

Monthly report as of 31 July 2018

NAV increases by 1.1%

- Princess Private Equity Holding Limited's (Princess) net asset value increased by 1.1% to EUR 11.19 per share
- Portfolio developments (1.3%) and currency movements were positive (0.1%)
- Princess received distributions of EUR 13.2 million and invested EUR 69.7 million over the reporting period

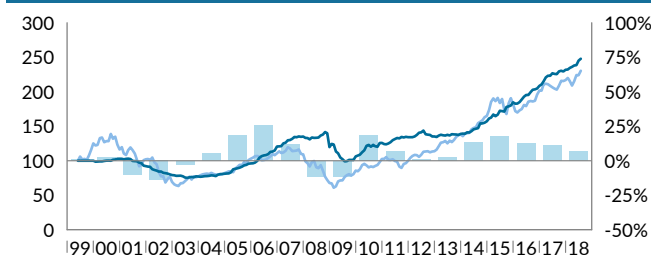
Princess received distributions of EUR 13.2 million during the month, including EUR 10.3 million in proceeds from the sale of Varsity Brands, a US-based manufacturer and distributor of sports and affinity products, to Bain Capital. The investment generated a multiple of 3.4x invested capital. Partners Group acquired Varsity Brands in December 2014, attracted by its leading market position across its three business segments: BSN Sports, Varsity Spirits and Herff Jones. Over the holding period, Partners Group has helped BSN Sports and Varsity Spirit execute a number of add-on acquisitions. Varsity Brands also launched a program to leverage existing product expertise and customer network to drive cross-selling across its three business segments. The remaining EUR 2.9 million of distributions came predominantly from Princess' mature legacy fund portfolio.

Princess invested a total of EUR 69.7 million during the month, of which EUR 22.9 million was invested in Techem, a global market leader in the provision of heat and water sub-metering services. Techem provides sub-metering services to approximately 410'000 customers, including property owners and managers, across 11 million dwellings in over 20 countries. The company's core business comprises installation, monitoring and reading services in addition to providing devices used for sub-metering. Techem is the market leader in Germany, the largest sub-metering market in the world, as well as in an additional 13 European markets. Partners Group was attracted to Techem as it benefits from regulatory-driven demand: sub-metering is mandatory under an EU directive, creating high potential for increased penetration across Europe over the coming years. Partners Group will work closely with Techem's management to expand market share by capitalizing on currently underserved segments and implement an operational excellence program to further transform the existing business model. EUR 22.1 million was invested to fund the acquisitions of global belt manufacturers Megadyne Group and Ammeraal Beltech. The investment in Ammeraal closed during July, with Megadyne expected to close later this year. Subject to customary regulatory approvals, Partners Group intends to support a merger of the two companies, which have highly complementary product and service offerings. The merger is underpinned by strong industrial and operating logic and would benefit both companies and their clients, by creating a full-service provider across specialist industrial transmission belting and lightweight conveyor belting. The combined company would become a clear market consolidator in a fragmented industry dominated by small- and medium-sized companies. EUR 23.7 million was called to fund the acquisition of GlobalLogic, a global provider of software product engineering services. The transaction is anticipated to close after month-end. The company helps clients build innovative digital products that enhance customer engagement, and create new revenue streams. Demand for digital product engineering services has grown rapidly, and GlobalLogic has been instrumental in helping brands navigate the digital transformation arena. Partners Group will work closely with GlobalLogic's management team to expand internationally and extend the company's reach into new markets and geographies.

Key figures			
In EUR	30.06.2018	31.07.2018	YTD
NAV per share	11.06	11.19	
NAV per share incl. dividends	18.58	18.79	6.9%
Total fund size (in million)	765.09	773.76	
Investment level	90.2%	97.3%	
Net liquidity	9.8%	2.7%	
Over-commitment ratio	4.9%	10.7%	
Over-commitment ratio incl. credit line	-1.7%	4.2%	
Share price	10.05	9.98	-3.0%
Discount	-9.2%	-10.8%	

Key figures in GBP		
In GBP	30.06.2018	31.07.2018
NAV per share	9.78	9.98
Share price	8.77	8.70

NAV performance since inception (total return)



■ Princess ■ MSCI World TR ■ Performance (RHS)

In %	2013	2014	2015	2016	2017	2018	5 yr. cum.	5 yr. ann.	5 yr. Sharpe ratio
Princess	2.7	13.2	17.5	12.9	11.2	6.9	81.4	12.6	3.06
MSCI World TR	21.2	19.6	10.3	10.8	7.6	6.3	78.5	12.3	1.20

