

QUARTERLY REPORT Q1 2010

Quarterly report for the period from
1 January 2010 to 31 March 2010



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PRINCESS PRIVATE EQUITY HOLDING LIMITED

Princess Private Equity Holding Limited ("Princess" / "Company") is an investment holding company domiciled in Guernsey that invests in private equity and private debt investments. The portfolio includes primary and secondary fund investments, direct investments and listed private equity investments. Princess aims to provide shareholders with long-term capital growth.

The shares are traded on the Frankfurt Stock Exchange (in the form of co-ownership interests in a global bearer certificate) and on the London Stock Exchange.

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.

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1 KEY FIGURES

IN EUR	31 MARCH 2010	31 DECEMBER 2009
Net asset value (NAV)	543'331'369	514'297'225
NAV per share	7.75	7.34
Closing price (Frankfurt)	4.40	3.39
Premium over NAV (Frankfurt)	-43.23%	-53.79%
Closing price (London)	4.50	3.31
Premium over NAV (London)	-41.94%	-54.88%
Cash and cash equivalents	8'772'547	15'251'321
Use of credit facility	15'000'000	20'000'000
Value of private equity investments	554'009'169	516'927'880
Undrawn commitments	281'537'015	283'519'959
Investment level	101.97%	100.51%
Overcommitment	53.78%	55.64%
Overcommitment incl. credit line	47.34%	47.86%

2 INVESTMENT MANAGER'S REPORT

Strong NAV performance in the first quarter

Following the positive performance of the net asset value ("NAV") of Princess in the second half of 2009, the NAV continued to rebound in the first three months of 2010, increasing by a strong 5.65% to EUR 7.75 per share.

The main contribution to the positive development of the NAV in the first quarter came from revaluations of Princess' underlying investments. These had a favorable impact on the NAV of 3.52%. Valuation developments were increasingly driven by the improving operating results of the portfolio companies, with many benefiting through being operationally active and growing their businesses further as the global economy began to stabilize. Furthermore, the rise in the public equity markets saw the value of comparable public companies increase, which in turn had a favorable influence on the NAV of Princess.

In addition, the US dollar appreciated against the Euro in the first quarter of 2010 and thus contributed positively to the development of the NAV. Overall, foreign exchange movements had a positive impact on the NAV of 2.92%.

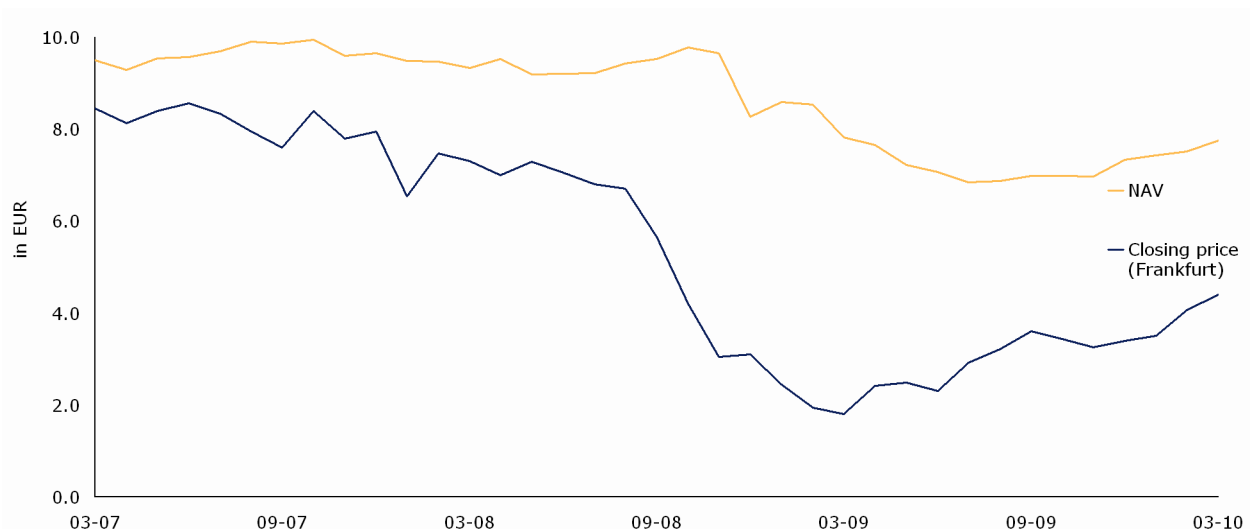
Share price increases by 30%

The share price of Princess continued to enjoy positive momentum in the first quarter of 2010, rising 29.8% and closing the quarter at EUR 4.40 per share at the Frankfurt Stock Exchange. Over the past twelve months, it has gained 144.4% and outperformed the LPX 50 Total Return Index (in Euro) for listed private equity by as much as 21.5%.

Private equity deal activity gains further momentum

Private equity investment activity both in the Princess portfolio and in the wider market has continued to pick up in recent months. In the first quarter of 2010, Princess funded a total

PRICE AND NAV DEVELOPMENT (LAST THREE YEARS)



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of EUR 13.5 million in capital calls from its portfolio partnerships for new and follow-on investments. Many of the recent investments continued to be in the small- and mid-cap buyout and emerging markets space. Two such recently announced transactions include the acquisition of LGC, the recognized leader in chemical and biological analytical services in the United Kingdom, by Bridgepoint Europe IV 'A' and Navis Capital Fund VI's acquisition of a 75% stake in Alliance Cosmetics, a cosmetics and personal care products distributor in Malaysia.

A number of Princess' portfolio companies were successfully sold in the first quarter. Distributions received during the period amounted to EUR 14.9 million. There was both increased trade sale and IPO activity in the portfolio. For example, Kabel Deutschland, Germany's largest cable television operator and one of the 20 largest portfolio companies in the Princess portfolio, successfully completed its IPO on the Frankfurt Stock Exchange in Germany's largest IPO since 2007. Other exits from the portfolio included the announced sale of Tommy Hilfiger and of Parkway Holdings, both achieved a money multiple of over three times the original investment.

Full investment level

Princess maintained a relatively stable liquidity position in the first quarter as the portfolio generated EUR 1.4 million more in distributions than drawdowns. As of the end of March 2010, Princess held EUR 8.8 million in cash and cash equivalents and had drawn down EUR 15.0 million under the credit facility. The Fund had an investment level of 102% and as such provided its investors with undiluted exposure to private equity investments.

Outlook

In recent months, the valuation development of the Princess portfolio has increasingly been driven by the improvement in the operating results of the portfolio companies. The Investment Manager anticipates that the operating results of the underlying companies in the portfolio should continue to develop well over the coming months due to the stabilization in global economies and it thus expects further positive valuation adjustments.

The Investment Manager believes that capital calls to fund new investment opportunities are likely to exceed distribution proceeds from realized investments as private equity deal activity gains further momentum in the coming quarters. There are already a number of new investments and realizations in the closing stages or waiting for regulatory approval, and these are likely to come through in the next few months. The Investment Manager is confident any funding gaps will be adequately covered by the credit facility.

With a healthy EUR 281.5 million in unfunded commitments, the Investment Manager believes that Princess is in a strong position to be able to capitalize on investment opportunities currently in the market. In addition, the re-opening of the exit window should lead to attractive exit opportunities for its existing portfolio companies.

3 PRIVATE EQUITY MARKET ENVIRONMENT

During the first quarter of 2010, both investment and exit activity gained further momentum on the back of a continued improving market environment that was already prevalent in the fourth quarter of the past year, resulting in great opportunities for investors who have money to invest or have mature portfolios.

Increased overall investment activity

With the market sentiment further improving and the macroeconomic outlook being more stable, investors were able to more accurately assess the value of acquisition targets, thus instilling greater confidence in deal making. Although multiples have increased somewhat with the rebound in the equity markets, deals are still typified by attractive entry valuations. Financings for new deals range from all-equity to vendor and mezzanine financed opportunities.

During the first quarter of 2010, 307 buyout deals were announced, representing an aggregate deal value of USD 26.6 billion, according to research firm Preqin. This amounts to a 35% decrease in aggregate deal value from the previous quarter, which saw 349 buyouts announced with an aggregate value of USD 41.2 billion. However, dealflow for the period was stronger than in the first three quarters of 2009, with the opening quarter of 2010 seeing more than double the aggregate deal value than during the same period in 2009.

More than half of all deals that occurred in the first three months of the year were leveraged buyouts, accounting for almost 60% of the aggregate deal value. Add-on deals made up almost a quarter of all deals

completed and growth capital investments accounted for 17%.

Deals closed during the quarter span over all sizes: 50% of all buyout deals were valued at less than USD 100 million; mid-market and large deals accounted for the rest, with deals valued at USD 500 million to USD 999 million and over USD 1 billion representing 33% and 29% respectively of aggregate deal value globally.

Add-on acquisitions to grow companies

There were 41 add-on acquisitions completed by private equity-backed companies in the first quarter of 2010, which is a significantly higher number than in the fourth quarter of 2009. It is also suggestive of the fact that private equity firms are finding a wealth of opportunities in the current market to grow their portfolio companies acquisitively as well as organically.

