

HALF-YEAR REPORT 2015

Unaudited consolidated financial statements for the period from 1 January 2015 to 30 June 2015



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Partners Group
Passion for Private Markets

HALF-YEAR REPORT 2015

PRINCESS PRIVATE EQUITY HOLDING LIMITED

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 mainly invests directly but also holds 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.

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, reviewed or approved 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.

KEY FIGURES

IN EUR	31 DECEMBER 2014	30 JUNE 2015
Total fund size	593'522'580	631'764'228
NAV per share	8.58	9.14
Total dividend per share (year to date)	0.54	0.27
Share price	6.97	7.73
Discount	-18.8%	-15.4%
Cash and cash equivalents	45'348'161	14'237'884
Credit line used	0	7'000'000
Value of investments	509'880'194	582'369'672
Unfunded commitments	165'038'386	141'653'647
Investment level	85.9%	92.2%
Net current assets	83'642'385	49'394'555
Commitment ratio	13.7%	14.6%
Gross commitment ratio	5.3%	6.7%

Past performance is not indicative of future results.

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1 INVESTMENT MANAGER'S REPORT

NAV up by 9.7% in the first half of 2015

The net asset value (NAV) of Princess Private Equity Holding Limited (Princess) developed favorably in the first half of 2015 and increased by 9.7% after dividends and costs to end the reporting period at EUR 9.14 per share (adjusted for the first interim dividend of EUR 0.27 per share distributed in June). Valuation developments (+9.4%) were responsible for the bulk of NAV growth over the period, though currency effects (+2.2%) also had a positive impact on NAV performance.

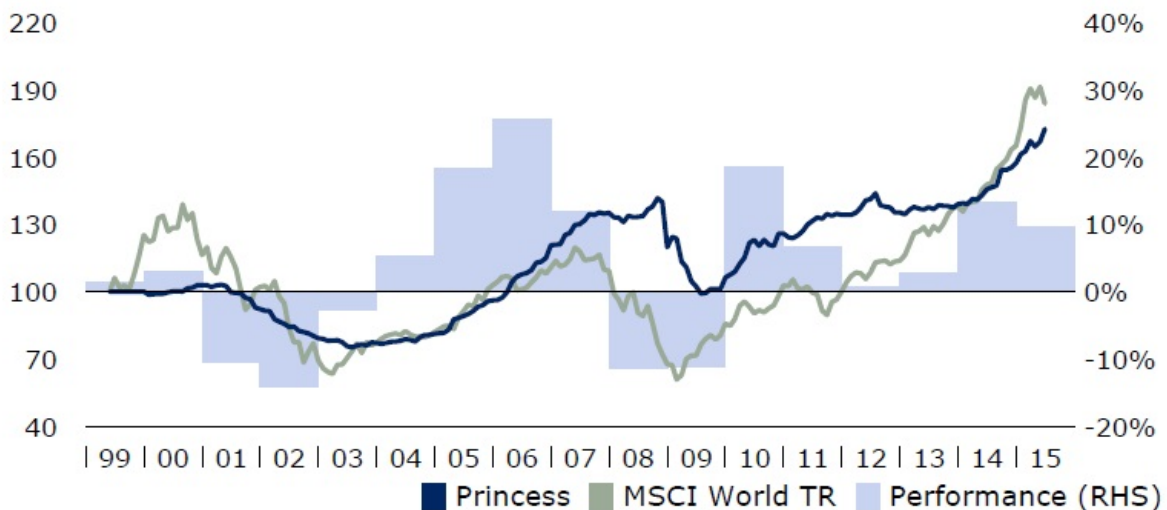
The successful implementation of operational and strategic initiatives continued to foster strong revenue and EBITDA growth and healthy capital structures at portfolio company level, despite low growth from the broader economy. For instance, the 50 largest portfolio companies, representing approximately 59% of NAV, posted weighted average year-on-year revenue and earnings (EBITDA) growth of 9.5% and 12.4% respectively.

The largest performance contributors to Princess' NAV growth over the reporting period were the direct investments in Universal Services of America, VAT Vakuumventile AG, MultiPlan, Action and Hofmann Menue Manufaktur.

■ Universal Services of America

In June, Partners Group signed an agreement to sell its controlling interest in US security services provider, Universal Services of America (USA), to an affiliate of private equity firm Warburg Pincus. Partners Group was an investor in USA through its Private Debt business prior to its 2013 equity investment in the company. Subsequent to its investment, Partners Group worked closely with the management to complete over 20 strategic acquisitions, increasing the number of USA employees by more than 60% to over 44'000 and securing USA's position as the fourth largest security services company in the US. Further-

NAV PERFORMANCE (SINCE INCEPTION)*



* As per reporting date.

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more, Partners Group rolled out a major project aimed at preserving and enhancing USA's corporate culture which led to an industry-leading employee retention rate. Over the course of Partners Group's ownership, USA's revenue increased more than 80%. Proceeds to Princess from the realization of USA are expected to be received during the third quarter of 2015.

■ Action

Action is a Dutch discount retailer which recently saw the opening of its 500th store and offers a wide and varied product range, including household and office supplies, cosmetics, toys, textiles, glass, etc. The company continued to post solid financial gains over the reporting period, leading to a further write-up of its carrying value. In January 2015, Princess received EUR 3.5 million in dividends from a successful EUR 840 million debt refinancing. The transaction marks the second recapitalization completed by Action in 15 months, supported by strong EBITDA growth and consistent deleveraging. In other positive developments, Action was voted "Retailer of the year Europe 2014-2015" in Europe's largest consumer survey of over one million consumers, spanning nine countries and assessing 665 retailers.

■ VAT Vakuumentile AG

VAT is the global market leader for high-end vacuum valves, a critical component in highly complex manufacturing processes. VAT offers its clients the largest product portfolio globally, with customized solutions as well as over 1'000 standard valves covering all relevant ranges of vacuum pressure. The company was revalued mainly due to favorable market conditions and a positive market outlook. Additionally, strategic initiatives such as the strengthening of the company's presence in Asia and the expansion of its after sales business have been initiated and should have a

positive impact on the business over the next coming months.

Investment activity

Within the first six months of the year, Princess invested a total of EUR 26.7 million in four new direct investments, Dynacast, a new direct equity investment, an add-on acquisition by Permotio International Learning and two North American direct debt investments. Overall, new investment activity amounted to EUR 35.5 million with the investment level increasing to 92.2% of NAV, up from 85.9% at the start of the year.

■ Dynacast

In January, Partners Group acquired Dynacast from a consortium of investors in a transaction valued at USD 1.1 billion. Founded nearly 80 years ago, Dynacast is a global manufacturer of small, highly complex metal components. The company uses proprietary precision die-casting and metal injection molding (MIM) technologies to produce customized, high-volume components with complex shapes and tight tolerances. Dynacast is headquartered in Charlotte, North Carolina, and has 23 manufacturing plants in 16 countries worldwide, which serve a diverse client base including blue-chip customers across the automotive, telecommunications, computing, consumer electronics, and healthcare industries. Partners Group is acquiring Dynacast from exiting financial investors and is joined in the acquisition by Kenner & Company, an existing shareholder, and the company's management team, which will both roll over significant equity stakes into the new transaction. Following the close of the acquisition, Partners Group and Kenner & Company will work closely with Dynacast's management team to support the company in the next phase of its global growth plans.

■ Permotio International Learning

Princess provided EUR 1.3 million to Permotio International Learning in June to finance the purchase of a school located in the Middle East. This acquisition is awaiting regulatory approval and is expected to close in the coming months. The transaction offers inherent growth potential as the school is operating below capacity in a market with growing demand for quality education. Permotio acquired its first group of schools in Spain in 2014 and subsequently acquired the Cambridge International School in February 2015. To-date, Princess has invested a total of EUR 6.5 million in the company. In addition to this transaction, Partners Group and Permotio's management team are currently in advanced stages of due diligence on potential acquisitions in Latin America and Europe.

Distributions continue to support liquidity

Distribution activity continued to be healthy over the reporting period. Overall distribution proceeds to Princess totaled EUR 40.9 million, compared to EUR 32.0 million in the corresponding period last year.

The main contributor to distributions was Princess' legacy third party fund portfolio, which continued to generate a high volume of exits from mature underlying portfolio companies. The largest distribution contributors from Princess' direct investments portfolio were Action (as mentioned above) and Select Service Partner.

■ Select Service Partner (SSP)

During June, Princess fully realized its remaining stake in SSP, one of the largest global food and beverage travel concessions operators. Following the initial investment in 2006, the company was affected by the 2009 global financial crisis and corresponding depressed airline travel volumes. Partners Group provi-

ded further equity in December 2009 to restructure SSP's balance sheet and supported its recovery. In 2014, the company was successfully listed on the LSE at an offering priced at GBP 2.10 per share. At the time of Partners Group's share sale, the company traded at GBP 2.94 per share.

