

# Half-Year Report as of September 30, 2013

**Private Equity Holding AG**





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Private Equity Holding AG offers institutional and private investors the opportunity to invest in a broadly diversified private equity portfolio.

The objective of Private Equity Holding AG is to generate long term capital growth for its shareholders.

The Private Equity Holding Group is managed by Alpha Associates.

Alpha Associates is an independent private equity fund-of-funds manager and advisor, building and managing globally diversified private equity fund portfolios for institutional and private clients.



## Key Figures

### Share Value

	30.09.13 EUR	31.03.13 EUR	Change in % <sup>1</sup>	30.09.13 CHF	31.03.13 CHF	Change in % <sup>1</sup>
Net asset value per share, based on fair values	60.37	60.55	(0.3%)	73.88	73.72	0.2%
Price per share (PEHN.S)	45.35	44.27	2.4%	55.50	53.90	3.0%

<sup>1</sup> Excl. distributions.

### Comprehensive Income Statement

	01.04.13- 30.09.13 EUR 1,000	01.04.12- 30.09.12 EUR 1,000	Change in %
Profit/(loss) for the period	4,613	5,263	(12%)
Total comprehensive income for the period	4,613	5,263	(12%)

### Balance Sheet

	30.09.13 EUR 1,000	31.03.13 EUR 1,000	Change in %
Net current assets	5,958	5,002	19%
Total non-current assets	197,015	202,216	(3%)
Non-current liabilities	—	—	n/m
Total equity	202,973	207,218	(2%)

### Asset Allocation

	Fair Value 30.09.13 EUR million	Unfunded Commitments 30.09.13 EUR million	Total Exposure <sup>2</sup> 30.09.13 EUR million	Total Exposure <sup>2</sup> 30.09.13 in %
Buyout funds	98.9	17.0	115.9	50%
Venture funds	43.0	4.1	47.1	20%
Special situation funds	34.1	15.9	50.0	21%
<b>Total fund investments</b>	<b>176.0</b>	<b>37.0</b>	<b>213.0</b>	<b>91%</b>
Direct investments and loans	21.0	—	21.0	9%
<b>Total direct investments and loans</b>	<b>21.0</b>	<b>—</b>	<b>21.0</b>	<b>9%</b>
<b>Total funds, direct investments and loans</b>	<b>197.0</b>	<b>37.0</b>	<b>234.0</b>	<b>100%</b>

<sup>2</sup> Fair value plus unfunded commitments.

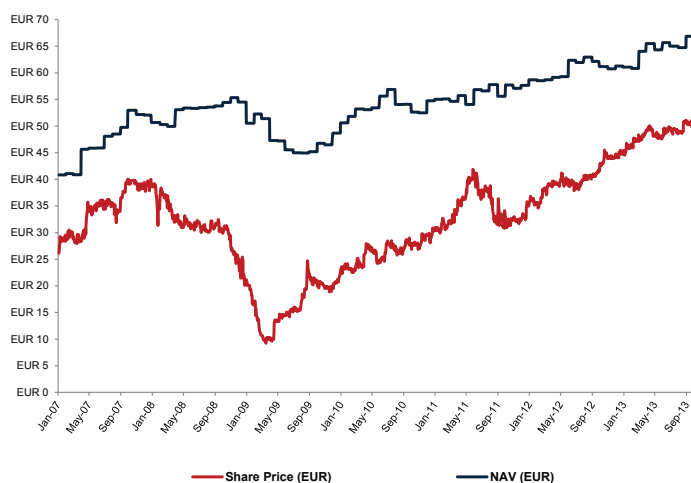
	30.09.13	31.03.13	Change in %
Unfunded commitments (EUR million)	37.0	36.3	2%
Overcommitment <sup>3</sup>	16%	16%	0%
Net current assets / unfunded commitments	16%	14%	15%

<sup>3</sup> Overcommitment = (unfunded commitments - net current assets) / (non-current assets - non-current liabilities).