A good example is Vestar Capital Partner's portfolio company Windstream, which acquired NuVox, a provider of integrated communications and information technology solutions. Windstream provides voice, broadband internet and entertainment services to customers in 16 US states. The acquisition will allow Windstream to tap into NuVox's large business customer network and to expand operationally into the south west of the country.

Public to privates off to a good start

Public to private buyouts were off to a fast start in 2010 with ten deals having been completed or announced compared to 23 in all of 2009, according to the PitchBook

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Platform. The rise in deal flow and median deal amount is likely attributable to an increased amount of available leverage, companies' increased willingness to make deals due to stabilized public markets and the ability of private equity firms to find undervalued companies battered by the recession and credit crisis.

Improved exit environment

Aside from engaging in investment and value creation activities, general partners have been evaluating exit options for a number of their portfolio companies. With the stock markets further improving and bid-ask spreads narrowing, the exit window has reopened in the past months and has emboldened general partners to realize underlying investments. As a result, there has been a noteworthy pick-up in initial public offerings ("IPO"), trade sales and sales to another private equity firm (also known as secondary buyouts), with general partners reaping the rewards of diligent operational management of their portfolio companies during the downturn and resulting in profitable exits.

Private equity IPO market bounces back

Private equity firms have embraced the public market rally at the end of last year as an opportunity to prepare their companies for an IPO – an exit route that has been virtually shut since the onset of the credit crisis – signaling a growing risk appetite that suggests the market may indeed be at an inflection point. While the start of 2010 still offered a mixed picture with regards to completed private equity-backed IPOs, towards the end of the first quarter the IPO market firmed in line with broader market sentiment, which was confirmed by the successful completion of several IPOs.

Prominent private equity-backed IPOs include Medica, a French care home operator owned

by private equity sponsor BC Partners, which went public in February and raised EUR 275 million. Furthermore, the EUR 759 million IPO of Kabel Deutschland, Germany's largest cable television operator, marked the biggest IPO in Europe in the first quarter of 2010.

Global M&A activity up by 20%

With the visibility of the economic recovery and corporate earnings improving, strategic buyers are prepared to acquire good quality companies to strengthen their businesses and pursue expansion plans. Merger and acquisition ("M&A") activity across the globe continued the rebound that had started in the last quarter of 2009. The first quarter of 2010 saw a 20% year-on-year increase in M&A volume to USD 573.3 billion. Private equity-backed M&A surged even more strongly by an impressive 89% compared to the first quarter of 2009. This momentum is being driven by several factors. First, wider strategic buyer participation and interest is being witnessed in 2010 versus 2009. Second, debt to fund acquisitions is becoming more readily available from a wider group of lenders under more attractive terms. Third, the number of private equity firms actively seeking platform acquisitions and add-on acquisitions is increasing.

Time for secondary buyouts

Following the slight improvement in the leverage markets, secondary buyout activity, which had been virtually dormant for more than a year, has seen a well-publicized and dramatic revival, yet another sign of the exit market reviving. According to Preqin, there has been USD 3.9 billion worth of secondary buyouts so far in 2010, compared with USD 5.9 billion in all of 2009. To date, the biggest deal of 2010 is Bridgepoint's sale of Pets at Home, a British pet-shop chain, to KKR for GBP 955 million. Bridgepoint generated a more than 8x return on their initial investment

of GBP 230 million in 2004. Under Bridgepoint's ownership, the pet food and pet-related services and accessories retailer's sales more than doubled, with 100 new stores opened in the United Kingdom and 2'000 new jobs created.

In a further example, 3i agreed in February to sell Ambea, a Scandinavian healthcare firm, to Triton for EUR 850 million. This represented a 3.5x return for 3i, under whose ownership Ambea completed more than 20 add-on acquisitions and increased sales and EBITDA by 15% and 31% respectively on an annual basis.

Encouraging signs for the future

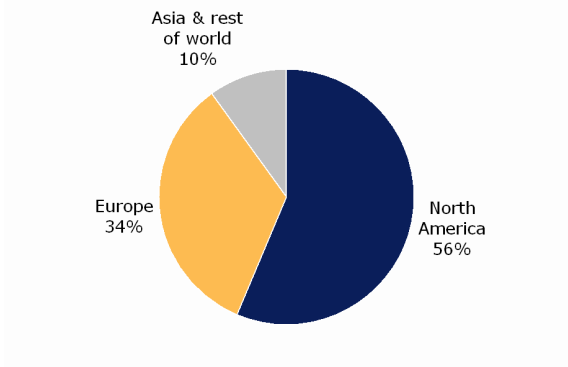
To sum up, the positive developments in the financial markets and the recovery of the global economy have further stimulated private equity-backed investment and exit activity. These are encouraging signs for the private equity landscape that deal activity should revert back to normal levels seen before the crisis, provided the capital markets and the economy continue to show signs of progress.

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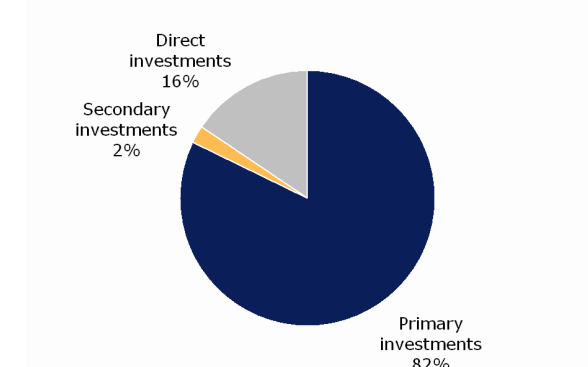
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4 PORTFOLIO ALLOCATION