As of the end of the first half of 2015 Princess holds cash and cash equivalents of EUR 14.2 million, with a further EUR 43.0 million available from its credit line (total credit line: EUR 50 million). Additionally, EUR 60.8 million in deferred receivables is due to be received during the period from September 2015 to January 2016.

As a result, the Company holds sufficient liquidity on its balance sheet to permit select new direct investments and the ongoing return of capital to shareholders through semi-annual dividend payments and opportunistic share buybacks.

Price-to-NAV discount continues to narrow

Princess' share price performance was positive over the reporting period (+14.7%), outperforming the positive NAV development (+9.7%). Consequently, the discount to NAV for Princess narrowed and closed the quarter at -15.4%, compared with -18.8% at the end of 2014.

Unfunded commitments decrease steadily

As of 30 June 2015, Princess' total unfunded commitments amounted to EUR 141.7 million of which EUR 88.3 million related to Partners Group Direct Investments 2012, Partners Group Direct Mezzanine 2011 and new direct investments in closing.

Unfunded commitments to Princess' legacy fund portfolio amounted to EUR 53.4 million and 65.2% of these unfunded commitments

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stemmed from funds with vintage year 2006 or older, many of which have already completed their investment period and are unlikely to call down any further capital. In line with the policy of focusing on direct transactions no new third party fund commitments have been made.

First interim dividend of EUR 0.27 per share

On 19 June 2015, Princess paid a first interim dividend for 2015 of EUR 0.27 per share. This translates into a dividend yield of 5.9% on the net asset value (NAV) per share as of 30 June 2015 and a yield of 7.0% on the share price, based on the first interim dividend of 2015 and the second interim dividend of 2014, as well as 30 June's closing price on the London Stock Exchange.

Outlook

The outlook for Princess continues to be positive. The Investment Manager expects further successful realizations for the remainder of the year as well as a continuation of the positive operating results that are reflected in valuations of Princess' direct portfolio companies.

The Investment Manager continues to screen a high volume of transactions, thereby remaining highly selective and maintaining a cautious stance towards pricing. The current pipeline includes six direct transactions with an overall volume of more than EUR 40 million in advanced due diligence stages.

Furthermore, Princess' mature legacy fund portfolio should continue to benefit from a healthy level of distributions which in turn should generate strong cash flows to the Princess portfolio. While facilitating select new direct investments, these distributions are also expected to support the high dividend yield objective of 5-8% p.a. of NAV.

2 MARKET OVERVIEW

Solidifying global growth with rising probability of Fed rate hikes

Continued liquidity injections by central banks around the globe and record low target rates have further lifted financial markets and valuations in the first half of 2015. At the same time, global growth remains tepid, with the exception of the US and select emerging markets, but has become more solid partly supported by low oil prices and improving labor markets. While US economic growth remains subpar in the historical context, attributed to deleveraging, lack of investment activity and low labor force growth, the Eurozone economy has surprised to the upside. Consumer confidence, bank lending and inflation expectations have been lifted by the European Central Bank's quantitative easing program. Notwithstanding, the recent solution to the Greek crisis - while removing the imminent risk - has revealed persistent economic imbalances and fundamental differences at the political level. In the emerging markets, growth has been slowing down as Brazil struggles with high inflation, creeping unemployment and weak consumer confidence, while Russia's growth has been weighed down by economic sanctions, low oil prices, high inflation and suppressed real wages. Additionally, China has been undergoing a structural and cyclical downtrend, as it endeavors to steer its economy away from investment-led growth towards consumption, and the property market is weakening.

The second quarter saw an increase in volatility across financial markets. As negotiations around the Greek crisis intensified, European equity markets corrected after a rally in the first quarter, with the German DAX shedding 8.5% in the second quarter. The S&P 500

continued seesawing, while Chinese equities corrected sharply between late June and mid-July, with a ~30% loss but given the strong 150% increase before the correction, a certain corrective move brought valuations back to more meaningful levels. Reflecting market sentiment, the US dollar strengthened 3.9% against the euro, while spreads on corporate bonds in the US and Europe widened.

Big-ticket deals drive buyout market

After an exceptionally strong start to the year, the aggregate value of global private equity buyout deals remained elevated at USD 96.1 billion in the second quarter, 15.5% higher than the prior-year period. The number of deals, however, declined by 17.9% to 755 over the same period, indicating that the increase in volume was due to larger average deal sizes. This was in line with global M&A markets, where volume remained steadfast on an upward trajectory, recording USD 2.3 trillion in the first half of 2015, the second highest half-year volume on record, lagging only the first six months of 2007.

In North America, private equity buyout activity stood at USD 53.6 billion during the second quarter, representing a year-on-year increase of 28.8%. In Europe, buyout activity saw its strongest quarter since 2008 at USD 32.4 billion, an increase of 11.0% compared to the second quarter of 2014. Elsewhere, in Asia-Pacific, buyout activity continued to slow down (after a relatively robust 2014) with an aggregate value of USD 4.1 billion recorded during the quarter. This marked a decline of 44.6% compared to the prior-year period.

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Exit activity slows down after a hectic 2014

Compared to the second quarter of 2014 - one of the most active in recent years - global private equity exit activity decreased by 20.8% and 16.4% in terms of aggregate value (USD 114 billion) and number of transactions (373), respectively. However, despite more volatile markets, the number of exits during the second quarter remained virtually unchanged from the first quarter. Continuing a recent trend, trade sales remained the most prevalent exit avenue for private equity sponsors, capturing more than 45% of global exit volume during the quarter.

IPO momentum picks up across Asia-Pacific

In the first half of 2015, global IPO activity maintained its steady pace of development, recording a 6% increase in the number of listings as compared to the same period in 2014. Despite this growth, capital raised by the 631 IPOs was 13% lower at USD 103.7 billion. Private equity and venture capital-backed IPOs continued to heavily influence the global IPO scene, accounting for 19% of deal volume and 32% of capital raised. Exchanges in markets with rapid economic growth contributed the lion's share, representing 57% of global IPO volume in the first half of 2015, up from 42% in the prior-year period.

Meanwhile, with 101 IPOs raising proceeds of USD 19.7 billion, the US IPO market cooled considerably in the first half of 2015, down from recent peaks in 2014. Buffeted by rising volatility and uncertain macroeconomic and political conditions - especially in the second quarter of the year - IPO activity in the EMEIA (Europe, Middle East, India and Africa) region was somewhat subdued. With 165 listings raising USD 34.7 billion in the first half of the year, the region experienced a 29% and 24% decline in proceeds and deal volume, respec-

tively, as compared to the first six months of 2014. The Asia-Pacific region emerged as the overall frontrunner in the first half of 2015, closing more IPOs and raising more capital than any other region. Stock exchanges in this region hosted 355 listings for proceeds of USD 48.4 billion, representing 66% and 48% year-on-year growth in deal count and capital raised, respectively.

Outlook

With continued low growth and stretched valuations in certain segments of the market (fixed income, core real estate/infrastructure), public markets offer limited upside from current levels. Further, in light of a potential rate hike in the US, valuations should eventually start coming down, ending the period of "assetflation". In the US, current growth rates, coupled with stabilizing oil prices and rising wage pressures as a result of falling unemployment, may lead to inflationary pressures. Despite increased downside risks resulting from the prospect of gradual Fed tightening and a measured return to normalized rates, the outlook for the US economy remains constructive. In the Eurozone, growth should remain in the 1-1.5% range as the region faces significant structural barriers and reform progress continues to be slow. Meanwhile, growth in the emerging markets should remain subdued amid corruption scandals in Brazil and recession in Russia. However, the sharp decline of Chinese equities from late June to mid-July is likely to be a domestic phenomenon, with the fallout expected to be contained, assisted by monetary and fiscal support to stabilize equity markets and revive economic growth.

As valuations seemingly approach the end of their peak levels, Partners Group believes that the investment focus should continue to be on identifying opportunities where value can be created from the bottom up. Additionally, in this environment of tepid GDP growth rates,

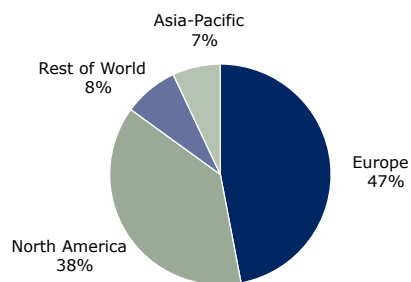
investments should be focused on identifying sweet spots that benefit from strong growth trends, such as sectors or regions undergoing secular transitions.

