology	2.2
10. Global Blue	WEU	Financials	1.9

Monthly net performance (total return)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
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%	-0.5%	1.1%	11.2%
2018	0.2%	1.0%	0.7%	0.8%	0.2%	2.7%							5.7%

Monthly report as of 30 June 2018

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 June 2018, 0 shares were repurchased under the share buyback program. As of 30 June 2018, 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@partnersgroup.com](mailto:princess@partnersgroup.com)

Registered Office

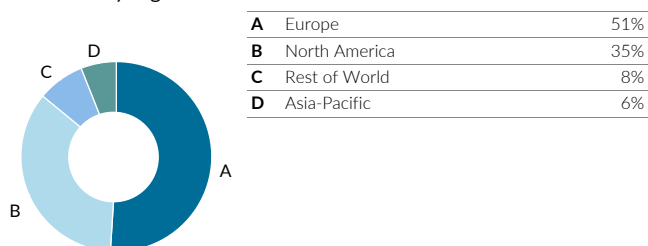
Princess Private Equity Holding Limited  
 Tudor House  
 P.O. Box 477  
 Guernsey, GY1 6BD

Key facts

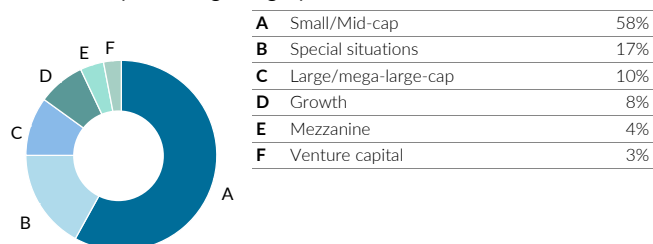
Stock exchange	London
Reuters Euro Quote	PEY.L
Reuters Sterling Quote	PEYS.L
Bloomberg Euro Quote	PEY LN
Bloomberg Sterling Quote	PEYS LN
ISIN (Euro and Sterling Quote)	GG00B28C2R28
Sedol Euro Quote	B28C2R2
Sedol Sterling Quote	BF012D4
Product life start date	12.05.1999
Dividend YTD (EUR)	0.28

Portfolio composition

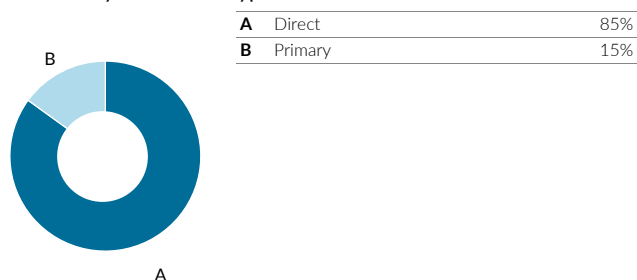
Investments by regional focus



Investments by financing category



Investments by transaction type



**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.

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.