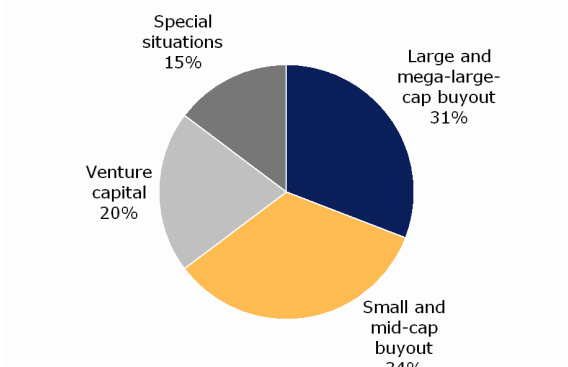
INVESTMENTS* BY GEOGRAPHIC REGION



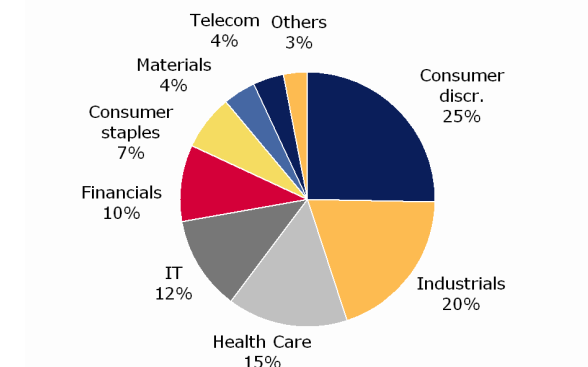
INVESTMENTS* BY INVESTMENT TYPE



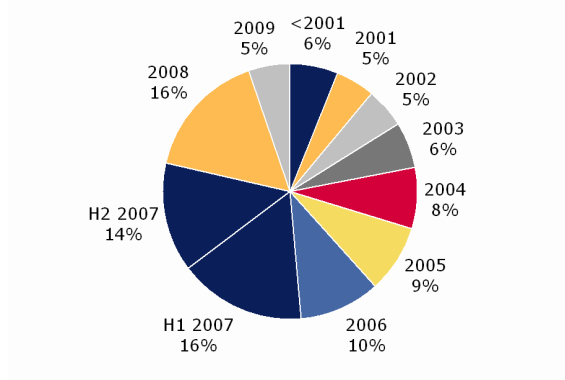
INVESTMENTS* BY FINANCING STAGE



INVESTMENTS* BY INDUSTRY SECTOR



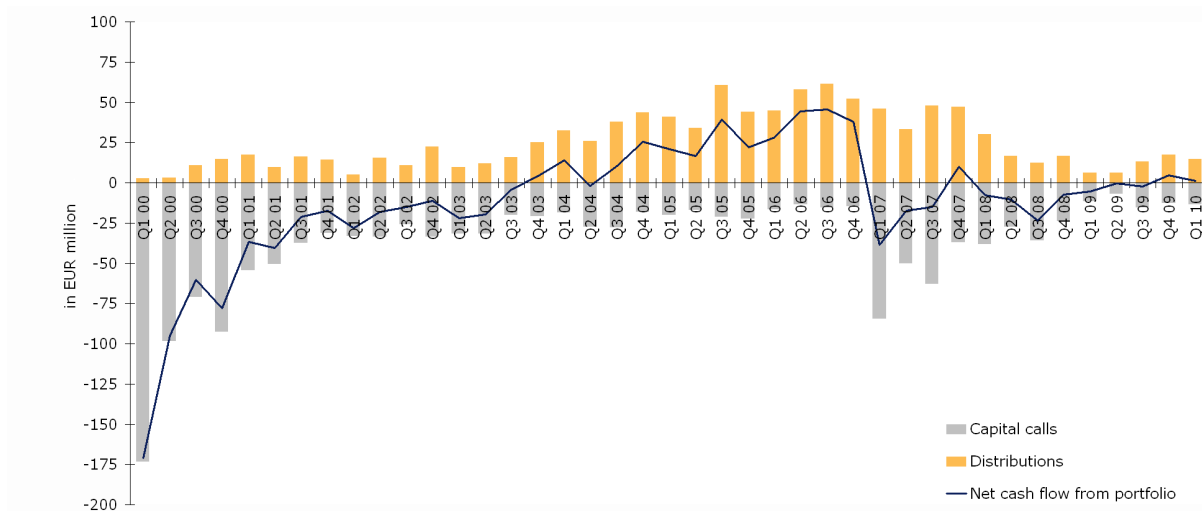
INVESTMENTS* BY INVESTMENT YEAR



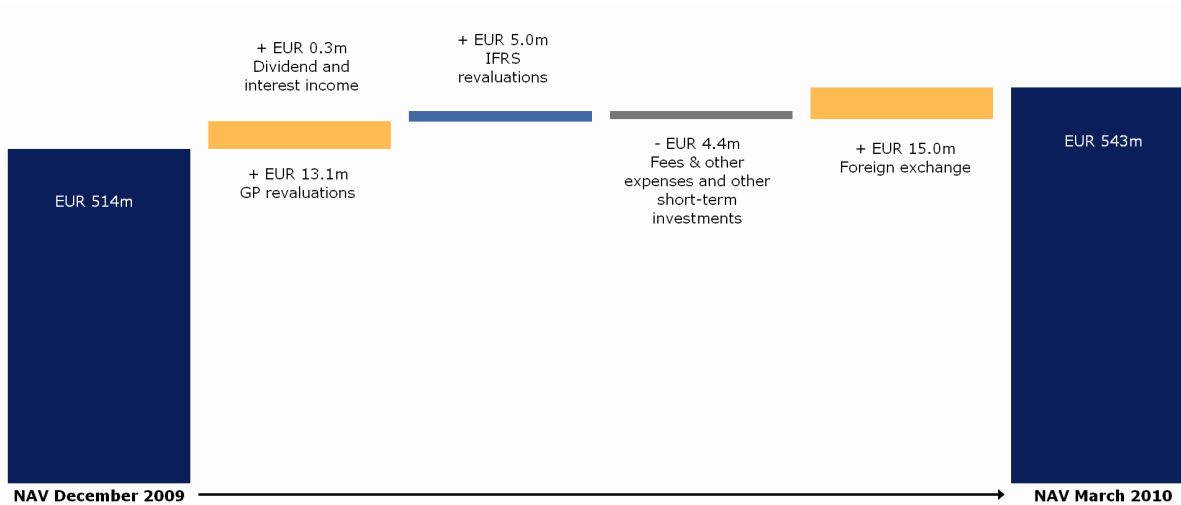
* based on investment value

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DEVELOPMENT OF NET CASH FLOWS



NAV PERFORMANCE ATTRIBUTION IN 2010



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5 PORTFOLIO TRANSACTIONS

In 2010, Princess funded EUR 14 million in capital calls from partnerships and received EUR 15 million in distributions. Unfunded commitments at the end of the quarter totaled EUR 282 million.

Selected investments

■ Alliance Cosmetics

In January, Navis Capital Fund VI acquired a 75% stake in Alliance Cosmetics, a cosmetics and personal care products distributor in Malaysia, for approximately USD 30 million. The company owns Malaysia's largest mass-market cosmetics brand Silky Girl, which it has also actively marketed in Singapore, Brunei and Indonesia. The fund intends to scale Alliance Cosmetics' business further by introducing select Silky Girl products into ASEAN markets and launching a new skincare line. Navis also plans to extend the company's reach through add-on acquisitions. Its expansion plans are largely underpinned by projected increases in beauty products consumption in Southeast Asia.

■ The Survitec Group

In February, Warburg Pincus Private Equity X acquired a majority stake in The Survitec Group, a Northern Ireland-based manufacturer of safety and survival equipment for the marine, defense and aerospace sectors, with the deal value reported at GBP 280 million. Warburg Pincus has invested in a business with robust revenue growth, a market-leading position and long-term customer relationships. The firm will push forward with its expansion through organic growth and add-on acquisitions. Warburg Pincus also has plans

to grow the business internationally, particularly in North America and Asia.

■ LGC

In March, Bridgepoint Europe IV called capital from Princess for the acquisition of LGC, the recognized leader in chemical and biological analytical services in the United Kingdom, for GBP 257 million. LGC has 1'500 employees in 28 laboratories and centers across Europe, India, China and the United States. Revenues have grown at a compound annual growth rate of around 18% over the last decade. LGC is strongly placed for further growth on the back of increasing regulation and the trend towards outsourcing within both the public and private sectors. Under Bridgepoint's ownership, LGC intends to enhance its market coverage and to make focused acquisitions to build scale in the United Kingdom and internationally.

Selected exits

■ Tommy Hilfiger

In March, Apax US VII agreed to sell portfolio company Tommy Hilfiger to Phillips-Van Heusen Corporation for total proceeds of EUR 2.2 billion, compared to initial costs in 2006 of EUR 1.2 billion. In partnership with Apax, Tommy Hilfiger's new management team redefined its strategy to reflect the brand's global presence and premium brand positioning. Over the past four years, Tommy Hilfiger made several acquisitions to consolidate its supplier base and established new distribution partnerships with world-leading retailers. This enabled the company to maintain profitable growth during the recent challenging times: it increased its

EBITDA from EUR 180 million to EUR 256 million. The exit is expected to generate a return of between 4.5x and 5x on the original investment.

■ Parkway Holdings

In March, Newbridge III agreed to sell its 23.9% stake in Parkway Holdings, a Singapore-based provider of healthcare services, to Fortis Healthcare for approximately USD 685 million. TPG first invested in Parkway in 2005 when it acquired a 26% stake in the company for USD 188 million. It made subsequent investments in Parkway between 2005 and 2008, investing just under USD 358 million in all. The company has a network of 16 hospitals and 3'400 beds across six countries: Singapore, Malaysia, Brunei, India, China and the United Arab Emirates. Newbridge III will generate a return of three times its original investment after considering dividends and borrowings.

■ Kabel Deutschland

On 22 March 2010, Providence IV successfully floated its portfolio company Kabel Deutschland, Germany's largest cable television operator. The initial public offering (IPO) on the Frankfurt Stock Exchange, which was oversubscribed by a factor of 2.2 times, raised EUR 759 million, valuing Kabel Deutschland at EUR 5 billion. The IPO was Germany's largest since 2007. Since Providence's first investment in 2003, it has invested about EUR 1 billion to transform the company from a pure television operator to a triple play provider of TV, broadband internet and phone services.

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6 PORTFOLIO OVERVIEW

for the period ended 31 March 2010 (in EUR)