Sources: Preqin "Q2 2015 Private Equity-Backed Buyout Deals and Exits" (July 2015); Preqin "Q2 2015 Private Equity Fundraising" (July 2015); Ernst & Young "2Q15 Global IPO update" (June 2015); Ernst & Young "EY Global IPO Trends" (June 2015); Dealogic "Global M&A Review First Half 2015" (July 2015); Partners Group Research

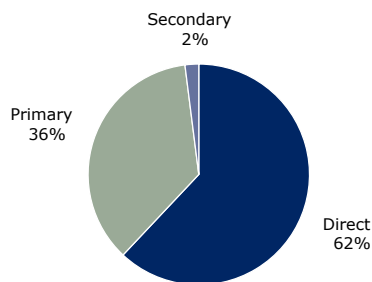
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3 PORTFOLIO COMPOSITION

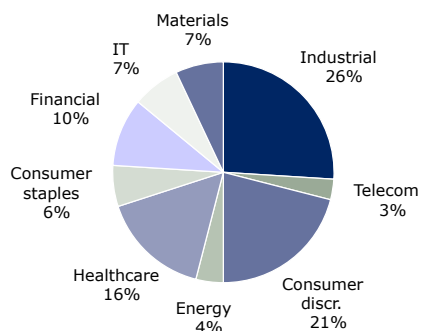
INVESTMENTS BY REGIONAL FOCUS



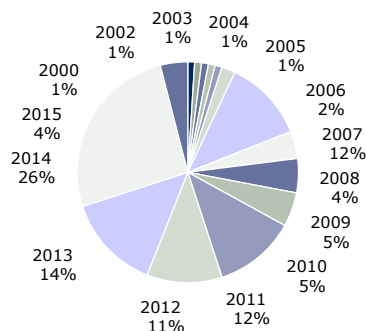
INVESTMENTS BY TRANSACTION TYPE



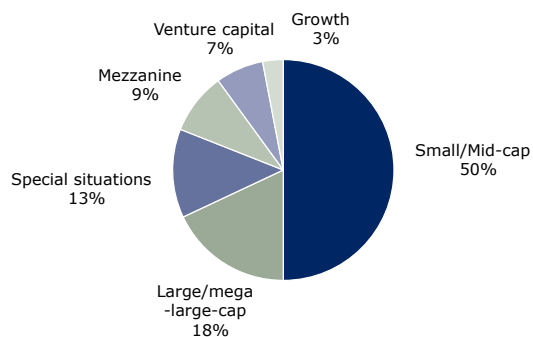
PORTFOLIO ASSETS BY INDUSTRY SECTOR



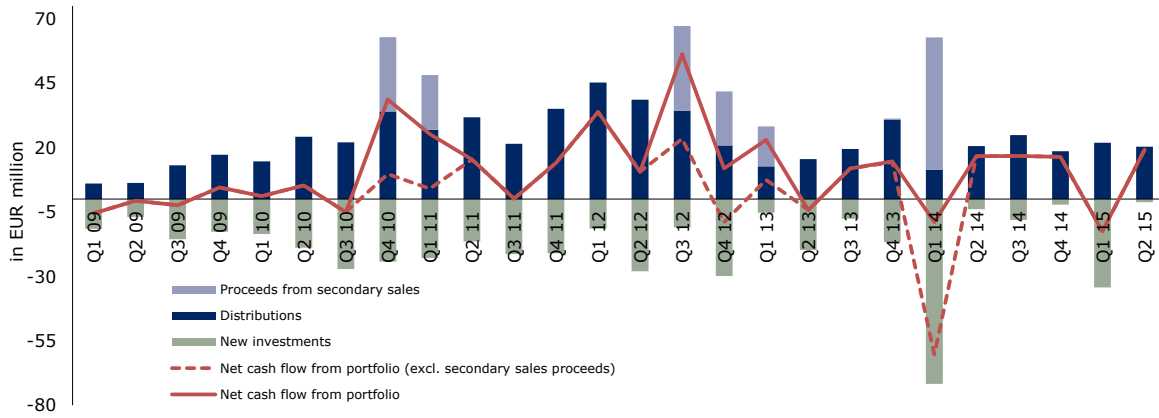
PORTFOLIO ASSETS BY INVESTMENT YEAR



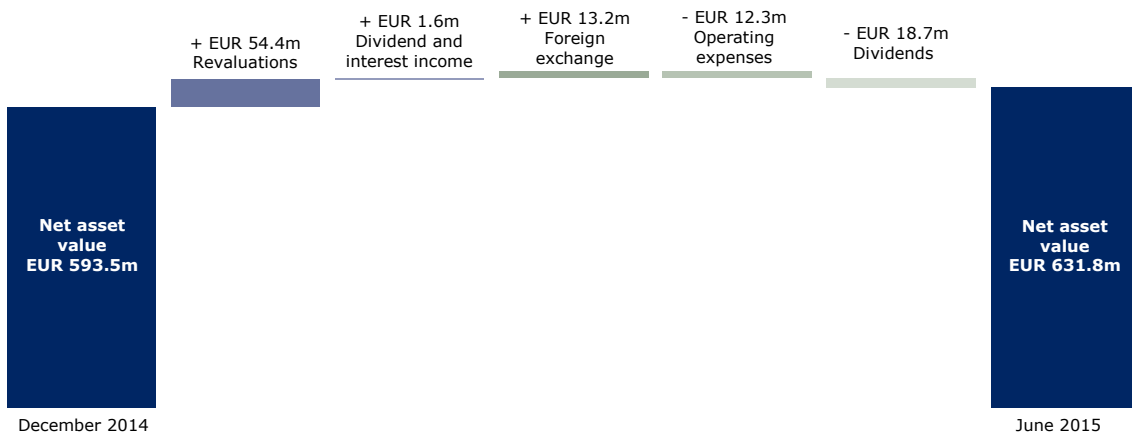
INVESTMENTS BY FINANCING CATEGORY



DEVELOPMENT OF NET CASH FLOWS



NAV DEVELOPMENT



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VALUATION METRICS OF THE LARGEST UNDERLYING PORTFOLIO COMPANIES*

	Top 10	Top 20	Top 50
LTM EBITDA growth	14.2%	13.1%	12.4%
LTM revenue growth	11.2%	10.0%	9.5%
Average revenue	EUR 0.7bn	EUR 0.7bn	EUR 0.9bn
% of NAV	33.5%	44.9%	59.5%

Asset allocation as per the reporting date; the portfolio composition may change over time.

*As per the reporting date and based on available information. Valuation and performance metrics are weighted averages based on the value of the portfolio companies in the latest valuation report; the largest portfolio companies on a look through basis exclude fully realized investments and distressed debt investments; Debt /EBITDA ratio based on net debt.

The above allocations are provided for additional investor information only and do not necessarily constitute nor are necessarily managed as separate reportable segments by the Investment Manager, the Investment Advisor and Company.

Within section four, "Investments" refers to the value of the investments. The total of the investment portfolio excludes cash and cash equivalents.

4 PORTFOLIO OVERVIEW

Fifty largest direct investments

Investment	Industry sector	Regional focus	Financing category	Investment year	Residual cost	Net asset value	% of NAV
MultiPlan	Healthcare	NAM	Large/mega-large-cap	2014	19'008'607	34'910'796	5.5%
VAT Vakuumentile AG	Industrials	WEU	Small/Mid-cap	2014	21'526'326	31'793'895	5.0%
Universal Services of America	Industrials	NAM	Small/Mid-cap	2013	10'220'582	30'054'288	4.8%
Dynacast	Materials	NAM	Small/Mid-cap	2015	21'235'371	21'235'371	3.4%
Action	Consumer discretionary	WEU	Small/Mid-cap	2011	-2'612'523	18'844'565	3.0%
Hofmann Menue Manufaktur	Consumer staples	WEU	Small/Mid-cap	2014	14'593'373	18'629'066	2.9%
Fermaca	Energy	ROW	Special situations	2014	13'095'568	15'402'059	2.4%
Fermo (Trimco International)	Industrials	APC	Small/Mid-cap	2012	n.a.	14'879'730	2.4%
Caffe Nero	Consumer staples	WEU	Mezzanine	2013	8'143'166	n.a.	n.a.
Global Blue	Financials	WEU	Small/Mid-cap	2012	5'506'347	9'067'878	1.4%
AWAS Aviation Holding	Financials	WEU	Large/mega-large-cap	2006	5'970'444	8'593'549	1.4%
Pharmaceutical developer	Healthcare	WEU	Small/Mid-cap	2013	8'376'477	8'376'482	1.3%
Information service company	Industrials	NAM	Large/mega-large-cap	2007	5'810'305	8'202'415	1.3%
Voyage Care	Healthcare	WEU	Small/Mid-cap	2014	7'791'507	7'791'507	1.2%
Plantasjen ASA	Consumer discretionary	WEU	Mezzanine	2007	2'521'882	6'890'359	1.1%
Permotio International Learning S.à r.l.	Consumer discretionary	WEU	Growth	2013	6'520'511	6'762'786	1.1%
Securitas Direct 2011	Industrials	WEU	Mezzanine	2011	3'731'981	6'415'924	1.0%
Lancelot	Financials	NAM	Large/mega-large-cap	2013	2'843'202	6'345'829	1.0%
Kerneos	Materials	WEU	Small/Mid-cap	2014	5'443'563	6'146'624	1.0%
CSS Corp Technologies (Mauritius) Limited	Telecommunication services	APC	Small/Mid-cap	2013	n.a.	n.a.	n.a.
Education publisher 2	Consumer discretionary	NAM	Large/mega-large-cap	2013	129'911	5'304'838	0.8%
Varsity Brands	Consumer discretionary	NAM	Small/Mid-cap	2014	4'801'568	4'801'682	0.8%
Food company 1	Industrials	NAM	Large/mega-large-cap	2007	2'865'747	4'713'152	0.7%
BarBri	Consumer discretionary	NAM	Small/Mid-cap	2011	3'410'817	4'261'954	0.7%
CPA Global	Industrials	WEU	Special situations	2013	3'717'063	4'203'316	0.7%
Essmann	Materials	WEU	Mezzanine	2007	n.a.	3'581'780	0.6%
Project Icon	Consumer discretionary	WEU	Small/Mid-cap	2011	4'317'560	3'408'377	0.5%
Universal Hospital Services, Inc.	Healthcare	NAM	Small/Mid-cap	2007	3'904'773	3'327'584	0.5%
Grupo SBF	Consumer discretionary	ROW	Growth	2013	2'439'558	3'291'610	0.5%
South Dakota Systems	Telecommunication services	NAM	Special situations	2014	2'949'377	3'266'558	0.5%
CapitalSpring Finance Company	Financials	NAM	Mezzanine	2013	2'405'769	2'958'748	0.5%
Photonis	IT	WEU	Special situations	2011	2'362'555	2'894'593	0.5%
Strategic Partners, Inc.	Consumer discretionary	NAM	Small/Mid-cap	2012	129'911	2'577'550	0.4%
ConvaTec Inc	Healthcare	WEU	Large/mega-large-cap	2008	644'232	2'161'935	0.3%

