

MONTHLY REPORT

as of 30 April 2013

Princess Private Equity Holding Limited (Princess) is an investment holding company domiciled in Guernsey that invests in private market investments. Investments include primary and secondary fund investments, direct investments and listed private equity. Princess aims to provide shareholders with long-term capital growth and an attractive dividend yield in the mid- to long-term. The shares are traded on the London Stock Exchange.

Key facts

Stock Exchange	London	
Trading symbol	PEY	
Reuters	PEY.L	
Bloomberg	PEY LN	
WKN	A0LBRL	
ISIN	GG00B28C2R28	
Valor	2 830 461	
Formation of the Company	12/05/1999	
Base currency	EUR	
Dividends 2012	EUR 0.24 (22/06/12)	EUR 0.25 (19/12/12)

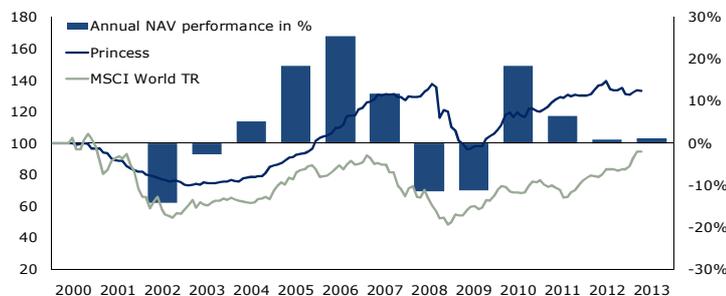
Key figures

	30/04/2013	31/03/2013	YTD
Net asset value (NAV)	EUR 8.50	EUR 8.55	
Net asset value (NAV) incl. dividend	EUR 10.38	EUR 10.44	1.27%
Investment level	67.66%	68.75%	
Gross Investment level	67.66%	68.75%	
Deferred receivables ¹⁾	17.74%	17.99%	
Net liquidity	14.60%	13.26%	
Overcommitment	5.12%	6.49%	
Overcommitment incl. credit line	-8.43%	-6.98%	
Closing price London	EUR 6.75	EUR 7.04	-1.17%
Discount	-20.62%	-17.70%	

Where applicable, returns are calculated according to the standard BVI-method of the Bundesverband Investment and Asset Management and may be subject to decimal rounding.

Deferred receivables¹⁾ relate to a sale and purchase agreement with a single third party buyer to sell 17 partnership interests held by the Company.

NAV development



in %	2008	2009	2010	2011	2012	2013 YTD	5 years	5 year annualized return
Princess NAV*	-11.3%	-11.3%	18.4%	6.6%	0.8%	1.3%	2.4%	0.5%
MSCI World TR**	-35.9%	22.4%	17.9%	-2.6%	13.7%	13.2%	32.4%	5.8%

* Based on monthly valuations.

** Source: Bloomberg NDDLWI Index in EUR.

Monthly commentary

The net asset value (NAV) of Princess Private Equity Holding Limited (Princess) fell 0.6% in April, to close the month at EUR 8.50 per share. Although operational improvements in underlying companies continued to positively impact performance over the month (+0.2%), negative currency movements more than offset these gains (-0.7%), as the euro strengthened significantly versus the US dollar, weighing on US dollar denominated returns from the portfolio's US investments. The dollar decline was precipitated by weaker than expected US employment data, which fueled speculation of a growth slowdown in the world's largest economy, and heightened sentiment that the Federal Reserve will maintain its current stimulus policy.

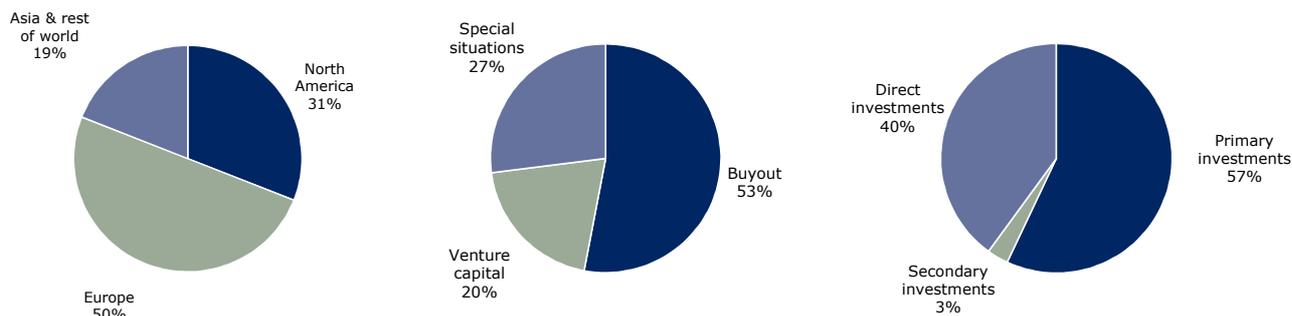
In April, Princess' net liquidity position was further strengthened by positive cash flows, as distributions (+EUR 4.7 million) continued to significantly outpace new third party investment activity (-EUR 0.6 million). The Company's mature portfolio generated healthy distributions, after partially exiting third-party fund investments Fairway Group, the US food retailer, and Magellan, the Polish healthcare financial institution. The latter generated a return of 10x cost. During the month, Polish Enterprise Fund IV, L.P. also exited Kruk S.A., the Polish loss prevention and debt collection service provider, at a multiple of 9x cost.