Investment	Type of investment	Financing stage	Regional focus	Vintage year	Since inception	
					Total commitments	Contributions
3i Eurofund Vb	Primary	Buyout	Europe	2006	10'000'000	6'176'600
3i Europartners IIIA, L.P.	Primary	Buyout	Europe	1999	20'000'000	18'074'976
3i India Infrastructure Fund D L.P.	Primary	Special situations	Asia-Pacific	2007	339'579	157'979
Abingworth Bioventures III, L.P.	Primary	Venture capital	Europe	2001	2'413'000	2'300'734
Abris CEE Mid-Market Fund, L.P.	Primary	Buyout	Rest of World	2007	817'753	494'672
Advanced Technology Ventures VI, L.P.	Primary	Venture capital	North America	2000	5'187'928	5'187'928
Advent Central & Eastern Europe IV, L.P.	Primary	Buyout	Rest of World	2008	1'069'223	285'962
Advent International GPE VI, L.P.	Primary	Buyout	Europe	2008	2'180'674	577'879
Advent Latin American Private Equity Fund II, L.P.	Primary	Buyout	Rest of World	2001	4'238'336	4'238'336
Advent Latin American Private Equity Fund IV, L.P.	Primary	Buyout	Rest of World	2007	3'824'964	2'781'586
Advent Latin American Private Equity Fund V, L.P.	Primary	Buyout	Rest of World	2009	787'454	0
Affinity Asia Pacific Fund II, L.P.	Secondary	Buyout	Asia-Pacific	2003	475'462	466'767
Affinity Asia Pacific Fund III, L.P.	Primary	Buyout	Asia-Pacific	2007	1'037'715	473'412
AHT Cooling Systems GmbH	Direct	Special situations	Europe	2007	4'023'847	4'023'847
Aksia Capital III, L.P.	Secondary	Buyout	Europe	2005	5'500'000	4'442'518
Alinda Infrastructure Parallel Fund II, L.P.	Primary	Special situations	North America	2008	2'143'850	452'406
American Securities Partners III, L.P.	Primary	Buyout	North America	2001	4'287'804	4'093'228
Anonymized Asian Buyout Fund 3	Primary	Buyout	Asia-Pacific	2007	n.a.	n.a.
Anonymized Asian Venture Fund 1	Primary	Venture capital	Asia-Pacific	2007	433'538	174'587
Anonymized Emerging Markets Buyout Fund 1	Primary	Buyout	Rest of World	2007	n.a.	n.a.
Anonymized Emerging Markets Venture Fund 2	Primary	Venture capital	Rest of World	2008	4'385'504	949'459
Anonymized European Buyout Fund 3	Primary	Buyout	Europe	2008	1'635'505	453'264
Anonymized European Buyout Fund 7	Primary	Buyout	Europe	2007	n.a.	n.a.
Anonymized European Buyout Fund 9	Primary	Buyout	Europe	2009	9'307'662	7'368'566
Anonymized European Distressed Fund 1	Secondary	Special situations	Europe	2006	n.a.	n.a.
Anonymized US Buyout Fund 2	Primary	Buyout	North America	2007	11'437'123	3'367'958
Anonymized US Buyout Fund 8	Primary	Buyout	North America	2007	1'452'705	181'738
Anonymized US Buyout Fund 9	Primary	Buyout	North America	2005	n.a.	n.a.
Anonymized US Distressed Fund 1	Primary	Special situations	North America	2009	491'801	67'728
AP Investment Europe Limited	Primary	Special situations	Europe	2006	5'000'000	5'000'000
APAX Europe VII - B, L.P.	Primary	Buyout	Europe	2007	4'487'230	2'423'104
APAX Excelsior VI, L.P.	Primary	Venture capital	North America	2000	4'682'180	4'552'347
Apax US VII, L.P.	Primary	Buyout	North America	2006	7'273'333	5'948'668
Apollo European Principal Finance Fund (Feeder)	Primary	Special situations	Europe	2008	683'710	302'872

Investment	Type of investment	Financing stage	Regional focus	Vintage year	Since inception	
					Total commitments	Contributions
Apollo Investment Fund V, L.P.	Primary	Buyout	North America	2001	9'182'512	12'862'510
Apollo Overseas Partners (Delaware) VII, L.P.	Secondary	Buyout	North America	2008	388'460	82'448
Apollo Overseas Partners VI, L.P.	Primary	Buyout	North America	2005	17'916'031	19'745'176
Apollo Overseas Partners VII, L.P.	Primary	Buyout	North America	2008	14'498'418	5'478'542
Archer Capital Fund 4, L.P.	Primary	Buyout	Asia-Pacific	2007	808'928	236'467
Arcos Dorados Limited	Direct	Buyout	Rest of World	2007	309'789	310'471
Ares Corporate Opportunities Fund II, L.P.	Primary	Special situations	North America	2006	14'152'374	14'495'620
Ares Corporate Opportunities Fund III, L.P.	Primary	Special situations	North America	2008	7'684'074	2'568'510
Ares Corporate Opportunities Fund III, L.P.	Secondary	Special situations	North America	2008	441'779	117'583
AsiaVest Opportunities Fund IV	Secondary	Venture capital	Asia-Pacific	2004	26'089	25'809
August Equity Partners II A, L.P.	Primary	Buyout	Europe	2007	8'302'374	4'850'153
Austin Ventures VII, L.P.	Primary	Venture capital	North America	1999	5'030'577	4'863'267
Avaya Inc.	Direct	Special situations	North America	2007	85'870	85'870
Avista Capital Partners (Offshore), L.P.	Primary	Buyout	North America	2005	14'021'529	15'759'513
AWAS Aviation Holding	Direct	Buyout	Europe	2006	4'500'000	4'500'000
AXA LBO Fund IV	Primary	Buyout	Europe	2007	1'090'337	537'935
Axcel III K / S 2	Secondary	Buyout	Europe	2007	151'373	129'385
Baring Asia Private Equity Fund IV, L.P.	Primary	Venture capital	Asia-Pacific	2007	886'633	597'682
Baring Asia Private Equity Fund IV, L.P.	Secondary	Venture capital	Asia-Pacific	2007	189'186	123'236
Battery Ventures VI, L.P.	Primary	Venture capital	North America	2000	4'201'154	4'201'154
BC European Capital VIII, L.P.	Primary	Buyout	Europe	2005	10'000'000	6'780'000
Blackstone Communications Partners I, L.P.	Primary	Buyout	North America	2000	8'732'017	9'410'708
Blackstone Mezzanine Partners, L.P.	Primary	Special situations	North America	1999	3'564'242	2'772'633
Bridgepoint Europe I 'D', L.P.	Primary	Buyout	Europe	1998	30'905'483	30'281'543
Bridgepoint Europe III, L.P.	Primary	Buyout	Europe	2005	7'500'000	6'672'516
Bruckmann, Rosser, Sherrill & Co. II, L.P.	Primary	Buyout	North America	1999	13'702'575	14'327'356
Candover 2005 Fund, L.P.	Primary	Buyout	Europe	2005	10'000'000	8'444'892
Capital Today China Growth Fund II, L.P.	Primary	Venture capital	Asia-Pacific	2009	188'989	0
Capvis Equity II, L.P.	Secondary	Buyout	Europe	2003	174'080	165'012
Cardinal Health Partners II, L.P.	Primary	Venture capital	North America	2000	4'581'040	4'552'315
Carlyle Asia Growth Partners IV, L.P.	Primary	Venture capital	Asia-Pacific	2008	344'935	36'842
Carlyle Partners III, L.P.	Primary	Buyout	North America	1999	9'502'558	10'227'784
Carmel Software Fund (Cayman), L.P.	Primary	Venture capital	Rest of World	2000	9'247'247	9'422'023
Catterton Partners IV Offshore, L.P.	Primary	Venture capital	North America	1999	15'565'687	17'071'346
CDH Fund IV, L.P.	Primary	Venture capital	Asia-Pacific	2009	250'071	26'567
Chancellor V, L.P.	Primary	Venture capital	North America	1999	19'077'302	17'311'014
Chase 1998 Pool Participation Fund, L.P.	Secondary	Special situations	North America	1998	19'811'678	24'079'685
China Forestry Holdings Co. Ltd.	Direct	Venture capital	Asia-Pacific	2009	166'619	166'619
ChrysCapital V, LLC	Primary	Venture capital	Asia-Pacific	2007	568'196	231'559

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Investment	Type of investment	Financing stage	Regional focus	Vintage year	Since inception	
					Total commitments	Contributions
Clayton, Dubilier & Rice Fund VII L.P.	Primary	Buyout	North America	2005	7'450'247	7'659'202
Clayton, Dubilier & Rice Fund VIII, L.P.	Primary	Buyout	North America	2008	1'560'828	1'579'413
Clessidra Capital Partners II	Primary	Buyout	Europe	2008	817'753	152'315
Coller International Partners III NW1, L.P.	Secondary	Special situations	Europe	1994	19'748'805	17'207'405
Coller International Partners III NW2, L.P.	Secondary	Special situations	Europe	1996	24'259'400	23'080'662
Coller International Partners III, L.P.	Primary	Special situations	Europe	1999	12'592'752	12'531'927
Columbia Capital Equity Partners III (Cayman), LP	Primary	Venture capital	North America	2000	9'502'483	9'926'136
Crimson Velocity Fund, L.P.	Primary	Venture capital	Asia-Pacific	2000	4'561'300	5'794'781
CVC Capital Partners Asia Pacific II, L.P.	Secondary	Buyout	Asia-Pacific	2005	45'344	41'712
CVC Capital Partners Asia Pacific III, L.P.	Primary	Buyout	Asia-Pacific	2007	1'265'281	401'199
Cybernaut Growth Fund, L.P.	Secondary	Venture capital	Asia-Pacific	2005	451'840	310'101
DFJ Esprit Capital III, L.P.	Primary	Venture capital	Europe	2007	414'326	7'186
Diagnostic imaging company	Direct	Buyout	Asia-Pacific	2007	49'685	49'034
Direct marketing and sales company	Direct	Buyout	Rest of World	2007	157'876	142'386
Distressed debt purchase	Direct	Special situations	Europe	2008	33'811	33'811
DLJ SAP International, LLC	Primary	Buyout	Rest of World	2007	303'263	233'732
Dolphin Communications Fund, L.P.	Primary	Venture capital	North America	1998	10'365'272	10'811'375
Doughty Hanson & Co V	Primary	Buyout	Europe	2006	20'000'000	10'417'228
Doughty Hanson & Co. European Real Estate Fund	Primary	Real estate	Europe	1999	5'455'460	6'475'116
Doughty Hanson & Co. Fund III, L.P.	Secondary	Buyout	Europe	1997	6'650'627	6'511'765
Draper Fisher Jurvetson Fund VII, L.P.	Primary	Venture capital	North America	2000	4'422'273	4'422'273
ECI 9, L.P.	Primary	Buyout	Europe	2009	917'612	27'210
Education publisher	Direct	Buyout	North America	2007	5'924'282	5'924'282
EnerTech Capital Partners II, L.P.	Primary	Venture capital	North America	2000	4'661'991	4'701'269
Enterprise Venture Fund I, L.P.	Primary	Venture capital	Rest of World	2008	995'976	223'019
EQT Infrastructure (No.1) Limited Partnership	Primary	Special situations	Europe	2008	1'428'571	389'170
Esprit Capital I Fund, L.P.	Secondary	Venture capital	Europe	2000	1'445'985	1'421'406
Essmann	Direct	Special situations	Europe	2007	2'705'065	2'705'065
European E-Commerce Fund	Primary	Venture capital	Europe	1999	5'216'855	5'222'486
European Equity Partners (III), L.P.	Primary	Venture capital	Europe	1999	3'000'000	3'060'600
European Equity Partners (IV), L.P.	Primary	Venture capital	Europe	2004	600'000	604'500
Exxel Capital Partners VI, L.P.	Primary	Buyout	Rest of World	2000	4'584'641	5'123'604
Fenway Partners Capital Fund II, L.P.	Primary	Buyout	North America	1998	29'067'496	31'391'223
First Reserve Fund XI, L.P.	Primary	Special situations	North America	2006	485'769	389'061
Food and beverage services operator	Direct	Buyout	Europe	2006	98'165	98'165
Food company 1	Direct	Buyout	North America	2007	1'859'151	1'859'151
Fourth Cinven Fund, L.P.	Primary	Buyout	Europe	2006	7'500'000	4'682'540
Genesis Partners II LDC	Primary	Venture capital	Rest of World	1999	9'585'489	9'098'519
GMT Communications Partners II, L.P.	Primary	Venture capital	Europe	2000	14'000'000	15'313'252