## Development of Net Asset Value and Share Price

### Share Price and NAV per Share 01.01.2007 – 30.09.2013 (in EUR)



NAV 01.01.07 - 30.09.13  
(in EUR, incl. Distribution): 64.5%

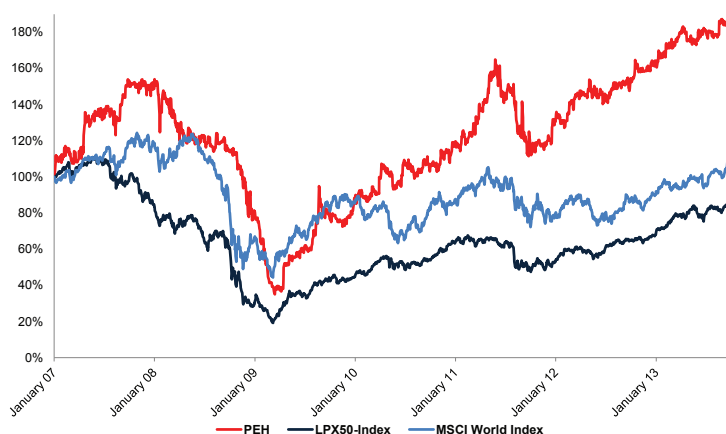
NAV 01.01.07 - 30.09.13  
(in CHF, incl. Distribution): 25.2%

Share price 01.01.07 - 30.09.13  
(in EUR, incl. Distribution): 99.5%

Share price 01.01.07 - 30.09.13  
(in CHF, incl. Distribution): 51.8%

Discount to NAV as of  
30.09.13: -24.9%

### Relative Performance of PEHN 01.01.2007 – 30.09.2013



Outperformance  
PEHN vs. LPX-50 PE-Index: 99.7%

Outperformance  
PEHN vs. MSCI World: 77.5%



## Chairman's Letter for the First Half of the Financial Year 2013/2014

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Dear Shareholders

Private Equity Holding AG (PEH) reports a comprehensive income of EUR 4.6 million for the first half of the financial year 2013/2014. As of September 30, 2013, the net asset value per share (NAV) stood at EUR 60.37 (CHF 73.88), representing an increase of 2.7% in EUR or 3.3% in CHF, respectively (adjusted for the distribution of paid-in reserves of CHF 2.25 per share in September).

### **Positive Portfolio Development**

The portfolio has performed in a very positive way in the first six months of the financial year. While FX volatility remains relatively high, and the weakening of the US-Dollar versus the Euro has led to negative FX effects of EUR 6.3 million during the period, positive valuation adjustments more than compensated for this with a plus of EUR 13.9 million.

The portfolio was significantly cash flow positive in the six months period, with EUR 10.6 million being called for investments and fund level expenses, while PEH received EUR 23.4 million in distributions.

### **Selective Investment Activity**

In July 2013, PEH committed USD 10 million to Avista Capital Partners III. This marks the continuation of a successful relationship: PEH had already committed USD 10 million to Avista Capital Partners I (2006) and II (2008). During the term of these funds, several high profile exits have resulted in very attractive returns for PEH, for example the sale of Nycomed to Takeda in 2011. PEH participated in the final closing of Avista Capital Partners III, thereby benefiting from a significantly reduced blind pool risk and shorter J-curve.

### **Successful Strategic Positioning**

The Board of Directors is pleased with the results achieved on the back of strategic decisions made in 2010. Focusing on three strategic pillars, significant NAV growth has been achieved through selective new investments while shareholders benefited from NAV accretion and distributions of CHF 8.25 per share during this period, representing a cumulative dividend yield of more than 20% based on June 2010 share prices.

The Board of Directors thanks you for your continued trust and support.

Dr. Hans Baumgartner

Chairman of the Board of Directors  
November 4, 2013



## Portfolio Report for the First Half of the Financial Year 2013/2014

### The Period in Review

For the first six months of the financial year 2013/2014, Private Equity Holding AG reports a total comprehensive income of EUR 4.6 million.

As of September 30, 2013, the net asset value per share stood at EUR 60.37. This represents an increase of EUR 1.65 or 2.7% compared to March 31, 2013 (incl. the distribution in September 2013).

As of September 30, 2013, total long-term assets amounted to EUR 197.0 million (March 31, 2013: EUR 202.2 million). The change results from capital calls of EUR 10.6 million, distributions of EUR 23.4 million and valuation adjustments of EUR 7.6 million (thereof EUR (6.3) million currency losses). During the first six months of the financial year, the investment portfolio was cash flow positive with total distributions of EUR 23.4 million and capital calls of EUR 10.6 million.