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Fifty largest direct investments

Investment	Industry sector	Regional focus	Financing category	Investment year	Residual cost	Net asset value	% of NAV
Project Aloha	Consumer discretionary	NAM	Special situations	2010	2'089'912	2'140'753	0.3%
Direct marketing and sales company	Consumer discretionary	ROW	Small/Mid-cap	2007	475'956	2'131'524	0.3%
Schenck Process GmbH	Industrials	WEU	Small/Mid-cap	2007	951'350	1'806'839	0.3%
Freescale Semiconductor, Inc.	IT	NAM	Large/mega-large-cap	2006	1'522'592	1'681'872	0.3%
Sabre Industries	Industrials	NAM	Mezzanine	2012	1'130'302	1'539'808	0.2%
Project Artemis	Healthcare	WEU	Mezzanine	2013	1'124'924	1'420'492	0.2%
Quick Service Restaurant Holdings	Consumer discretionary	APC	Mezzanine	2011	n.a.	n.a.	n.a.
Media and communications company	Consumer discretionary	NAM	Large/mega-large-cap	2008	2'778'640	1'394'227	0.2%
BSN medical 2012	Healthcare	WEU	Mezzanine	2012	945'705	1'393'617	0.2%
Megadyne	Industrials	WEU	Mezzanine	2014	n.a.	n.a.	n.a.
Univision Communications, Inc.	Consumer discretionary	NAM	Large/mega-large-cap	2007	875'412	1'386'302	0.2%
Labeyrie	Consumer staples	WEU	Mezzanine	2014	1'249'996	n.a.	n.a.
Softonic	Consumer discretionary	WEU	Growth	2013	3'877'888	1'373'745	0.2%
Delsey Group	Consumer discretionary	WEU	Small/Mid-cap	2007	1'440'019	1'373'100	0.2%
US entertainment company	Consumer discretionary	NAM	Large/mega-large-cap	2008	6'626'461	1'330'109	0.2%
M7	Telecommunication services	WEU	Mezzanine	2014	1'168'996	1'322'544	0.2%
Total direct investments					251'024'526	366'068'201	57.9%

The overview shows the 50 largest direct investments based on NAV. Some names and figures (marked "n.a.") 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.

Fifty largest investments in funds

Investment	Regional focus	Financing category	Vintage year	Unfunded commitments	Net asset value	% of NAV
Partners Group Global Real Estate 2008 LP	WEU	Special situations	2008	1'759'056	15'947'047	2.5%
Terra Firma Capital Partners III, L.P.	WEU	Large/mega-large-cap	2006	79'547	13'067'296	2.1%
Ares Corporate Opportunities Fund III, L.P.	NAM	Special situations	2008	1'367'557	9'199'252	1.5%
Anonymized Emerging Markets Venture Fund 2	ROW	Venture capital	2008	403'913	7'720'889	1.2%
Anonymized European Buyout Fund 7	WEU	Small/Mid-cap	2007	1'160'855	7'636'208	1.2%
August Equity Partners II A, L.P.	WEU	Small/Mid-cap	2007	n.a.	7'570'011	1.2%
GMT Communications Partners III, L.P.	WEU	Small/Mid-cap	2006	826'414	6'956'368	1.1%
3i Eurofund Vb	WEU	Small/Mid-cap	2006	396'344	6'923'094	1.1%
INVESCO Venture Partnership Fund II-A, L.P.	NAM	Venture capital	2000	1'642'578	6'128'177	1.0%
Quadriga Capital Private Equity Fund III, L.P.	WEU	Small/Mid-cap	2006	391'181	6'110'744	1.0%
MatlinPatterson Global Opportunities Partners III	NAM	Special situations	2007	993'829	5'805'282	0.9%
INVESCO U.S. Buyout Partnership Fund II, L.P.	NAM	Small/Mid-cap	2000	2'266'198	5'781'600	0.9%
Aksia Capital III, L.P.	WEU	Small/Mid-cap	2005	44'235	4'263'812	0.7%
Palamon European Equity 'C', L.P.	WEU	Small/Mid-cap	1999	0	4'145'758	0.7%
Candover 2005 Fund, L.P.	WEU	Large/mega-large-cap	2005	19'791	4'043'500	0.6%
Sterling Investment Partners II, L.P.	NAM	Small/Mid-cap	2005	1'115'230	3'823'723	0.6%
INVESCO Venture Partnership Fund II, L.P.	NAM	Venture capital	1999	3'037'215	3'719'260	0.6%
Ares Corporate Opportunities Fund II, L.P.	NAM	Special situations	2006	2'065'943	3'630'247	0.6%
Fenway Partners Capital Fund II, L.P.	NAM	Small/Mid-cap	1998	424'032	3'496'546	0.6%
SV Life Sciences Fund IV, L.P.	NAM	Venture capital	2006	494'240	3'208'612	0.5%
Advent International GPE VI, L.P.	WEU	Small/Mid-cap	2008	82'866	2'923'829	0.5%
Alinda Infrastructure Parallel Fund II, L.P.	NAM	Special situations	2008	236'581	2'698'297	0.4%
Index Ventures Growth I (Jersey), L.P.	WEU	Growth	2008	0	2'623'979	0.4%
Draper Fisher Jurvetson Fund VII, L.P.	NAM	Venture capital	2000	0	2'537'031	0.4%
The Peninsula Fund IV, L.P.	NAM	Mezzanine	2005	439'023	2'523'377	0.4%
OCM Mezzanine Fund II, L.P.	NAM	Mezzanine	2005	1'555'063	2'424'137	0.4%
Levine Leichtman Capital Partners II, L.P.	NAM	Mezzanine	1998	0	2'395'553	0.4%
Columbia Capital Equity Partners III (Cayman), LP	NAM	Venture capital	2000	131'013	2'273'201	0.4%
Advent Latin American Private Equity Fund IV, L.P.	ROW	Large/mega-large-cap	2007	239'130	2'256'219	0.4%
Patria - Brazilian Private Equity Fund III, L.P	ROW	Small/Mid-cap	2007	n.a.	n.a.	n.a.
Penta CLO I S.A..	WEU	Special situations	2007	0	1'859'866	0.3%
Innisfree PFI Secondary Fund	WEU	Special situations	2007	215'045	1'785'643	0.3%
Anonymized European Buyout Fund 3	WEU	Small/Mid-cap	2008	280'818	1'745'195	0.3%
Exxel Capital Partners VI, L.P.	ROW	Small/Mid-cap	2000	0	1'544'928	0.2%
Menlo Ventures IX, L.P.	NAM	Venture capital	2000	0	1'532'622	0.2%
Southern Cross Latin America PE Fund III	ROW	Small/Mid-cap	2007	4	1'519'292	0.2%
Navis Asia Fund V, L.P.	APC	Small/Mid-cap	2007	0	1'506'668	0.2%
Pitango Venture Capital Fund III	ROW	Venture capital	2000	0	1'493'017	0.2%
Nmas1 Private Equity Fund II, L.P.	WEU	Small/Mid-cap	2008	70'501	1'451'463	0.2%
Vortex Corporate Development Fund, L.P.	NAM	Venture capital	2000	129'252	1'442'207	0.2%
Clayton, Dubilier & Rice Fund VIII, L.P.	NAM	Large/mega-large-cap	2009	334'601	1'297'571	0.2%
Baring Asia Private Equity Fund IV, L.P.	APC	Small/Mid-cap	2007	213'000	1'273'290	0.2%
SV Life Sciences Fund II, L.P.	WEU	Venture capital	1998	0	1'238'250	0.2%
European Equity Partners (III), L.P.	WEU	Venture capital	1999	0	1'228'700	0.2%
Russia Partners III, L.P.	ROW	Small/Mid-cap	2007	137'212	1'194'685	0.2%