Investment	Type of investment	Financing stage	Regional focus	Vintage year	Since inception	
					Total commitments	Contributions
GMT Communications Partners III, L.P.	Primary	Buyout	Europe	2006	10'000'000	6'675'856
GP Capital Partners IV, L.P.	Primary	Buyout	Rest of World	2007	1'485'192	1'409'776
GP Capital Partners V, L.P.	Primary	Buyout	Rest of World	2008	1'567'219	501'143
Graphite Capital Partners V, L.P.	Primary	Buyout	Europe	1999	15'284'765	14'495'662
Green Equity Investors Side V, L.P.	Primary	Buyout	North America	2007	9'177'730	3'374'032
Grupo Corporativo Ono/Auna S.A.	Direct	Buyout	Europe	2005	76'328	76'328
H.I.G Bayside Debt & LBO Fund II, L.P.	Primary	Special situations	North America	2008	494'679	146'273
Health product retailer	Direct	Buyout	North America	2007	5'273'435	5'273'435
Healthcare operator ²	Direct	Buyout	Europe	2007	2'063'868	2'063'868
Healthcare operator ⁴	Direct	Buyout	Europe	2007	3'463'840	3'463'840
Heritage Fund III, L.P.	Primary	Buyout	North America	1999	9'011'495	7'757'398
HitecVision V, L.P.	Primary	Buyout	Europe	2008	980'602	286'443
Hony Capital Fund 2008, L.P.	Primary	Buyout	Asia-Pacific	2008	820'134	143'501
ICG European Fund 2006, L.P.	Primary	Special situations	Europe	2006	15'000'000	9'426'159
ICG Mezzanine Fund 2000 L.P. No. 2	Primary	Special situations	Europe	2000	10'000'000	9'737'328
IDFC Private Equity (Mauritius) Fund III	Primary	Special situations	Asia-Pacific	2008	352'257	126'323
IDG-Accel China Capital Fund	Primary	Venture capital	Asia-Pacific	2008	350'419	144'894
Index Ventures Growth I (Jersey), L.P.	Primary	Venture capital	Europe	2008	1'991'952	837'356
Index Ventures I (Jersey), L.P.	Primary	Venture capital	Europe	1998	10'250'541	10'372'658
India Equity Partners Fund I, LLC	Secondary	Venture capital	Asia-Pacific	2006	79'571	38'299
Indian communications company	Direct	Buyout	Asia-Pacific	2008	62'277	62'277
Indium III (Mauritius) Holdings Limited	Primary	Buyout	Asia-Pacific	2007	287'532	177'157
Indium IV (Mauritius) Holdings Limited	Primary	Buyout	Asia-Pacific	2009	692'610	9'338
Industri Kapital 2000, L.P.	Primary	Buyout	Europe	1999	10'000'000	10'850'196
Industri Kapital 2007 Fund, L.P.	Primary	Buyout	Europe	2007	15'000'000	4'656'994
Infinity Capital Venture Fund 1999, L.P.	Primary	Venture capital	North America	1999	10'092'209	10'092'209
Information service company	Direct	Buyout	North America	2007	3'512'469	3'512'938
Innisfree PFI Secondary Fund	Primary	Special situations	Europe	2007	1'621'002	422'296
Intermediate Capital Asia Pacific Fund 2008	Primary	Special situations	Asia-Pacific	2008	512'350	170'294
INVESCO U.S. Buyout Partnership Fund II, L.P.	Primary	Buyout	North America	2000	28'437'467	26'608'454
INVESCO Venture Partnership Fund II, L.P.	Primary	Venture capital	North America	1999	58'708'353	54'930'788
INVESCO Venture Partnership Fund II-A, L.P.	Primary	Venture capital	North America	2000	33'467'915	32'115'665
Japanese financial institution	Direct	Buyout	Asia-Pacific	2008	113'468	108'697
Jerusalem Venture Partners III, L.P.	Primary	Venture capital	Rest of World	1999	5'437'699	5'438'454
Kelso Place Special Situations Fund L.P.	Primary	Special situations	Europe	2009	379'344	33'667
Kofola S.A.	Direct	Buyout	Rest of World	2008	159'803	159'803
Kohlberg Investors IV, L.P.	Primary	Buyout	North America	2000	9'384'370	8'619'634
Kohlberg TE Investors VI, L.P.	Primary	Buyout	North America	2007	8'961'394	4'525'348
Levine Leichtman Capital Partners II, L.P.	Primary	Special situations	North America	1998	30'582'579	35'633'016

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Investment	Type of investment	Financing stage	Regional focus	Vintage year	Total commitments	Since inception
						Contributions
Lightspeed Venture Partners VI, L.P.	Primary	Venture capital	North America	2000	7'196'481	6'530'589
Magenta, L.P.	Primary	Buyout	Europe	2006	1'500'000	2'177'796
Marlin Equity III, L.P.	Primary	Special situations	North America	2010	561'274	0
MatlinPatterson Global Opportunities Partners III	Primary	Special situations	North America	2007	7'116'132	5'315'671
Media and communications company	Direct	Buyout	North America	2008	1'602'575	1'602'575
Media company	Direct	Buyout	Asia-Pacific	2007	181'230	181'230
Menlo Ventures IX, L.P.	Primary	Venture capital	North America	2000	8'655'044	8'655'044
Mercapital Spanish Private Equity Fund II, L.P.	Primary	Buyout	Europe	2000	7'000'000	7'122'224
Mezzanine Management Fund III, L.P.	Primary	Special situations	Europe	1999	14'394'326	14'084'689
Minimax - Viking Equity	Direct	Buyout	Europe	2009	218'067	218'067
Morgan Stanley Dean Witter Venture Partners IV LP	Primary	Venture capital	North America	1999	4'916'690	5'529'166
Morgenthaler Partners VII, L.P.	Primary	Venture capital	North America	2001	2'692'716	2'692'716
Myriad Group AG	Direct	Venture capital	Europe	2007	180'902	180'902
National Bedding Company	Direct	Buyout	North America	2005	75'419	75'419
Navis Asia Fund V, L.P.	Primary	Buyout	Asia-Pacific	2007	1'150'298	959'028
Navis Asia Fund VI, L.P.	Primary	Buyout	Asia-Pacific	2009	172'061	16'145
Newbridge Asia III, L.P.	Primary	Buyout	Asia-Pacific	2000	4'189'287	4'319'672
NewMargin Growth Fund, L.P.	Primary	Venture capital	Asia-Pacific	2007	227'193	108'849
Nmas1 Private Equity Fund II, L.P.	Primary	Buyout	Europe	2008	1'362'921	380'632
Non-performing loan portfolio II	Direct	Special situations	Europe	2009	90'827	87'735
Nordic Capital IV, L.P.	Primary	Buyout	Europe	2000	14'473'183	13'645'306
Nordic Capital VI, L.P.	Primary	Buyout	Europe	2005	7'500'000	7'452'033
OCM Mezzanine Fund II, L.P.	Primary	Special situations	North America	2005	11'371'032	12'057'743
OCM Opportunities Fund III, L.P.	Primary	Special situations	North America	1999	4'371'426	4'404'203
OCM/GFI Power Opportunities Fund, L.P.	Primary	Special situations	North America	1999	3'676'529	3'224'417
Opportunistic Direct Investments	Direct	Buyout	North America	2007	137'912	99'871
Pacific Equity Partners Fund IV, L.P.	Primary	Buyout	Asia-Pacific	2007	761'171	213'402
Palamon European Equity 'C', L.P.	Primary	Buyout	Europe	1999	10'000'000	12'044'631
Partners Group Direct Investments 2006, L.P.	Primary	Buyout	Europe	2006	50'000'000	40'375'456
Partners Group Global Real Estate 2008 LP	Primary	Real estate	Europe	2008	20'000'000	6'086'037
Partners Group SPP1 Limited	Secondary	Special situations	North America	1996	41'980'777	40'112'114
Partners Private Equity, L.P.	Primary	Buyout	Europe	1998	6'865'349	7'068'924
Pegasus Partners II, L.P.	Primary	Special situations	North America	1999	3'908'517	4'283'730
Peninsula Fund IV, L.P.	Primary	Special situations	North America	2005	7'467'752	6'237'426
Penta CLO I S.A..	Primary	Special situations	Europe	2007	2'850'000	2'850'000
Permira Europe II, L.P.	Primary	Buyout	Europe	2000	20'000'000	20'002'356
Perusa Partners 1, L.P.	Primary	Special situations	Europe	2008	1'763'743	702'880
Pitango Venture Capital Fund III	Primary	Venture capital	Rest of World	2000	11'559'197	11'559'197
Plantasjen ASA	Direct	Special situations	Europe	2007	3'363'816	3'363'816