Largest ten direct investments

			% of NAV
1. Action	WEU	Consumer discretionary	8.1
2. Permotio International Learning SarL	WEU	Consumer discretionary	6.2
3. Form Technologies	NAM	Materials	4.5
4. Foncia	WEU	Financials	3.4
5. KinderCare Education	NAM	Consumer discretionary	3.2
6. Fermaca	ROW	Energy	3.0
7. Techem AG	WEU	Industrials	3.0
8. Megadyne - Ammeraal Beltech	WEU	Industrials	2.7
9. Hearthside Food Solutions	NAM	Consumer staples	2.3
10. Hofmann Menue Manufaktur	WEU	Consumer staples	2.2

Monthly net performance (total return)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
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%	2.1%	2.7%	1.1%	-0.0%	1.6%	-0.4%	-0.2%	1.8%	0.4%	-0.5%	1.1%	11.2%
2018	0.2%	1.0%	0.7%	0.8%	0.2%	2.7%	1.1%						6.9%

Monthly report as of 31 July 2018

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 July 2018, 0 shares were repurchased under the share buyback program. As of 31 July 2018, 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](http://www.princess-privateequity.net)

Investor Relations

Phone: +44 (0) 1481 711 690  
 Fax: +44 (0) 1481 730 947  
[princess@partnersgroup.com](mailto:princess@partnersgroup.com)

Registered Office

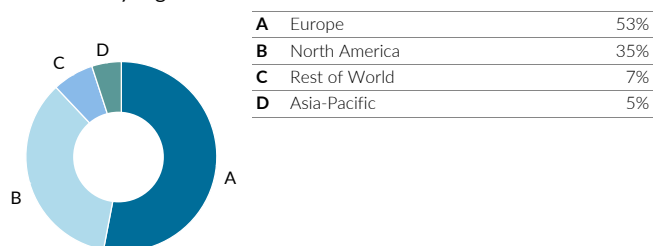
Princess Private Equity Holding Limited  
 Tudor House  
 P.O. Box 477  
 Guernsey, GY1 6BD

Key facts

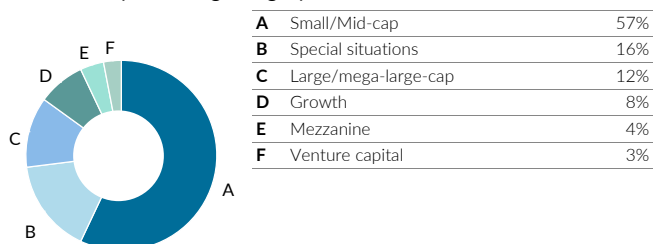
Stock exchange	London
Reuters Euro Quote	PEY.L
Reuters Sterling Quote	PEYS.L
Bloomberg Euro Quote	PEY LN
Bloomberg Sterling Quote	PEYS LN
ISIN (Euro and Sterling Quote)	GG00B28C2R28
Sedol Euro Quote	B28C2R2
Sedol Sterling Quote	BF012D4
Product life start date	12.05.1999
Dividend YTD (EUR)	0.28

Portfolio composition

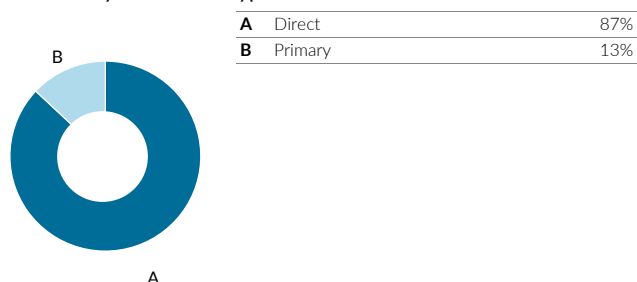
Investments by regional focus



Investments by financing category



Investments by transaction type



**Key figures** Over-commitment ratio: Unfunded commitments less the sum of net current assets divided by NAV (Over-commitment ratio incl. credit line includes undrawn balance on credit line). **Key figures in GBP** EUR NAV converted to GBP at month-end GBP/EUR exchange rate from Bloomberg. **NAV performance since inception (total return)** Indexed to 100. Since inception of Princess Private Equity Holding Limited, Princess; based on monthly total return valuations. MSCI World TR; Bloomberg NDDUWI Index in EUR. Sharpe ratio: risk-free rate based on 3-month EURIBOR (Bloomberg: ECCOTR03 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.

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. Please consult the constituent documents for a more complete description of the terms.