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Fifty largest investments in funds

Investment	Regional focus	Financing category	Vintage year	Unfunded commitments	Net asset value	% of NAV
Carmel Software Fund (Cayman), L.P.	ROW	Venture capital	2000	0	1'166'727	0.2%
Summit Partners Europe Private Equity Fund, L.P.	WEU	Growth	2008	587'626	1'161'491	0.2%
EQT Infrastructure (No.1) Limited Partnership	WEU	Special situations	2008	123'134	1'127'489	0.2%
Sofinnova Capital VI FCPR	WEU	Venture capital	2008	49'799	1'035'745	0.2%
American Securities Partners III, L.P.	NAM	Small/Mid-cap	2001	606'011	967'958	0.2%
Total partnership investments				50'900'098	220'210'420	34.9%

The overview shows the 50 largest partnership investments based on NAV. Some names and figures (marked "n.a.") 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.

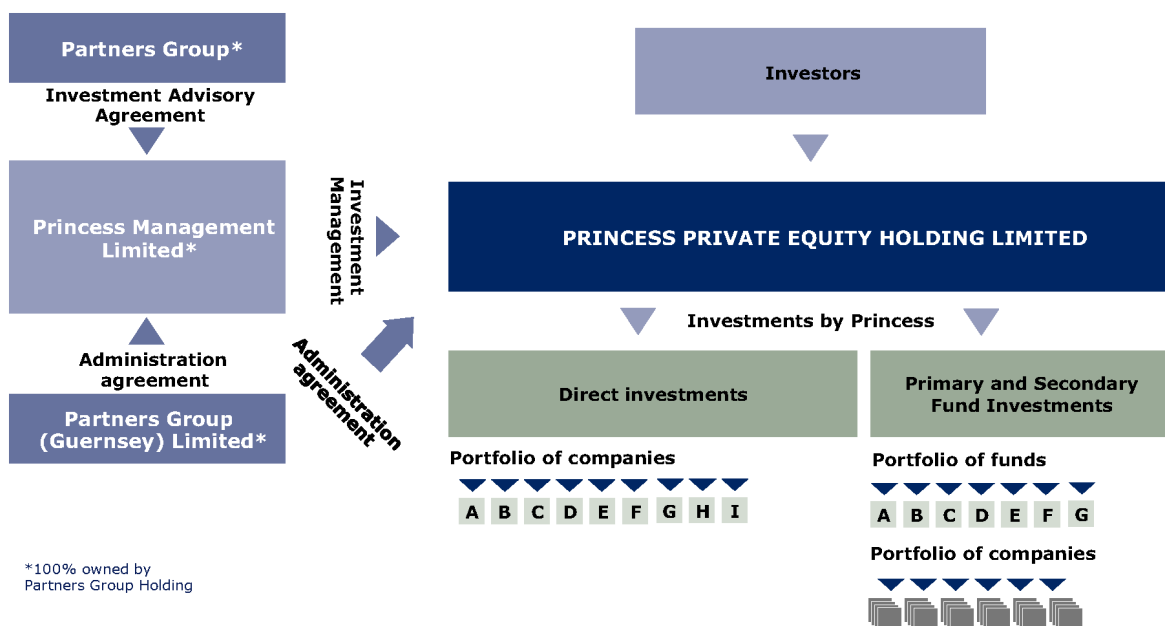
5 STRUCTURAL OVERVIEW

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 consolidated all trading activity to the London Stock Exchange on 6 December 2012 and ceased being listed on the Frankfurt Stock Exchange.

Princess aims to provide shareholders with long-term capital growth and an attractive dividend yield. The Company's investments are managed on a discretionary basis by

Princess Management Limited, a wholly-owned subsidiary of Partners Group Holding AG, 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 (the "Investment Advisor"), which is a global private markets investment management firm with over EUR 42 billion in investment programs under management in private equity, private debt, private real estate and private infrastructure. Through the advisory agreement, Princess benefits from the global presence, the size and experience of the investment team and relationships with many of the world's leading private equity firms.



*100% owned by Partners Group Holding

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6 FACTS AND FIGURES

Company	Princess Private Equity Holding Limited
Currency denomination	Euro
Joint coporate brokers	JPMorgan Cazenove Numis Securities Ltd.
Dividends	Princess intends to pay a dividend of 5-8% p.a. on NAV
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	London Stock Exchange
Management fee	1.5% p.a.
Securities	Fully paid-up ordinary registered shares
Structure	Guernsey Company, Authorized closed-ended fund in Guernsey
Trading information	WPK: A0M5MA ISIN: GG00B28C2R28 Trading symbol: PEY Bloomberg: PEY LN Reuters: PEY.L
Voting rights	Each ordinary registered share represents one voting right

7 UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the period from 1 January 2015 to 30 June 2015

In thousands of EUR

	Notes	01.01.2015 30.06.2015	01.01.2014 30.06.2014
Net income from financial assets at fair value through profit or loss		78'964	33'381
<i>Private equity</i>		69'650	28'276
Interest & dividend income		682	-
Revaluation	6	51'456	26'720
Net foreign exchange gains / (losses)	6	17'512	1'556
<i>Private debt</i>		7'122	4'222
Interest income (including PIK)		963	1'301
Revaluation	6	1'272	2'297
Net foreign exchange gains / (losses)	6	4'887	624
<i>Private real estate</i>		1'028	737
Revaluation	6	1'007	736
Net foreign exchange gains / (losses)	6	21	1
<i>Private infrastructure</i>		1'164	146
Revaluation	6	653	174
Net foreign exchange gains / (losses)	6	511	(28)
Net income from cash & cash equivalents and other income		298	(13)
Interest income		51	1
Net foreign exchange gains / (losses)		247	(14)
Total net income		79'262	33'368
Operating expenses		(8'409)	(7'296)
Management fees		(5'339)	(4'519)
Incentive fees	10	(6'024)	(2'312)
Administration fees		(153)	(142)
Service fees		(125)	(125)
Other operating expenses		(872)	(363)
Revaluation of other long-term receivables		(9)	(6)
Other net foreign exchange gains / (losses)		4'113	171
Other financial activities		(13'940)	(90)
Setup expenses - credit facilities		(226)	(227)
Interest expense - credit facilities		55	-

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Other finance cost	346	377
Net gains / (losses) from hedging activities	(14'115)	(240)
Surplus / (loss) for the financial period	56'913	25'982
Other comprehensive income for the period; net of tax	-	-
Total comprehensive income for the period	56'913	25'982
Weighted average number of shares outstanding	69'151'325.80	69'186'344.42
Basic surplus / (loss) per share for the financial period	0.82	0.38
Diluted surplus / (loss) per share for the financial period	0.82	0.38

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

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2015

<i>In thousands of EUR</i>	Notes	30.06.2015	31.12.2014
ASSETS			
<i>Financial assets at fair value through profit or loss</i>			
Private equity	6	476'188	406'628
Private debt	6	77'169	74'954
Private real estate	6	15'967	15'862
Private infrastructure	6	13'046	12'436
Other long-term receivables		2'863	2'646
Non-current assets		585'233	512'526
Other short-term receivables		180	558
Deferred receivables on investments		60'807	56'512
Cash and cash equivalents	7	14'238	45'348
Current assets		75'225	102'418
TOTAL ASSETS		660'458	614'944
EQUITY AND LIABILITIES			
Share capital	8	69	69
Retained earnings		126'926	70'013
Reserves	8	504'769	523'440
Total equity		631'764	593'522
Other long term payables		106	209
Liabilities falling due after one year		106	209
Short-term credit facilities	9	7'000	-
Hedging liabilities		1'101	5'794
Accruals and other short-term payables		20'487	15'419
Liabilities falling due within one year		28'588	21'213
TOTAL EQUITY AND LIABILITIES		660'458	614'944

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UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the period from 1 January 2015 to 30 June 2015

<i>In thousands of EUR</i>	Share capital	Treasury shares	Retained earnings	Reserves	Total
Balance at the beginning of reporting period	69	-	70'013	523'440	593'522
Dividend paid during the period	-	-	-	(18'671)	(18'671)
Other comprehensive income for the period; net of tax	-	-	-	-	-
Share buyback and cancellation	-	-	-	-	-
Surplus / (loss) for the financial period	-	-	56'913	-	56'913
Equity at end of reporting period	69	-	126'926	504'769	631'764

for the period from 1 January 2014 to 30 June 2014

<i>In thousands of EUR</i>	Share capital	Treasury shares	Retained earnings	Reserves	Total
Balance at the beginning of reporting period	69	(432)	(1'357)	561'832	560'112
Dividend paid during the period	-	-	-	(18'672)	(18'672)
Other comprehensive income for the period; net of tax	-	-	-	-	-
Treasury shares cancelled	-	432	-	(432)	-
Share buyback and cancellation	-	-	-	(595)	(595)
Surplus / (loss) for the financial period	-	-	25'982	-	25'982
Equity at end of reporting period	69	-	24'625	542'133	566'827

UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS

for the period from 1 January 2015 to 30 June 2015

In thousands of EUR

	Notes	01.01.2015 30.06.2015	01.01.2014 30.06.2014
Operating activities			
Surplus / (loss) for the financial period before interest expense		56'858	25'982
<i>Adjustments:</i>			
Net foreign exchange (gains) / losses		(27'291)	(2'310)
Investment revaluation		(54'388)	(29'927)
Revaluation of other long-term receivables		9	6
Net (gain) / loss on interest		(1'696)	(1'302)
Revaluation on forward hedges		14'115	240
(Increase) / decrease in receivables		(1)	49'493
Increase / (decrease) in payables		5'147	313
Realized gains / (losses) from forward hedges		(18'808)	(1'127)
Purchase of private equity investments	6	(34'249)	(53'151)
Purchase of private debt investments	6	(791)	(17'456)
Purchase of private real estate investments	6	(354)	(424)
Purchase of private infrastructure investments	6	(132)	(4'563)
Distributions from and proceeds from sales of private equity investments	6	33'657	20'597
Distributions from and proceeds from sales of private debt investments	6	5'278	9'519
Distributions from and proceeds from sales of private real estate investments	6	1'277	1'092
Distributions from and proceeds from sales of private infrastructure investments	6	686	-
Purchase of short-term investments		-	(45'000)
Sale of short-term investments		-	15'000
Interest & dividends received		1'153	807
Net cash from / (used in) operating activities		(19'530)	(32'211)
Financing activities			
Net increase / (decrease) in credit facilities		7'000	-
Interest paid - credit facilities		(156)	-
Dividends paid	8	(18'671)	(18'672)
Share buyback and cancellation	8	-	(595)
Net cash from / (used in) financing activities		(11'827)	(19'267)
Net increase / (decrease) in cash and cash equivalents		(31'357)	(51'478)
Cash and cash equivalents at beginning of reporting period	7	45'348	69'761
Effects of foreign currency exchange rate changes on cash and cash equivalents		247	(14)

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Cash and cash equivalents at end of reporting period	7	14'238	18'269
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NOTES TO THE UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

for the period from 1 January 2015 to 30 June 2015

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 invests in a broadly diversified portfolio of private market investments through its wholly-owned subsidiary, Princess Private Equity Subholding Limited (the "Subsidiary"). The Subsidiary also holds certain investments through its wholly-owned subsidiary Princess Direct Investments, L.P. Inc. (the "Sub-Subsidiary"). The Sub-Subsidiary, the Subsidiary and the Company form a group (the "Group"). Both of these subsidiaries are consolidated as they are deemed to provide investment related services to the Company.

The shares of the Company were listed on the Prime Standard of the Frankfurt Stock Exchange from 13 December 2006 until 5 December 2012 (date of delisting). The shares of the Company remain listed on the main market of the London Stock Exchange, where they have been listed since 1 November 2007.

For the purposes of the requirements of the UK Listing Authority which apply to closed-ended investment funds, the Company confirms that it will not invest more than 10 per cent in aggregate of the Company's total assets in other listed closed-ended investment funds.

2 BASIS OF PREPARATION

The condensed interim consolidated financial information has been prepared in accordance with IAS 34 - Interim Financial Reporting. The condensed interim consolidated financial information does not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements for the period ended 31 December 2014, which have been prepared in accordance with International Financial Reporting Standards.

The accounting policies adopted in the preparation of the of the condensed interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the period ended 31 December 2014.

The following standards which are mandatory for future accounting periods, but where early adoption is permitted now, have not been duly adopted.

IFRS 9 (effective 1 January 2018) - Financial instruments

IFRS 15 (effective 1 January 2017) - Revenue from Contracts with Customers

IFRS 10, IFRS 12 and IAS 28 (Amendment effective 1 January 2016) - Clarifications and interpretations to requirements when accounting for investment entities

The Directors of the Company are in the process of assessing the impact of these standards and believe that these new accounting standards will not significantly affect the Group's results of operations or financial position.

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3 SHAREHOLDERS ABOVE 5% OF ORDINARY SHARES ISSUED

In accordance with DTR 5.1.2R of the Financial Conduct Authority Handbook the following shareholders advised holdings above the 5% threshold until 30 June 2015:

Shareholder name	Threshold exceeded	Date of exceeding the threshold	Number of shares held at date of exceeding threshold	Number of shares in issue at date of exceeding threshold	% of ordinary shares in issue at date of exceeding threshold
Deutsche Asset Management Investmentgesellschaft mbH	5.00%	19 April 2007	609'590	7'010'000	8.70%
Vega Invest Fund plc	5.00%	11 October 2007	600'000	7'010'000	8.56%
Bayer-Pensionskasse VVaG	5.00%	25 April 2007	530'000	7'010'582	7.56%
CVP/CAP Coop Personalversicherung	5.00%	31 December 2008	3'551'206	70'100'000*	5.07%
Societe Generale Option Europe	5.00%	20 October 2010	3'724'557	70'100'000*	5.31%
CCLA Investment Management Ltd	5.00%	10 July 2013	3'504'750	69'400'990*	5.05%
Brewin Dolphin Ltd	5.00%	24 July 2014	3'459'832	69'151'168*	5.00%
Witan Investment Trust plc	5.00%	27 February 2015	3'600'000	69'151'168*	5.21%

*The Extraordinary Shareholder Meeting of the holders of ordinary shares in Princess Private Equity Holding Limited on 12 October 2007 agreed on a 1 to 10 share split according to which each ordinary share was subdivided into 10 ordinary shares. The share split became effective after close of trading on 12 October 2007.

4 DIVIDENDS

The Board of Directors of Princess Private Equity Holding Limited declared a dividend of EUR 0.27 paid on 18 June 2015 on each Ordinary Share. The dividend paid on 18 June amounted to EUR 18.7 million (The full year 2014: EUR 37.3 million).

5 SEGMENT CALCULATION

In thousands of EUR

	01.01.2015	01.01.2014
	30.06.2015	30.06.2014
Private equity		
Interest & dividend income	682	-
Revaluation	51'456	26'720
Net foreign exchange gains / (losses)	17'512	1'556
Total net income private equity	69'650	28'276
Segment result private equity	69'650	28'276
Private debt		
Interest income (including PIK)	963	1'301
Revaluation	1'272	2'297
Net foreign exchange gains / (losses)	4'887	624
Total net income private debt	7'122	4'222
Segment result private debt	7'122	4'222
Private real estate		
Revaluation	1'007	736
Net foreign exchange gains / (losses)	21	1
Total net income private real estate	1'028	737
Segment result private real estate	1'028	737
Private infrastructure		
Revaluation	653	174
Net foreign exchange gains / (losses)	511	(28)
Total net income private infrastructure	1'164	146
Segment result private infrastructure	1'164	146
Non attributable		
Interest & dividend income	51	1
Net foreign exchange gains / (losses)	247	(14)
Total net income non attributable	298	(13)
Segment result non attributable	(8'111)	(7'309)
Other financial activities not allocated	(13'940)	(90)
Surplus / (loss) for the financial period	56'913	25'982

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6 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

6.1 PRIVATE EQUITY

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Balance at beginning of period	406'628	317'049
Purchase of Direct and Indirect Investments	34'249	56'927
Distributions from and proceeds from sales of Direct and Indirect Investments	(33'657)	(53'009)
Revaluation	51'456	63'340
Foreign exchange gains / (losses)	17'512	22'321
Balance at end of period	476'188	406'628

6.2 PRIVATE DEBT

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Balance at beginning of period	74'954	57'882
Purchase of Direct and Indirect Investments	791	23'843
Distributions from and proceeds from sales of Direct and Indirect Investments	(5'278)	(17'915)
Accrued cash and PIK interest	702	1'327
Interest received	(159)	(318)
Revaluation	1'272	4'560
Foreign exchange gains / (losses)	4'887	5'575
Balance at end of period	77'169	74'954

6.3 PRIVATE REAL ESTATE

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Balance at beginning of period	15'862	15'985
Purchase of Direct and Indirect Investments	354	323
Distributions from and proceeds from sales of Direct and Indirect Investments	(1'277)	(2'184)
Revaluation	1'007	1'713
Foreign exchange gains / (losses)	21	25
Balance at end of period	15'967	15'862

6.4 PRIVATE INFRASTRUCTURE

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Balance at beginning of period	12'436	5'267
Purchase of Direct and Indirect Investments	132	4'765
Distributions from and proceeds from sales of Direct and Indirect Investments	(686)	(186)
Revaluation	653	2'047
Foreign exchange gains / (losses)	511	543
Balance at end of period	13'046	12'436

7 CASH AND CASH EQUIVALENTS

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Cash at banks	14'238	6'348
Cash equivalents	-	39'000
Total cash and cash equivalents	14'238	45'348

8 SHARE CAPITAL, TREASURY SHARES AND RESERVES

8.1 CAPITAL

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Issued and fully paid		
69'151'168 Ordinary shares of EUR 0.001 each out of the bond conversion	69	69
Total issued and fully paid shares	69	69

The total authorized shares consists of 200'100'000 Ordinary shares of EUR 0.001 each (total value EUR 200'100).