Investment	Type of investment	Financing stage	Regional focus	Vintage year	Since inception	
					Total commitments	Contributions
Polish Enterprise Fund IV, L.P.	Primary	Buyout	Rest of World	2000	4'784'667	4'857'565
Prism Venture Partners IV, L.P.	Primary	Venture capital	North America	2001	1'733'183	1'657'640
Project GIH/Baring Asia	Primary	Buyout	Rest of World	2005	649'822	606'624
Project Razor	Secondary	Buyout	Asia-Pacific	1999	93'129	90'235
Providence Equity Partners IV, L.P.	Primary	Buyout	North America	2000	9'329'399	11'773'457
Providence Equity Partners VI-A, L.P.	Primary	Buyout	North America	2007	18'176'702	10'248'405
Quadriga Capital Private Equity Fund II, L.P.	Primary	Buyout	Europe	1999	8'173'976	9'513'135
Quadriga Capital Private Equity Fund III, L.P.	Primary	Buyout	Europe	2006	10'000'000	6'546'878
Russia Partners III, L.P.	Primary	Buyout	Rest of World	2007	1'530'690	536'930
Rutland Fund, The	Primary	Special situations	Europe	2000	9'614'335	8'970'775
SBCVC Fund II-Annex, L.P.	Primary	Venture capital	Asia-Pacific	2007	114'291	57'240
SBCVC Fund III, L.P.	Primary	Venture capital	Asia-Pacific	2008	350'143	95'903
Second Cinven Fund (No.2), L.P.	Secondary	Buyout	Europe	1998	8'309'883	8'168'492
Segulah II, L.P.	Primary	Buyout	Europe	1999	9'298'060	8'531'174
Sevin Rosen Fund VIII, L.P.	Primary	Venture capital	North America	2000	3'148'296	3'110'278
Sierra Ventures VIII-A, L.P.	Primary	Venture capital	North America	2000	8'881'970	8'881'970
Silver Lake Partners III, L.P.	Primary	Buyout	North America	2007	10'790'168	3'891'915
Silver Lake Partners, L.P.	Primary	Buyout	North America	1999	29'362'107	28'089'046
Sofinnova Capital VI FCPR	Primary	Venture capital	Europe	2008	995'976	248'994
Software Developer	Direct	Venture capital	Rest of World	2009	164'911	164'911
Southern Cross Latin America PE Fund III	Primary	Buyout	Rest of World	2007	1'505'317	1'138'313
Standard Chartered IL&FS Asia Infra Growth Fund	Primary	Special situations	Asia-Pacific	2008	1'397'305	642'250
Sterling Investment Partners II, L.P.	Primary	Buyout	North America	2005	7'399'951	3'878'622
STIC Korea Integrated Tech New Growth PE Fund	Primary	Buyout	Asia-Pacific	2009	167'586	33'812
Summit Partners Europe Private Equity Fund, L.P.	Primary	Venture capital	Europe	2008	1'991'952	0
Summit Ventures VI-B, L.P.	Primary	Venture capital	North America	2000	4'215'279	4'215'279
Sun Capital Partners IV, L.P.	Primary	Special situations	North America	2005	9'978	0
SV Life Sciences Fund II, L.P.	Primary	Venture capital	Europe	1998	21'064'888	21'724'278
SV Life Sciences Fund IV, L.P.	Primary	Venture capital	North America	2006	3'610'636	2'428'358
T3 Partners, L.P.	Primary	Buyout	North America	2000	6'882'046	5'682'385
TA IX, L.P.	Primary	Venture capital	North America	2000	8'976'490	8'754'810
Taiwan Special Opportunities Fund III	Secondary	Venture capital	Asia-Pacific	1999	1'536	1'536
TCW/Crescent Mezzanine Partners III, L.P.	Primary	Special situations	North America	2001	9'345'660	9'157'520
Terra Firma Capital Partners III, L.P.	Primary	Buyout	Europe	2006	20'000'000	11'878'729
TH Lee Putnam Parallel Ventures, L.P.	Primary	Venture capital	North America	1999	9'538'072	9'722'315
The Readers' Digest Association, Inc.	Direct	Buyout	North America	2007	3'074'794	3'074'794
Thomas H. Lee Parallel Fund V, L.P.	Primary	Buyout	North America	2000	8'600'565	9'006'404
Thomas H. Lee Parallel Fund VI, L.P.	Primary	Buyout	North America	2006	18'234'025	9'909'033
Thomas Weisel Capital Partners, L.P. (Tailwind)	Primary	Venture capital	North America	1999	10'176'742	10'208'067

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Investment	Type of investment	Financing stage	Regional focus	Vintage year	Since inception	
					Total commitments	Contributions
TPG Asia V, L.P.	Primary	Buyout	Asia-Pacific	2007	1'147'259	317'232
TPG Partners III, L.P.	Primary	Buyout	North America	2000	3'784'836	3'553'527
TPG Partners VI, L.P.	Primary	Buyout	North America	2008	9'828'123	1'749'798
Unison Capital Partners III, (B) L.P.	Primary	Buyout	Asia-Pacific	2008	408'935	43'459
Universal Hospital Services, Inc.	Direct	Buyout	North America	2007	2'954'646	2'954'646
US entertainment company	Direct	Buyout	North America	2008	3'428'650	3'428'650
Value Enhancement Partners Special Sit. Fund I	Primary	Special situations	Europe	2008	678'648	110'280
Ventizz Capital Fund IV, L.P.	Primary	Venture capital	Europe	2007	1'991'952	688'993
Vestar Capital Partners IV, L.P.	Primary	Buyout	North America	1999	4'529'907	4'400'220
Vortex Corporate Development Fund, L.P.	Primary	Venture capital	North America	2000	2'945'258	2'838'852
Warburg Pincus International Partners, L.P.	Primary	Buyout	Europe	2000	4'679'194	4'679'673
Warburg Pincus Private Equity X, L.P.	Primary	Buyout	North America	2007	14'416'966	6'214'794
Wellington Partners II, L.P.	Primary	Venture capital	Europe	2000	4'000'000	4'007'000
William Blair Capital Partners VI, L.P.	Secondary	Buyout	North America	1998	2'029'262	2'024'819
Worldview Technology Partners III, L.P.	Primary	Venture capital	Rest of World	1999	5'356'437	5'356'437
Worldview Technology Partners IV, L.P.	Primary	Venture capital	Rest of World	2000	2'758'307	2'613'125

Some names may not be disclosed for confidentiality reasons. Furthermore, some investments have been made through Partners Group pooling vehicles at no additional fees. Please note that contributions may exceed total commitments due to foreign currency movements.