### Fund Investments

As of September 30, 2013, the fair value of the fund portfolio stood at EUR 176.0 million (March 31, 2013: EUR 186.2 million). The change results from capital calls of EUR 6.7 million, distributions of EUR 22.4 million and positive valuation adjustments of EUR 5.5 million.

Noteworthy portfolio events in the second quarter of the financial year 2013/2014 included the following:

*17 Capital* distributed proceeds from various underlying funds.

*ABRY Advanced Securities Fund* distributed capital from its total return swap investments.

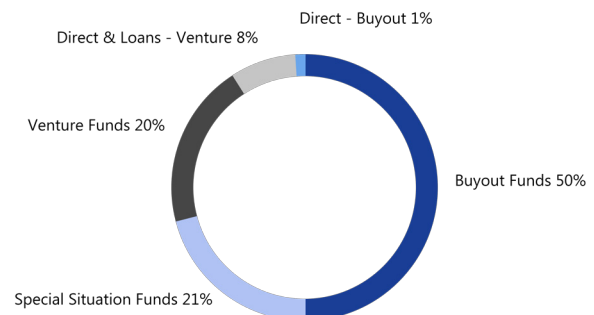
*ABRY Partners VI* made further distributions from the additional earn-out proceeds from Sentrum, that was acquired by Digital Realty, a leading global provider of data centre solutions in July 2012. The fund also distributed proceeds from the recapitalisation of RCN Cable, a provider of high-speed internet, digital TV and phone services.

*ALPHA RUSSIA & CIS Secondary* distributed proceeds primarily received from the sale of its direct co-investment in EPAM, a worldwide provider of software product development services.

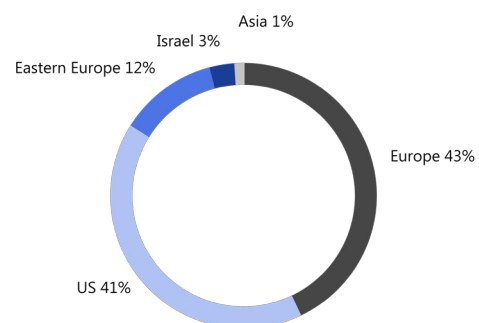
*Apax Europe IV* distributed capital from the realisations of New Look, a fashion clothing and accessories retailer.

*Avista Capital Partners* distributed capital from several investments.

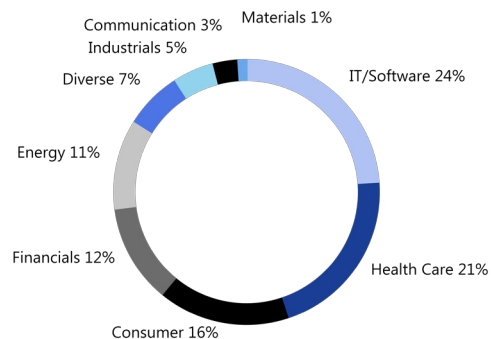
### Allocation by Investment Category<sup>1</sup>



### Allocation by Geography<sup>2</sup>



### Allocation by Industry<sup>2</sup>



<sup>1</sup> Based on fair values plus unfunded commitments (basis: non-current financial assets at fair value through profit or loss).

<sup>2</sup> Based on fair values of the underlying companies (basis: non-current financial assets at fair value through profit or loss).



*Avista Capital Partners II* distributed proceeds from the refinancing of ConvaTec, the global leader in the development, manufacturing, marketing and distribution of medical devices for advanced wound care, ostomy and acute fecal incontinence markets.

*Avista Capital Partners III* called capital to fund its investments in (i) Zest Anchors, the leading developer, manufacturer, and supplier of dental overdenture attachment solutions for the treatment of patients with no teeth; (ii) ACP III Utica, a joint venture with Carrizo Oil & Gas, focused on acquiring and developing oil and natural gas assets targeting the Utica Shale formation in the Appalachian region of the United States; (iii) Sidewinder Drilling, a land-based drilling contractor headquartered in Houston, Texas; (iv) Strategic Partners, a recognized national leader in the design and manufacturing of medical apparel and footwear and school uniforms; (v) Telular, a provider of remote monitoring and asset tracking solutions for business and residential customers; (vi) Top-Co, a leading designer and manufacturer of specialized casing cementing products; (vii) and WideOpenWest, the 13th largest cable company in the United States with over 1.4 million homes passed and over 350,000 subscribers.