During the month Polish Enterprise Fund IV completed a secondary share sale of a portion of its remaining stake in Magellan, a financial institution focusing on the collection and restructuring of debts in the Polish healthcare sector. Polish IV invested in Magellan in 2003 and listed the company on the Warsaw Stock Exchange in 2007. Over its holding period, the investment partner put together a top management team and sponsored continuous product innovation and improvements in service quality. Magellan quickly achieved market leadership in Poland and subsequently built a strong market position in the Czech Republic. Polish IV sold 2.2 million shares at PLN 52.00 each, a sizable increase on Magellan's IPO price of PLN 42.00, and near the stock's 52-week high of PLN 54.00. Following this transaction, the investment partner continues to own more than 30% of the company. Magellan's shares are currently trading above the IPO price.

In April, Fairway Group, a portfolio company of Sterling Investment Partners II, completed its IPO on the NASDAQ with an initial market capitalization of USD 536 million. The company, a food retailer based mainly in New York, offers an extensive selection of fresh, natural and organic products. Under the investment partner, Fairway has more than doubled its store count and implemented an enhanced accounting system and management tools, which supported business operations. Additionally, the company focused on margin improvement through price optimization and vendor management.

During May, Princess declared a first interim dividend of EUR 0.26 per share for the 2013 calendar year. This translated into a dividend yield of 6.0% on the NAV per share as of 31 March 2013, consistent with the Company's commitment to pay semi-annual payments of 5-8% p.a. on opening NAV. The dividend will be paid on 26 June 2013, with the relevant date for the entitlement to the dividend and the corresponding ex-dividend date falling on 24 May 2013 and 22 May 2013 respectively.

PE investments by region, financing stage and type of investment



The accompanying notes form an integral part of this monthly report.

PRINCESS PRIVATE EQUITY HOLDING LIMITED

On a bondholders' meeting on 5 December 2006, bondholders approved to amend the terms and conditions of the Bonds by entering into a fifth supplemental trust deed with Law Debenture Trustees Limited (the Fourth Supplemental Trust Deed) giving the Company a mandatory conversion right. Accordingly the Company was granted the right (the Mandatory Conversion Right) to convert all of the Bonds into Co-ownership Interests. On 8 December 2006 each bond has been converted into 10 Ordinary shares deliverable in the form of Co-ownership Interests in a global bearer certificate issued by Clearstream, Frankfurt such that each Co-ownership Interest in a global bearer certificate carries rights corresponding to one Ordinary Share. As of 6 December 2012, the Company delisted from the Frankfurt Stock Exchange, and now only trades on the London Stock Exchange, where each ordinary registered share represents one voting right.

The conversion of 700'000 convertible bonds at a par value of USD 1'000 each at USD 100 per share resulted in the issuance of 7'000'000 Ordinary Shares. 10'000 shares were already issued and outstanding leading to a total amount of 7'010'000 issued and outstanding Ordinary shares. 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.

The Board of Directors of Princess Private Equity Holding Limited passed a resolution to implement a share buyback program on 13 December 2010. During April 2013, 23'200 shares were repurchased under the share buyback program. As of 30 April 2013, there were 69'427'185 shares outstanding, and the net asset value (NAV) was thus calculated based on a total of 69'427'185 shares outstanding.

GLOSSARY

Buyout (BO)	Acquisition of a controlling stake in a company, typically with financial or managerial reorganization needs. Small/mid/large/mega large size buyout refers to the enterprise value of the acquired company. Whereas the bandwidths are set at (EUR or USD) <250m/250m-EUR 1bn/1bn-5bn/>5bn for small/mid/large/mega large size buyout respectively.
Closing price	Last price paid on the London Stock Exchange on the respective date
Deferred receivables	The value of deferred receivables divided by NAV. Deferred receivables are related to a sale and purchase agreement with a single third party buyer to sell 17 partnership interests held by the Company (Project Alexander). The transaction is being settled in three installments. The remaining 2/3 proceeds have been evenly split between two deferred payments which are due to be received on 31 March 2014 and 30 September 2015.
Discount/Premium	Price divided by NAV
Gross Investment level	The value of private equity investments divided by the sum of NAV and drawn credit line
Investment level	The value of private equity investments divided by NAV
London Stock Exchange (London)	First listing on 01/11/2007. Shares are admitted to the Official List.
Net asset value (NAV)	The net asset value, as described in the Prospectus dated 12 October 2007, equals the total assets less liabilities due in one year of the company calculated in accordance with the International Financial Reporting Standard (IFRS).
Net liquidity	The value of net liquidity divided by NAV
Overcommitment	Unfunded commitments less the sum of net current assets and deferred receivables divided by NAV
Overcommitment incl. credit line	Unfunded commitments less the sum of net current assets, deferred receivables and total credit line divided by NAV
Private equity (PE)	Investments in companies, which typically are not publicly traded and in which the investor may significantly influence the management, and other investments of similar character.
Special situations (SS)	Any form of investment that falls within the definition of private equity but cannot be attributed to venture capital or buyout as described above. Special situations includes mezzanine, turnaround, distressed and other investments.
Total Return	Total return is calculated according the standard BVI-method of the Bundesverband Investment and Asset Management.
Value of private equity investments	Private equity investments are being held at fair value as required under the Company's adopted accounting standards IFRS.
Venture capital (VC)	Financing for companies typically in their build-up phase. Seed Stage describes the period where product feasibility is confirmed; Early Stage involves the identification of the position in the market, the establishment of production lines and the development of marketing channels; Later Stage portrays the subsequent rapid expansion phase of a young company.

This Newsletter is produced based on information available on the last working day of the month.

CONTACT DETAILS

Princess Private Equity Holding Limited
Tudor House
P.O. Box 477
St. Peter Port
Guernsey, GY1 1BT
Channel Islands
www.princess-privateequity.net

Investor Relations
Phone: +44 (0)1481 730 946
Fax: +44 (0)1481 730 947
Email: princess@princess-privateequity.net

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. Approved by Partners Group (UK) Ltd., authorised and regulated by the Financial Services Authority in the United Kingdom.