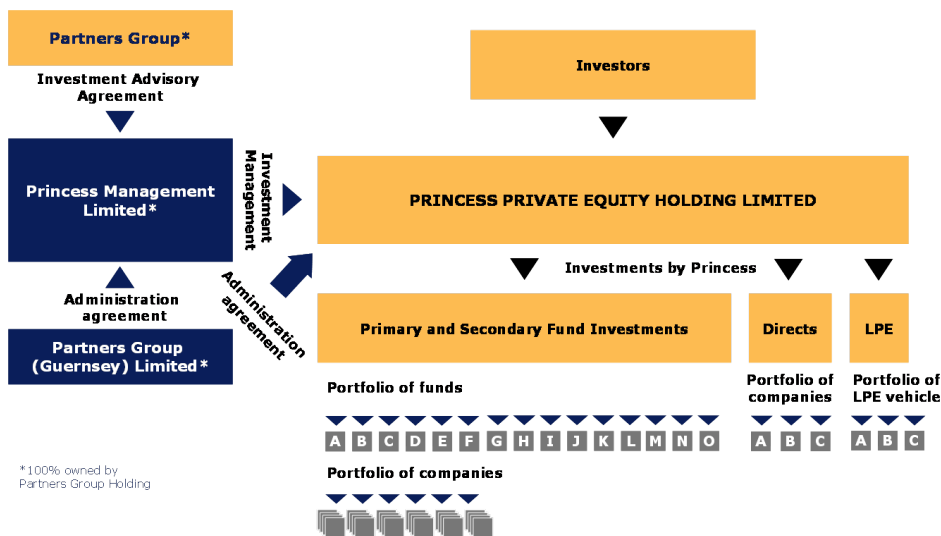
7 STRUCTURAL OVERVIEW

Princess Private Equity Holding Limited is a Guernsey-registered private equity holding company founded in May 1999 that invests in private market investments. In 1999 Princess raised USD 700 million through the issue of a convertible bond and invested the capital by way of commitments to private equity partnerships. The convertible bond was converted into shares in December 2006. Concurrently, the investment guidelines were amended and the reporting currency changed from the US dollar to Euro. The Princess shares were introduced for trading on the Frankfurt Stock Exchange (trading symbol: PEY1) on 13 December 2006 and on the London Stock Exchange (trading symbol: PEY) on 1 November 2007.

Princess aims to provide shareholders with long-term capital growth. Besides primary fund investments, Princess also considers secondary fund investments, direct investments and listed private equity.

The investments of Princess are managed on a discretionary basis by Princess Management Limited, the Investment Manager of Princess, a wholly-owned subsidiary of Partners Group Holding, registered in Guernsey. The Investment Manager is responsible for, inter alia, selecting, acquiring and disposing of investments and carrying out financing and cash management services.

The Investment Manager is permitted to delegate some or all of its obligations and has entered into an advisory agreement with Partners Group AG. Partners Group is a global private markets investment management firm with over CHF 25 billion in investment programs under management in private equity, private debt, private real estate and private infrastructure. Through the advisory agreement, Princess will benefit from the global presence, the size and experience of the investment team, relationships with many of the world’s leading private equity firms and the experience in primary, secondary and direct investments.



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8 FACTS AND FIGURES

Company	Princess Private Equity Holding Limited
Currency denomination	Euro
Designated sponsors	Frankfurt Stock Exchange: Conrad Hinrich Donner Bank AG London Stock Exchange: JPMorgan Cazenove
Incentive fee	No incentive fee on primary investments 10% incentive fee per secondary investment 15% incentive fee per direct investment subject in each case to a 8% p.a. preferred return (with catch-up)
Incorporation	1999
Listing	Frankfurt Stock Exchange London Stock Exchange
Management fee	0.375% per quarter of the higher of (i) NAV or (ii) value of Princess' assets less any temporary investments plus unfunded commitments, plus 0.0625% per quarter in respect of secondary investments and 0.125% per quarter in respect of direct investments
Securities	Fully paid-in ordinary registered shares
Structure	Guernsey Company
Trading information (Frankfurt Stock Exchange)	WKN: A0LBRM ISIN: DE000A0LBRM2 Trading symbol: PEY1 Bloomberg: PEY1 GY Reuters: PEYGz.DE / PEYGz.F
Trading information (London Stock Exchange)	WKN: A0LBRL ISIN: GG00B28C2R28 Trading symbol: PEY Bloomberg: PEY LN Reuters: PEY.L

Voting rights

Each ordinary registered share represents one voting right

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9 FINANCIAL STATEMENTS

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Consolidated statement of comprehensive income
for the period from 01 January 2010 to 31 March 2010

<i>In thousands of EUR</i>	Notes	01.01.2010 31.03.2010	01.01.2009 31.03.2009
Net income from designated financial assets at fair value through profit or loss		38'616	(18'029)
<i>Private Equity</i>		<i>37'220</i>	<i>(18'504)</i>
Interest & dividend income		-	(139)
Revaluation	6	18'406	(37'332)
Net foreign exchange gains / (losses)	6	18'814	18'967
<i>Private Debt</i>		<i>1'873</i>	<i>245</i>
Interest income (including PIK)		318	286
Revaluation	6	216	(1'945)
Net foreign exchange gains / (losses)	6	1'339	1'904
<i>Private Real Estate</i>		<i>(477)</i>	<i>230</i>
Revaluation	6	(501)	188
Net foreign exchange gains / (losses)	6	24	42
Net income from financial assets at fair value through profit or loss held for trading		-	(1'752)
<i>Net income from opportunistic investments</i>		<i>-</i>	<i>(1'752)</i>
Revaluation		-	(1'752)
Net income from cash & cash equivalents and other income		17	257
Interest income		2	19
Net foreign exchange gains / (losses)		15	238
Total net income		38'633	(19'524)
Operating expenses		(3'888)	(3'417)
Management fee		(3'239)	(3'457)
Incentive fee		(469)	209
Administration fee		(65)	(40)
Other operating expenses		(114)	(101)
Other net foreign exchange gains / (losses)		(1)	(28)
Other financial activities		(5'711)	(7'998)
Setup expenses - credit facility		(11)	-
Interest expense - credit facility		(511)	(38)
Other finance cost		(2)	(1)
Net result from hedging activities		(5'187)	(7'959)
Surplus / (loss) for the financial period		29'034	(30'939)
Other comprehensive income for the period; net of tax		-	-
Total comprehensive income for the period		29'034	(30'939)
Earnings per share			
Weighted average number of shares outstanding		70'100'000	70'100'000
Basic surplus / (loss) per share for the financial period		0.41	(0.44)
Diluted surplus / (loss) per share for the financial period		0.41	(0.44)

QUARTERLY REPORT Q1 2010

Consolidated statement of financial position

As at 31 March 2010

<i>In thousands of EUR</i>	Notes	31.03.2010	31.12.2009
ASSETS			
<i>Designated assets at fair value through profit or loss</i>			
Private equity	6	502'759	467'992
Private debt	6	42'411	40'912
Private real estate	6	6'610	6'095
Private infrastructure	6	2'229	1'929
Non-current assets		554'009	516'928
Other short-term receivables		1'024	1'615
Hedging assets		589	5'776
Cash and cash equivalents	8	8'773	15'251
Current assets		10'386	22'642
TOTAL ASSETS		564'395	539'570
LIABILITIES			
Share capital	9	70	70
Reserves		668'882	668'882
Retained earnings		(125'621)	(154'655)
Total Equity		543'331	514'297
Short term credit facilities	10	15'000	20'000
Other short-term payables		6'064	5'273
Liabilities falling due within one year		21'064	25'273
TOTAL LIABILITIES		564'395	539'570

Consolidated statement of changes in equity
for the period from 01 January 2010 to 31 March 2010

<i>In thousands of EUR</i>	Share capital	Reserves	Retained earnings	Total
Equity at beginning of reporting period	70	668'882	(154'655)	514'297
Other comprehensive income for the period; net of tax			-	-
Surplus / (loss) for the financial period			29'034	29'034
Equity at end of reporting period	70	668'882	(125'621)	543'331

for the period from 01 January 2009 to 31 March 2009

<i>In thousands of EUR</i>	Share capital	Reserves	Retained earnings	Total
Equity at beginning of previous period	70	668'882	(89'293)	579'659
Other comprehensive income for the period; net of tax			-	-
Surplus / (loss) for the financial period			(30'939)	(30'939)
Equity at end of previous period	70	668'882	(120'232)	548'720

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Consolidated cash flow statement

for the period from 01 January 2010 to 31 March 2010

<i>In thousands of EUR</i>	Notes	01.01.2010 31.03.2010	01.01.2009 31.03.2009
Operating activities			
Surplus / (loss) for the financial period		29'034	(30'939)
<i>Adjustments:</i>			
Foreign exchange result		(20'191)	(21'123)
Investment revaluation		(18'121)	40'841
Net (gain) / loss on interests & dividends		191	(128)
(Increase) / decrease in receivables		5'827	6'571
Increase / (decrease) in payables		741	33
Purchase of private equity investments	6	(10'387)	(10'680)
Purchase of private debt investments	6	(1'849)	(497)
Purchase of private real estate investments	6	(992)	(340)
Purchase of private infrastructure investments	6	(300)	-
Distributions from and sales of private equity investments	6	12'840	5'194
Distributions from and sales of private debt investments	6	2'061	722
Interest & dividends received		164	87
Net cash from / (used in) operating activities		(982)	(10'259)
Financing activities			
Increase / (decrease) in credit facilities		(5'000)	-
Interest expense - credit facility		(511)	(38)
Net cash from / (used in) financing activities		(5'511)	(38)
Net increase / (decrease) in cash and cash equivalents		(6'493)	(10'297)
Cash and cash equivalents at beginning of reporting period	8	15'251	13'707
Movement in exchange rates		15	238
Cash and cash equivalents at end of reporting period	8	8'773	3'648

Notes to the consolidated financial statements *for the period from 01 January 2010 to 31 March 2010*

1 Organization and business activity

Princess Private Equity Holding Limited (the "Company") is an investment holding company established on 12 May 1999. The Company's registered office is Tudor House, St. Peter Port, Guernsey, GY1 1BT. The Company is a Guernsey limited liability company that operates in the private equity and private debt market and invests directly or through its wholly-owned subsidiary, Princess Private Equity Subholding Limited ("the Subsidiary"), in private market investments.