*Boulder Ventures IV* distributed proceeds from the sale of its stake in Rally Software, the leading software vendor in the agile application lifecycle management market and from the recapitalization of Clarabridge, the leading provider of Intelligent Customer Experience Management solutions for the world's top brands.

*Clayton, Dubilier and Rice Fund VI* distributed proceeds from the sale of its stake in Rexel, the leading distributor of electrical supplies in the world.

*DB Secondary Opportunities Fund C* distributed proceeds from various underlying funds.

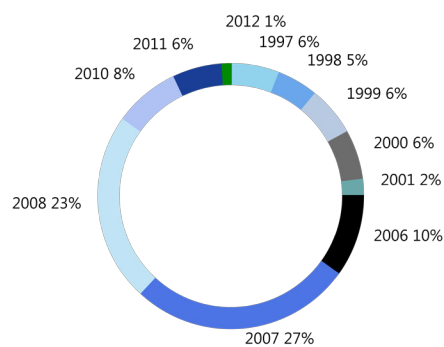
*Index Ventures Growth II* called capital to fund several investments.

*Institutional Venture Partners XI* distributed shares of Synchronoss Technologies, a leading provider of order management and e-commerce fulfillment services to telecommunication service providers, which were successfully sold on the public market.

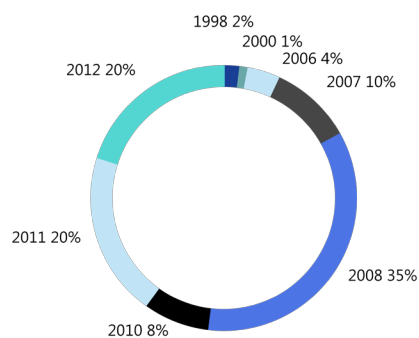
*Institutional Venture Partners XII & XIII* distributed proceeds from the partial sale of its stock in Fleetmatics, the market leader in SaaS based GPS tracking applications for local commercial fleets.

*OCM European Principal Opportunities Fund II, OCM Opportunities Fund VII and OCM Opportunities Fund VIIb* distributed proceeds from several investments.

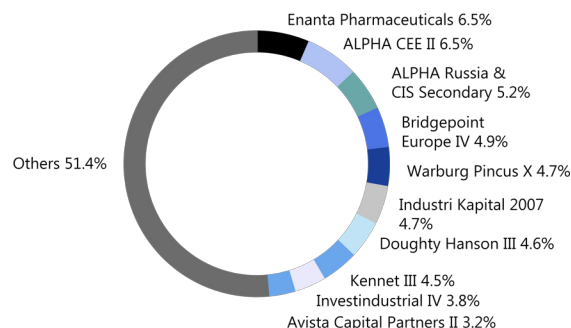
## Fair Value of the Fund Portfolio by Vintage Year



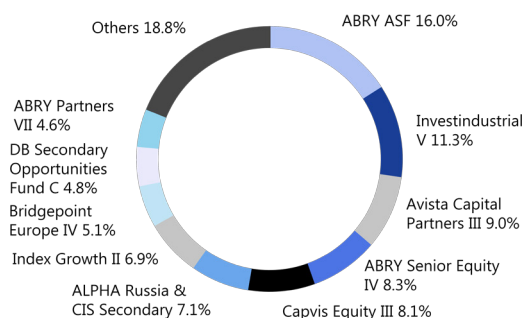
## Unfunded Commitment of the Fund Portfolio by Vintage Year



## 10 Largest Exposures by Fair Value



## 10 Largest Exposures by Unfunded Commitment







*Partech International Ventures IV* distributed shares of Invensense, the leading provider of motion tracking devices for consumer electronics products such as smartphones, tablets, game controllers, smart TVs, and wearable sensors. The position was subsequently successfully sold on the public market.

*TVM III* distributed proceeds from the sale of its last portfolio company alfabet, a provider of comprehensive software suites that support all aspects of business IT management, to Software AG.

*Warburg Pincus X* distributed (i) proceeds from the sale of Bausch & Lomb, a leading global developer, manufacturer and marketer of ophthalmic products; (ii) shares from Nuance Communications, a leading worldwide provider of speechenablement products and imaging solutions; (iii) proceeds from the sale of ReSearch Pharmaceutical Services, a leading provider of outsourced clinical research services to major pharmaceutical and biotechnology companies.

