

Monthly report as of 31 January 2017

NAV increases by 1.0%

- Princess Private Equity Holding Limited's ("Princess") net asset value ("NAV") increased by 1.0% to EUR 10.27 per share
- Currency movements (-0.2%) were slightly negative while overall portfolio developments (+1.2%) were positive
- Princess received distributions of EUR 1.3 million and invested EUR 12.6 million over the reporting period

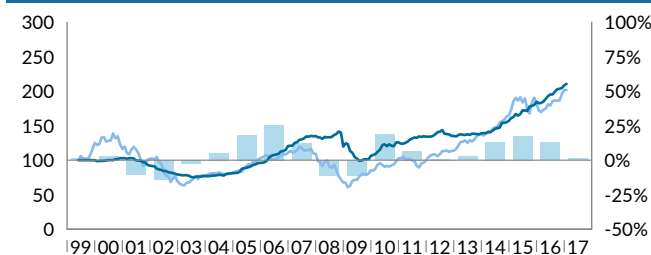
Princess made an additional commitment of EUR 40 million to Partners Group Direct Equity 2016 program (previously announced following approval by the Board in November 2016) which held a closing during the month. This follows Princess' initial commitment of EUR 40 million to the program. As part of the equalization process to ensure equal treatment of investors in the program, Princess was subject to a net capital call of EUR 8.5 million (being the net of the equalization adjustments for each of Princess' commitments to the program). To-date Princess has committed a total of EUR 80 million to the Direct 2016 program, of which EUR 54.9 million remained undrawn as of month-end.

Distributions during January amounted to EUR 1.3 million of which EUR 1.1 million stemmed from the legacy fund portfolio.

Furthermore, Partners Group agreed to acquire a stake in Cerba Healthcare (Cerba), a leading operator of clinical pathology laboratories with a number one position in France and strong market positions in Belgium and Luxembourg. The majority of Cerba's revenues are generated via routine lab tests. The company also focuses on specialty lab testing for more complex medical diagnoses and testing services for clinical trials. Cerba's clients include private patients, physicians, labs, private and public hospitals, retirement and nursing homes, and pharmaceutical and biotech companies. The company employs almost 4,300 people, including 350 biologists, and generated revenues of approximately EUR 630 million in 2016. Princess will participate in the transaction which is expected to close in the coming months.

Key figures			
In EUR	31.12.2016	31.01.2017	YTD
NAV per share	10.16	10.27	
NAV per share incl. dividends	15.81	15.97	1.0%
Total fund size (in million)	702.91	710.24	
Investment level	92.6%	93.9%	
Net liquidity	7.4%	6.1%	
Commitment ratio	7.3%	12.5%	
Gross commitment ratio	0.2%	5.5%	
Share price	8.63	9.23	7.0%
Discount	-15.1%	-10.1%	

NAV performance since inception (total return)



■ Princess ■ MSCI World TR ■ Performance (RHS)

In %	2012	2013	2014	2015	2016	2017	5 yr. cum.	5 yr. ann.	5 yr. Sharpe ratio
Princess	0.8	2.7	13.2	17.5	12.9	1.0	57.0	9.4	1.93
MSCI World TR	13.7	21.2	19.6	10.3	10.8	0.0	93.6	14.1	1.37

Largest ten direct investments

				% of NAV
1.	VAT Group AG	WEU	Industrials	9.9
2.	Action	WEU	Consumer discretionary	4.9
3.	Permotio International Learning SarL	WEU	Consumer discretionary	4.2
4.	KinderCare Education	NAM	Consumer discretionary	3.9
5.	Hofmann Menue Manufaktur	WEU	Consumer staples	3.6
6.	Dynacast	NAM	Materials	3.5
7.	Foncia	WEU	Financials	3.1
8.	Fermaca	ROW	Energy	2.8
9.	Systems Maintenance Services, Inc.	NAM	Information technology	2.1
10.	Trimco International Holdings Ltd	APC	Industrials	2.0

Monthly net performance (total return)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2012	0.0%	0.0%	0.8%	1.7%	2.3%	0.4%	1.9%	-3.8%	-0.4%	-0.3%	-1.6%	0.0%	0.8%
2013	-0.6%	1.5%	1.0%	-0.6%	-0.3%	0.8%	-0.7%	1.3%	-0.2%	-0.1%	-0.5%	1.1%	2.7%
2014	0.3%	-0.3%	1.6%	-0.2%	1.4%	1.9%	0.6%	0.5%	4.7%	0.0%	0.6%	1.3%	13.2%
2015	2.6%	0.8%	2.8%	-1.5%	1.4%	3.4%	-0.3%	-0.4%	3.9%	0.5%	0.7%	2.5%	17.5%
2016	-1.1%	0.1%	1.2%	2.0%	2.1%	1.3%	-0.0%	2.1%	1.8%	0.3%	0.6%	1.8%	12.9%
2017	1.0%												1.0%

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Princess Private Equity Holding Limited (Princess or the Company) is an investment holding company domiciled in Guernsey that invests in private equity and private debt. The portfolio includes direct, primary and secondary fund investments. Princess aims to provide shareholders with long-term capital growth as well as an attractive dividend yield. The shares are traded on the main market of the London Stock Exchange.

The Board of Directors of Princess passed a resolution to implement a share buyback program on 13 December 2010. During January 2017, 0 shares were repurchased under the share buyback program. As of 31 January 2017, there were 69'151'168 shares outstanding, and the NAV was thus calculated based on a total of 69'151'168 shares outstanding.

Information

For further information please visit:
www.princess-privateequity.net

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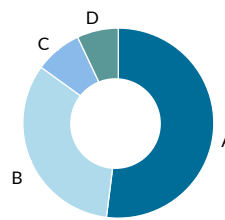
Princess Private Equity Holding Limited
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Key facts

Stock exchange	London
Reuters	PEY.L
Bloomberg	PEY LN
ISIN	GG00B28C2R28
Sedol	B28C2R2
Product life start date	12.05.1999
Currency	EUR
Dividend YTD	0.00

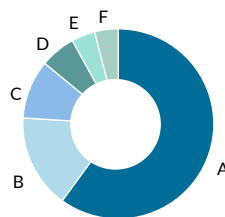
Portfolio composition

Investments by regional focus



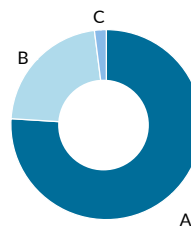
A	Europe	52%
B	North America	33%
C	Rest of World	8%
D	Asia-Pacific	7%

Investments by financing category



A	Small/Mid-cap	60%
B	Special situations	16%
C	Large/mega-large-cap	10%
D	Growth	6%
E	Mezzanine	4%
F	Venture capital	4%

Investments by transaction type



A	Direct	76%
B	Primary	22%
C	Secondary	2%



Key figures Commitment ratio: Unfunded commitments less the sum of net current assets divided by NAV (Gross commitment ratio includes undrawn balance on credit line). **NAV performance since inception (total return)** Indexed to 100. Since inception of Princess Private Equity Holding Limited. Princess: based on monthly total return valuations. MSCI World TR: Bloomberg NDDUWI Index in EUR. Sharpe ratio: risk-free rate based on 3-month EURIBOR (Bloomberg: ECC0TR03 Index). **Largest ten direct investments** Based on net asset value. **Monthly net performance (total return)** Based on monthly total return valuations. **Portfolio composition** Based on total value of investments.

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