Since 13 December 2006 the shares of the Company have been listed on the Prime Standard of the Frankfurt Stock Exchange. As of 1 November 2007 the shares have also been listed on the London Stock Exchange.

2 Basis of preparation

The condensed consolidated financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting. The condensed financial statements do not include all the information and disclosures required in the consolidated annual financial statements, and should be read in conjunction with the Group's consolidated annual financial statements for the period ended 31 December 2009.

The accounting policies adopted in the preparation of the condensed financial statements are consistent with those followed in the preparation of the Group's consolidated annual financial statements for the period ended 31 December 2009, except for the adoption of the following amendments mandatory for annual periods beginning on or after 1 January 2010.

IFRS 2 - Group cash-settled share-based payment transactions
IFRS 3 - Business combination
IFRS 5 - Non-current assets held for sale and discontinued operations
IFRS 8 - Operating segments

IAS 1 - Presentation of financial statements
IAS 7 - Statement of cash flows
IAS 17 - Leases
IAS 18 - Revenue
IAS 32 - Financial instruments: presentation
IAS 36 - Impairment of assets

IFRIC 17 - Distribution of non-cash assets to owners
IFRIC 18 - Transfer of assets from customers

The board of Directors has assessed the impact of these amendments and concluded that these standards and new interpretations will not affect the Group's results of operations or financial position.

The following standards, interpretations and amendments to published standards that are mandatory for future accounting periods, but where early adoption is permitted now have not been duly adopted.

IFRS 9 (effective January 1, 2013) – Financial instruments
IAS 24 (amended, effective January 1, 2011) – Related party transactions
IAS 32 (amended, effective February 1, 2010) – Financial instruments: Presentation
IFRIC 14 (amended, effective January 1, 2011) – Prepayments of a minimum funding requirement

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IFRIC 19 (effective July 1, 2010) – Extinguishing financial liabilities with equity instruments

The board of Directors has assessed the impact of these amendments and concluded that these new accounting standards and interpretations will not affect the Group's results of operations or financial position.

3 Shareholders above 3% of Ordinary shares issued

Shares held

3'551'206 (5.07%; CVP/CAP)

6'095'900 (8.70%; Deutsche Asset Management Investmentgesellschaft GmbH)

6'000'000 (8.56%; VEGA Invest Fund PLC)

4 Earnings per share

The earnings per share is calculated by dividing the surplus / (loss) for the financial period by the weighted average number of shares outstanding.

5 Segment calculation

<i>In thousands of EUR</i>	Private Equity		Private Debt		Private Real Estate		Non attributable		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Interest & dividend income	-	(139)	318	286	-	-	2	19	320	166
Revaluation	18'406	(37'332)	216	(1'945)	(501)	188	-	(1'752)	18'121	(40'841)
Net foreign exchange gains / (losses)	18'814	18'967	1'339	1'904	24	42	15	238	20'192	21'151
Total Net Income	37'220	(18'504)	1'873	245	(477)	230	17	(1'495)	38'633	(19'524)
Segment Result	37'220	(18'504)	1'873	245	(477)	230	(3'871)	(4'912)	34'745	(22'941)
Other financial activities not allocated									(5'711)	(7'998)
Surplus / (loss) for the financial period									29'034	(30'939)

6 Designated assets at fair value through profit or loss

6.1 Private Equity

<i>In thousands of EUR</i>	31.03.2010	31.12.2009
Balance at beginning of period	467'992	496'102
Purchase of limited partnerships and directly held investments	10'387	43'204
Distributions and sale from limited partnerships and directly held investments; net	(12'840)	(39'815)
Revaluation	18'406	(25'858)
Foreign exchange gains / (losses)	18'814	(5'641)
Balance at end of period	502'759	467'992

6.2 Private Debt

<i>In thousands of EUR</i>	31.03.2010	31.12.2009
Balance at beginning of period	40'912	49'167
Purchase of limited partnerships and directly held investments	1'849	1'340
Distributions and sale from limited partnerships and directly held investments; net	(2'061)	(1'742)
Accrued cash and PIK interest	156	668
Revaluation	216	(8'849)
Foreign exchange gains / (losses)	1'339	328
Balance at end of period	42'411	40'912

6.3 Private Real Estate

In thousands of EUR

	31.03.2010	31.12.2009
Balance at beginning of period	6'095	5'113
Purchase of limited partnerships and directly held investments	992	500
Revaluation	(501)	476
Foreign exchange gains / (losses)	24	6
Balance at end of period	6'610	6'095

6.4 Private Infrastructure

In thousands of EUR

	31.03.2010	31.12.2009
Balance at beginning of period	1'929	-
Purchase of limited partnerships and directly held investments	300	1'511
Revaluation	-	418
Balance at end of period	2'229	1'929

7 Financial assets at fair value through profit or loss held for trading

In thousands of EUR

	31.03.2010	31.12.2009
Balance at beginning of period	-	6'830
Sale of listed private equity investments	-	(7'323)
Revaluation	-	493
Balance at end of period	-	-

8 Cash and cash equivalents

In thousands of EUR

	31.03.2010	31.12.2009
Bank balances	2'773	3'251
Cash equivalents	6'000	12'000
Total cash and cash equivalents	8'773	15'251

9 Capital

9.1 Capital

In thousands of EUR

	31.03.2010	31.12.2009
Authorized		
200'100'000 Ordinary shares of EUR 0.001 each	200	200
	200	200
Issued and fully paid		
70'100'000 Ordinary shares of EUR 0.001 each out of the bond conversion	70	70
	70	70

9.2 Reserves

In thousands of EUR

	31.03.2010	31.12.2009
Distributable reserves		
Distributable reserves at beginning of reporting period	688'882	688'882
Total distributable reserves at end of reporting period	688'882	688'882

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10 Short term credit facilities

As of 25 September 2009, the Company entered into a 3-year credit facility, with a large international bank and other lenders, of initially EUR 40m and the potential to increase to EUR 90m. The credit facility is structured as a combination of committed senior term and revolving facilities and a subordinated term facility. The Company may re-designate its senior revolving facility, fully or partially, to a senior term loan. No such re-designation has taken place as at the end of the reporting period. The purpose of the facility is, inter alia, to meet potential upcoming liquidity constraints. The credit facilities are due to terminate on 25 September 2012.

The credit facilities of the Company form part of EUR 170m syndicated term loan and revolving facilities (the "Syndicated Facilities") available to the Company, Pearl Holding Limited and Partners Group Global Opportunities Limited (each a "Borrower"). Each Borrower is independently responsible for its borrowings and the default of one Borrower does not trigger the default of any other Borrower under the Syndicated Facilities.

The Syndicated Facilities may be allocated among the Borrowers as per individual demand and as determined by Partners Group AG (the "Allocation Agent") subject to certain minimum and maximum limits.

As at the end of the reporting period, the facility amounts as adjusted, by the Allocation Agent, are: EUR 20m under the senior revolving facility and EUR 15m under the junior facility. The Company has drawn down EUR 15m under the junior facility and EUR nil under the senior facility.

In relation to the senior revolving facility, interest on drawn amounts is calculated at a rate of 5% per annum (calculated as a margin of 2.75% on drawn amounts plus a facility fee of 2.25% on the applicable senior facility amount) above the applicable EURIBOR rate. In addition there is a facility fee of 2.25% per annum on the remaining undrawn applicable senior facility amount.

The margin on drawn amounts under the junior facility is 8.75% per annum above EURIBOR. No facility fee is due under the junior facility.

The Company may not, fully or partially, repay any amount of the junior facility before its senior facility has been repaid in full.

In thousands of EUR

31.03.2010 31.12.2009

Balance at end of period

15'000 20'000

11 Commitments

In thousands of EUR

31.03.2010 31.12.2009

Unfunded commitments translated at the rate prevailing at the balance sheet date

281'537 283'520

12 Net assets and diluted assets per share

In thousands of EUR

31.03.2010 31.12.2009

Net assets of the Company

543'331 514'297

Outstanding shares at the balance sheet date

70'100'000 70'100'000

Net assets per share at period-end

7.75 7.34

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Registered number: 35241

Investment manager

Princess Management Limited
Guernsey, Channel Islands

Auditor

PricewaterhouseCoopers CI LLP

Trading information

Listing	Frankfurt Stock Exchange	London Stock Exchange
ISIN	DE000A0LBRM2	GG00B28C2R28
WKN	A0LBRM	A0LBRL
Valor	2 830 461	2 830 461
Trading symbol	PEY1	PEY
Bloomberg	PEY1 GY	PEY LN
Reuters	PEYGz.DE/PEYGz.F	PEY.L
Designated sponsor	Conrad Hinrich Donner Bank	JPMorgan Cazenove