During the reporting period, the Company has not purchased or cancelled any of its own shares.

8.2 TREASURY SHARES

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Share buyback for cancellation	-	-

8.3 RESERVES

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Distributable reserves		
Distributable reserves at beginning of reporting period	523'440	561'832
Dividend payment	(18'671)	(37'343)
Treasury shares cancelled	-	(432)
Share buyback and cancellation	-	(617)
Total distributable reserves at end of reporting period	504'769	523'440

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9 CREDIT FACILITIES

On 12 November 2013, the Company renewed a multi-currency revolving credit facility with Lloyds TSB Bank plc for EUR 50m, which ends on the 26 July 2017.

Interest is charged on drawn amounts at a margin of 2.95% to 3.25% per annum above the applicable LIBOR rate or, in relation to any loan in EUR, EURIBOR. In addition there is a commitment fee of 0.90% per annum calculated on the daily undrawn amounts plus a fee of EUR 450'000 paid over three years and a monitoring fee of EUR 25'000 per annum.

This facility is secured, inter alia, by a pledge over the shares in Princess Private Equity Subholding Limited, a wholly owned subsidiary of the Company, and a pledge over the bank accounts and the inter-company loans within the Group.

The Company must maintain a total net asset value of at least EUR 350m and a total asset ratio (total debt plus current liabilities as a percentage of restricted net asset value) not greater than 25%.

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Balance at beginning of period	-	-
Increase in the period	32'000	-
(Decrease) in the period	(25'000)	-
Balance at end of period	7'000	-

10 INCENTIVE FEE

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Balance at beginning of period	11'406	4'413
Change in incentive fees attributable to General Partner	6'024	7'654
Incentive fees paid/payable	(452)	(660)
Balance at end of period	16'978	11'407

11 PROJECT ALEXANDER

In September 2012, the Company entered into a sale and purchase agreement, relating to Project Alexander, with a single third party buyer (the "Buyer") to sell 17 limited partnership interests ("Investments") held by the Company.

The transaction was settled in four installments between 30 September 2012 and the end of January 2013. As of the end of June 2015 USD 103'747'029 and EUR 24'252'872 had been received from the Buyer, which reflected 2/3 of the purchase price, adjusted for subsequent calls paid and distributions received by the Company since the transaction cut-off date of 31 December 2011.

The remaining 1/3 proceeds of USD 55'881'063 and EUR 10'848'825 are due to be received after 36 months from the dates of transfer. These will be settled as per the predefined timelines.

These amounts were initially recognized in the audited consolidated statement of financial position as financial assets at fair value and were then measured at amortized cost using the effective interest method and have been recognized as receivables in the audited consolidated statement of financial position.

The Investments were derecognized from the Company's portfolio when substantially all risks and rewards associated with them had been transferred to the Buyer, being at the date that the general partner of the Investments formally recognized the Buyer as the owner of the respective Investments.

By 31 January 2013 the Company derecognized all of the investments included in the transaction.

12 COMMITMENTS TO DIRECT AND INDIRECT INVESTMENTS

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Unfunded commitments translated at the rate prevailing at the end of the reporting period	141'654	165'038

13 EARNINGS PER SHARE AND NET ASSETS PER SHARE

Basic earnings per share are calculated by dividing the surplus or loss for the financial period attributable to the shareholders by the weighted average number of shares outstanding during the period. Diluted earnings per share are calculated by adjusting the weighted average number of shares outstanding to assume conversion of all dilutive potential shares, if any. There were no dilutive effects on the Group's shares during 2015 and 2014.

The net assets per share is calculated by dividing the net assets in the consolidated statement of financial position by the number of actual shares outstanding at the end of the reporting period.

<i>In thousands of EUR</i>	30.06.2015	31.12.2014
Net assets of the Group	631'764	593'522
Outstanding shares at the end of the reporting period	69'151'168.00	69'151'168.00
Net assets per share at period-end	9.14	8.58

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14 FAIR VALUE MEASUREMENT

14.1 FAIR VALUE ESTIMATION CURRENT PERIOD

<i>In thousands of EUR</i>	Level 1	Level 2	Level 3	Total balance
Assets				
Financial assets at fair value through profit or loss - equity securities	1'067	-	504'134	505'201
Financial assets at fair value through profit or loss - debt investments	-	-	77'169	77'169
Total assets	1'067	-	581'303	582'370
Liabilities				
Derivatives used for hedging	-	(1'101)	-	(1'101)
Total liabilities	-	(1'101)	-	(1'101)

14.2 FAIR VALUE ESTIMATION PREVIOUS PERIOD

<i>In thousands of EUR</i>	Level 1	Level 2	Level 3	Total balance
Assets				
Financial assets at fair value through profit or loss - equity securities	1'965	-	432'961	434'926
Financial assets at fair value through profit or loss - debt investments	-	-	74'954	74'954
Total assets	1'965	-	507'915	509'880
Liabilities				
Derivatives used for hedging	-	(5'794)	-	(5'794)
Total liabilities	-	(5'794)	-	(5'794)

14.3 SIGNIFICANT UNOBSERVABLE VALUATION INPUTS

Level 3 investments may consist of Direct and Indirect equity and debt Investments. Level 3 Indirect Investments are generally valued at the Indirect Investments' net asset values last reported by the Indirect Investments' governing bodies. When the reporting date of such net asset values does not coincide with the Group's reporting date, the net asset values are adjusted as a result of cash flows to/from an Indirect Investment between the most recently available net asset value reported, and the end of the reporting period of the Group. The valuation may also be adjusted for further information gathered by the Investment Advisor during its ongoing investment monitoring process. This monitoring process includes, but is not limited to, binding bid offers, non-public information on developments of portfolio companies held by Indirect Investments, syndicated transactions which involve such companies and the application of reporting standards by Indirect Investments which do not apply the principle of fair valuation.

The main inputs into the Group's valuation models for Direct equity and debt Investments include: EBITDA multiples (based on budgeted/forward looking EBITDA or historical EBITDA of the issuer and EBITDA multiples of comparable listed companies for the equivalent period), discount rates, capitalization rates, price to book as well as price to earnings ratios and enterprise value to sales multiples. The Group also considers the original transaction prices, recent transactions in the same or similar instruments and completed third-party transactions in comparable instruments and adjusts the model as deemed necessary. Further inputs consist of external valuation appraisals and broker quotes.

In order to assess level 3 valuations in accordance with the Investment Management Agreement, the Investment Advisor reviews the performance of the Direct and Indirect Investments held on a regular basis. The valuations are reviewed on an ongoing basis by the Investment Advisor's investment committee who report to the Investment Manager. The investment committee considers the appropriateness of the valuation model inputs as well as the valuation result using various valuation methods and techniques generally recognized within the industry.

The Group utilizes comparable trading multiples in arriving at the valuation for the Direct Investments. Comparable companies multiple techniques assume that the valuation of unquoted Direct Investments can be assessed by comparing performance measure multiples of similar quoted assets for which observable market prices are readily available. The Investment Advisor determines comparable public companies based on industry, size, development stage, strategy, etc. Subsequently the most appropriate performance measure for determining the valuation of the relevant Direct Investment is selected (these include but are not limited to EBITDA, price/earnings ratio for earnings or price/book ratio for book values). Trading multiples for each comparable company identified are calculated by dividing the market capitalization of the comparable company by the defined performance measure. The relevant trading multiples might be subject to adjustment for general qualitative differences such as liquidity, growth rate or quality of customer base between the valued Direct Investment and the comparable company set. The indicated fair value of the Direct Investment is determined by applying the relevant adjusted trading multiple to the identified performance measure of the valued company.

When applying the discounted cash flow method, the Investment Advisor discounts the expected cash flow amounts to a present value at a rate of expected return that represents the time value of money and reflects the relative risks of the Direct Investment. Direct Investments can be valued by using the 'cash flow to investor' method (a debt instrument valuation), or indirectly, by deriving the enterprise value using the 'free cash flow to company' method and subsequently subtracting the Direct Investment's net debt in order to determine the equity value of the relevant Direct Investment. The Investment Advisor determines the expected future cash flows based on agreed investment terms or expected growth rates. In addition and based on the current market environment an expected return of the respective Direct Investment is projected. The future cash flows are discounted to the present date in order to determine the current fair value.

