

Monthly report as of 31 December 2019

NAV increases by 5.7% in December

- Princess Private Equity Holding Limited's (Princess) net asset value increased by 5.7% to EUR 12.56 per share
- Portfolio developments (+6.7%) were positive while currency movements negative (-0.2%)
- Princess invested EUR 10.8 million during the month and received distributions of EUR 23.5 million

The positive NAV performance in December was driven by a number of portfolio companies including KinderCare Education, Permotic International Learning (Permotic) and PCI Pharma Services. KinderCare Education, the largest US private early education provider, was the main performance contributor. It was positively revalued on the basis of increased EBITDA. In 2020, the company will accelerate new center openings and continue with its digitalization strategy to drive increased enrollment numbers. Permotic, an investment vehicle formed to create a leading international schools group through a 'buy and build' strategy, was positively revalued on the back of strong financial performance. For the twelve months ended 30 September 2019 adjusted EBITDA grew 92.3% to EUR 81.3 million. This was primarily attributable to add-on investments, which included the Ecuador-based school Ortega and La Colina in Colombia, as well as the strong organic growth of the existing schools within the platform. PCI Pharma Services, a US-based provider of outsourced pharmaceutical services, was written up on the back of healthy financial results. Adjusted EBITDA increased by 11.2% to USD 129.7 million. The company's robust results were driven by growth from its clinical services segment and further supported by recent outperformance from its manufacturing segment.

Princess invested EUR 10.8 million during December, of which EUR 9.2 million was invested in Axel Springer SE. Partners Group, alongside KKR & Co and other investors, completed the voluntary public tender offer for Axel Springer SE. Founded in 1946, Axel Springer is a publishing house based in Berlin, Germany. The company operates a portfolio of online classified portals as well as print and digital content properties across more than 40 countries.

Princess received distributions of EUR 18.0 million from the sale of Vermaat, the Dutch market leader in premium catering and hospitality services. The investment generated a gross return of 2.75x invested capital and a gross IRR of 30%. Partners Group acquired a majority stake in Vermaat in 2015 from the Vermaat family. Over the four-year investment period, Partners Group worked closely with Vermaat's management team to grow the number of locations. In addition to organic growth, Vermaat completed ten synergistic add-on acquisitions across its key customer segments.

Post-period end, portfolio company Global Blue announced it will merge with Far Point Acquisition Corporation (Far Point). The combined entity will be listed on the New York Stock Exchange. Princess, alongside other funds managed and/or advised by Partners Group, will participate in the transaction. The transaction values the company at an enterprise value of USD 2.6 billion (EUR 2.3 billion), which represents a modest uplift to the carrying value as of 31 December 2019. Assuming no redemptions by Far Point stockholders, Princess will receive estimated proceeds of USD 8.9 million (EUR 8.0 million) and will retain a stake in the combined entity. The transaction is expected to close during the second quarter of 2020, subject to approval by Far Point stockholders and other customary closing conditions, including regulatory approvals.

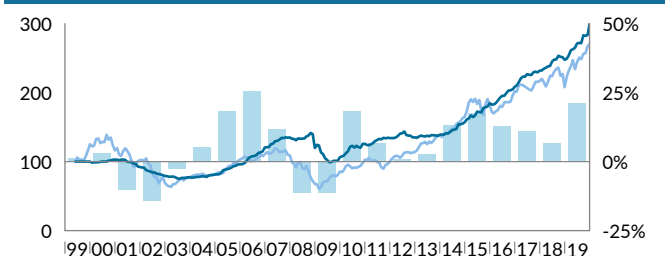
Monthly net performance (total return)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
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%	1.1%	0.2%	2.1%	-0.6%	-0.2%	-1.6%	6.8%
2019	0.7%	1.8%	3.0%	0.6%	0.8%	2.3%	0.4%	-0.2%	4.2%	-0.4%	0.5%	5.7%	21.1%

Key figures		
In EUR	30.11.2019	31.12.2019
NAV per share	11.88	12.56
Share price	10.45	10.90
Discount to NAV	-12.0%	-13.2%
Portfolio (in million)	873.99	921.35
Net current assets (in million)	-52.36	-52.67
Net asset value (in million)	821.62	868.68
Unfunded commitments (in million)	76.81	79.63
Undrawn credit facility (in million)	21.50	2.50
Dividend LTM	0.58	0.58
Dividend yield	5.6%	5.3%

Key figures in GBP		
In GBP	30.11.2019	31.12.2019
NAV per share	10.13	10.65
Share price	8.75	9.58

NAV performance since inception (total return)



■ Princess ■ MSCI World TR ■ Performance (RHS)

Total return in EUR (%)				
	YTD	1 year	3 years	5 years
Princess NAV	21.1	21.1	43.8	90.7
Princess share price	37.4	37.4	49.5	111.8
MSCI World TR	30.0	30.0	34.1	63.9

Largest ten direct investments				% of NAV
1. Permotic International Learning SarL	WEU	Consumer discretionary		12.4
2. Action	WEU	Consumer discretionary		11.1
3. GlobalLogic Inc.	NAM	Information technology		5.2
4. Foncia	WEU	Financials		4.9
5. KinderCare Education	NAM	Consumer discretionary		4.8
6. Fermaca	ROW	Energy		3.3
7. Techem Metering GmbH	WEU	Industrials		3.1
8. PCI Pharma Services	NAM	Healthcare		2.9
9. Form Technologies	NAM	Materials		2.9
10. Vishal Mega Mart	APC	Consumer discretionary		2.7

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Princess Private Equity Holding Limited (Princess or the Company) is an investment holding company listed on the London Stock Exchange. The Company's investment objective is to provide shareholders with long-term capital growth and an attractive dividend yield by investing in a global portfolio of private companies. Princess is advised in its investment activities by Partners Group, a global private markets investment management firm with EUR 80 billion in investment programs under management in private equity, private debt, private real estate and private infrastructure.

Information

For further information please visit:  
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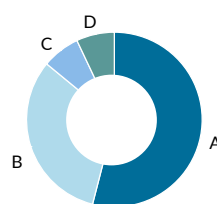
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Key facts

Stock exchange	London
Reuters Euro Quote	PEY.L
Reuters Sterling Quote	PEYS.L
Bloomberg Euro Quote	PEY LN
Bloomberg Sterling Quote	PEYS LN
ISIN (Euro and Sterling Quote)	GG00B28C2R28
Sedol Euro Quote	B28C2R2
Sedol Sterling Quote	BF012D4
Product life start date	12.05.1999
Shares outstanding	69'151'168

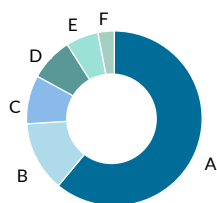
Portfolio composition

Investments by regional focus



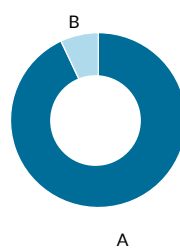
A	Europe	54%
B	North America	32%
C	Asia-Pacific	7%
D	Rest of World	7%

Investments by financing category



A	Small/Mid-cap	61%
B	Large/mega-large-cap	13%
C	Growth	9%
D	Special situations	8%
E	Venture capital	6%
F	Mezzanine	3%

Investments by transaction type



A	Direct	93%
B	Primary	7%



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. Largest ten direct investments Based on net asset value. Portfolio composition Based on total value of investments.

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