If broker quotes are available, Direct debt Investments are valued by the Investment Advisor utilizing such quotes, which are provided by an independent third party broker. Broker quotes are applied to the nominal value of such Direct debt Investments. Broker quotes utilized for valuing Direct debt Investments represent indicative quotes for investments traded in an inactive market.

The Group utilizes the sales comparison method in arriving at the valuation for Direct real estate Investments. The sales comparison method compares a Direct real estate Investment's characteristics with those of comparable properties which have recently been traded in the market. The Investment Advisor determines comparable assets based on, but not limited to, size, location, development stage and property type. Furthermore the most appropriate measure for determining the valuation of the relevant Direct real estate Investment is selected (amongst others price per room, price per square foot, price per square meter). The comparable price per unit might be subject to adjustment for

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general qualitative differences which include, but are not limited to, quality of property and access to public transportation. The indicated fair value of the Direct real estate Investment is determined by applying the relevant price per unit to the respective Direct real estate Investment. The sales comparison method is most appropriate for Direct real estate Investments where the investment's size (e.g. number of rooms, square feet, square meters or other square measures) is known and similar properties have recently traded in the market.

When applying the income method the Investment Advisor compares a Direct real estate Investment's net operating income to capitalization rates recently observed in the market to determine the present value. The Investment Advisor determines comparable assets based on, but not limited to, size, development stage and property type. The capitalization rates from recent sales of comparable properties might be subject to adjustment for general qualitative differences which include, but are not limited to, quality of property, tenant mix and access to public transportation. The indicated fair value of the Direct real estate Investment is determined by applying the relevant capitalization rate to the Direct real estate Investment's net operating income. The income method is most appropriate for income generating Direct real estate Investments where the net operating income is known and similar properties have recently traded in the market.

The values of Level 3 Direct equity Investments valued by using an unobservable input factor are directly affected by a change in that factor. The change in valuation of level 3 Direct equity Investments may vary between different Direct Investments of the same category as a result of individual levels of debt financing within such an investment. Level 3 Direct debt Investments are generally valued using a waterfall approach including different seniority levels of debt. Thus the effect of a change in the unobservable input factor on the valuation of such investments is limited to the debt portion not covered by the enterprise value resulting from the valuation. No interrelationship between unobservable inputs used in the Group's valuation of its level 3 investments has been identified.

The tables below present the investments whose fair values are recognized in whole or in part using valuation techniques based on assumptions that are not supported by prices or other inputs from observable current market transactions in the same instrument and the effect of changing one or more of those assumptions behind the valuation techniques adopted based on reasonable possible alternative assumptions.

If presented, the category "Direct Investments" in the tables below may include certain Indirect Investments where the Investment Advisor has full visibility of the underlying portfolio and hence performs a full valuation on such investments as if they were Direct Investments. If presented, the category "Direct Investments" in the tables below may include certain investments using the valuation technique "Reported fair value". Such Direct Investments invest solely into underlying Indirect Investments, hence their fair value is based on reported fair value rather than a Direct Investment valuation.

The sensitivity analysis below represents the potential change in fair value for each category of investments presented in absolute values. Should the significant unobservable input for each category of investments increase or decrease by 5%, the value of each category of investments would follow by the absolute positive or negative amount respectively.

With regards to Direct debt Investments, the Investment Advisor is of the opinion that a sensitivity analysis as performed below for Direct equity Investments would not result in a meaningful disclosure with added value for the reader of these audited consolidated financial statements. The reasons for this include, but are not limited to, the fact that the income generated from Direct debt Investments is linked to a reference rate such as LIBOR or EURIBOR (hence eliminating potential valuation changes resulting from fluctuation in interest rates) and the fact that Direct debt Investments are valued using a waterfall approach as described above. The credit risk resulting from investing into a Direct debt Investment is assessed by performing an enterprise valuation of the issuer's company. Provided that the

results of such a valuation provides sufficient evidence that the equity of such a company still has a positive value, there is no indication that the Group as a lender would not be able to recover the full amount initially invested, plus any accrued cash and/or PIK interest, hence carrying such Direct debt Investment at this value. Should a significant unobservable valuation input into such an enterprise valuation be changed in either direction, the value of a respective Direct debt Investment would not fluctuate proportionately. Any fluctuation in the enterprise value of a lender's company would only have an impact on the value of a Direct debt Investment if the results of such a valuation would provide sufficient evidence that the enterprise value of the company is not sufficient to fully cover the outstanding debt instrument, which the Group is invested in.

With regards to Direct real estate debt Investments, the Investment Advisor is of the opinion that a sensitivity analysis as performed below for Direct equity Investments would not result in a meaningful disclosure with added value for the reader of these audited consolidated financial statements. The reasons for this conclusion include, but are not limited to the fact that the income generated from Direct real estate Investments is linked to a reference rate such as LIBOR or EURIBOR (hence eliminating potential valuation changes resulting from fluctuation in interest rates) and the fact that Direct real estate Investments are valued using a waterfall approach as described above. The risk resulting from investing into a Direct real estate debt Investment is assessed by evaluating the gross asset value of the property. Provided that the results of such valuation provide sufficient evidence that the gross asset value exceeds the debt balance (i.e. the equity has a positive value), there is no indication that the Group as a lender would not be able to recover the full amount initially invested, plus any accrued cash and/or PIK interest, hence carrying such Direct real estate debt Investments at this value. Should a significant unobservable valuation input into the determination of gross asset value be changed in either direction, the value of a respective Direct real estate debt Investment would not fluctuate proportionately. Any fluctuation in gross asset value of the property would only have an impact on the value of a Direct real estate debt Investment if the results of such a valuation would provide sufficient evidence that the gross asset value of the property is not sufficient to fully cover the outstanding debt instrument, which the Group is invested in. With regards to Direct real estate equity Investments, the Investment Advisor is of the opinion that a sensitivity analysis as performed below for Direct equity Investments would not result in a meaningful disclosure with added value for the reader of these audited consolidated financial statements. The reasons for this conclusion include, but are not limited to, the fact that variations in property location, quality and business plan result in comparisons across properties that are not meaningful. Unobservable inputs for a specific region will vary greatly based on the property's micro location, building finishes and amenities and leasing strategy. One-to-one comparisons are not possible even for buildings that are physically close to each other due to the differences in property features and occupancy.

A sensitivity analysis has not been presented for Direct Investments that have been acquired within the last three months of the financial period and where the acquisition cost was deemed to be fair value in accordance with IFRS 13 as it is the view of the Investment Advisor that insufficient time has passed to determine a reliable sensitivity range based on valuation inputs that would be considered appropriate by market participants.

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14.4 SIGNIFICANT UNOBSERVABLE VALUATION INPUT TABLE CURRENT PERIOD

Type of security	Fair value at 30.06.2015	Valuation technique	Unobservable input	Range (weighted average)	Sensitivity	
<i>Fair value in thousands of EUR</i>						
Direct Investments						
Direct equity Investments	131'668	Market comparable companies	Enterprise value to EBITDA multiple	5.37x - 14.89x (10.59x)	11'557	-11'557
	10'866	Exit price	Recent transaction price	n/a	n/a	n/a
	16'352	Recent financing	Recent transaction price	n/a	n/a	n/a
Direct debt Investments	22'893	Market comparable companies	Enterprise value to EBITDA multiple	7.50x - 13.58x (10.51x)	n/a	n/a
	4'203	Broker quotes	Bid quotes for an inactive market	n/a	n/a	n/a
	5'915	Recent financing	Recent transaction price	n/a	n/a	n/a
Indirect Investments						
	387'290	Adjusted reported net asset value	Reported net asset value	n/a	19'365	-19'365
	2'116	Adjusted reported net asset value	Fair value adjustments	n/a	106	-106

14.5 SIGNIFICANT UNOBSERVABLE VALUATION INPUT TABLE PREVIOUS PERIOD

Type of security	Fair value at 31.12.2014	Valuation technique	Unobservable input	Range (weighted average)	Sensitivity	
<i>Fair value in thousands of EUR</i>						
Direct Investments						
Direct equity Investments	114'020	Market comparable companies	Enterprise value to EBITDA multiple	4.20x - 13.50x (10.51x)	11'688	-11'688
	6'918	Market comparable companies	Price to book ratio	1.06x - 1.10x (1.07x)	909	-909
Direct debt Investments	22'243	Market comparable companies	Enterprise value to EBITDA multiple	7.80x - 13.58x (10.38x)	n/a	n/a
	3'851	Broker quotes	Bid quotes for an inactive market	n/a	n/a	n/a
	5'236	Market comparable companies	Price to book ratio	1.06x - 1.06x (1.06x)	n/a	n/a
Indirect Investments						
	357'418	Adjusted reported net asset value	Reported net asset value	n/a	17'871	-17'871
	-1'764	Adjusted reported net asset value	Fair value adjustments	n/a	-88	88

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