*WL Ross Recovery Fund IV* distributed dividend income, realised gains and interest income from several investments.

#### **Direct Investments**

As of September 30, 2013, the fair value of the direct portfolio (incl. loans) stood at EUR 21.0 million (March 31, 2013: EUR 16.0 million). The change results from capital calls of EUR 3.9m, distributions of EUR 1.0m and valuation adjustments of EUR 2.1 million.

PEH sold some of its shares from its direct investment in *Enanta*, a research and development-focused biotechnology company discovering and developing novel inhibitors designed for use against the hepatitis C virus.

PEH participated pro rata in a capital increase for *Actano*, Germany's largest provider of solutions to improve efficiency and effectiveness in product development, and *Neurotech*, a biotechnology company developing sight-saving therapies for retinal diseases.



## Condensed Consolidated Statement of Comprehensive Income

EUR 1,000	Notes	01.07.13- 30.09.13	01.07.12- 30.09.12	01.04.13- 30.09.13	01.04.12- 30.09.12
<b>Income</b>					
Net gains/(losses) from financial assets at fair value through profit or loss	10	8,230	(1,638)	7,696	8,541
Other interest income		1	1	2	2
Foreign exchange gains/(losses)		(150)	(50)	(160)	(77)
Other income		—	7	—	51
<b>Total income</b>		<b>8,081</b>	<b>(1,680)</b>	<b>7,538</b>	<b>8,517</b>
<b>Expenses</b>					
Administration expenses	5	1,425	871	2,341	2,625
Corporate expenses		214	279	478	544
Transaction expenses		74	3	106	28
Interest expenses on bank borrowing	8	—	33	—	57
<b>Total expenses</b>		<b>1,713</b>	<b>1,186</b>	<b>2,925</b>	<b>3,254</b>
<b>Profit/(loss) from operations</b>		<b>6,368</b>	<b>(2,866)</b>	<b>4,613</b>	<b>5,263</b>
Income tax expenses		—	—	—	—
<b>Profit/(loss) for the period attributable to equity holders of the company</b>		<b>6,368</b>	<b>(2,866)</b>	<b>4,613</b>	<b>5,263</b>
<b>Other comprehensive income</b>					
Other comprehensive income/(loss) for the period, net of income tax		—	—	—	—
<b>Total comprehensive income/(loss) for the period attributable to equity holders of the company</b>		<b>6,368</b>	<b>(2,866)</b>	<b>4,613</b>	<b>5,263</b>

	01.07.13- 30.09.13	01.07.12- 30.09.12	01.04.13- 30.09.13	01.04.12- 30.09.12
Weighted average number of shares outstanding during period	3,404,412	3,503,572	3,412,989	3,522,752
Basic earnings per share (EUR)	1.87	(0.82)	1.35	1.49
Diluted earnings per share (EUR)	1.87	(0.82)	1.35	1.49
Comprehensive earnings per share (EUR)	1.87	(0.82)	1.35	1.49

Minor differences in totals are due to rounding.

The accompanying notes are an integral part of these condensed consolidated financial statements.



## Condensed Consolidated Balance Sheet

EUR 1,000	Notes	30.09.13	31.03.13
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		6,327	5,955
Receivables and prepayments		238	536
<b>Total current assets</b>		<b>6,565</b>	<b>6,491</b>
<b>Non-current assets</b>			
Financial assets at fair value through profit or loss	9.2	197,015	202,216
<b>Total non-current assets</b>		<b>197,015</b>	<b>202,216</b>
<b>Total assets</b>		<b>203,580</b>	<b>208,707</b>
<b>Liabilities and equity</b>			
<b>Current liabilities</b>			
Payables and other accrued expenses	6	607	1,489
<b>Total current liabilities</b>		<b>607</b>	<b>1,489</b>
<b>Non-current liabilities</b>			
Bank borrowings	8	—	—
<b>Total non-current liabilities</b>		<b>—</b>	<b>—</b>
<b>Total liabilities</b>		<b>607</b>	<b>1,489</b>
<b>Equity</b>			
Share capital		12,842	14,248
Share premium		83,944	100,779
Treasury shares	4	(2,380)	(13,191)
Retained earnings		108,567	105,382
<b>Total equity</b>		<b>202,973</b>	<b>207,218</b>
<b>Total liabilities and equity</b>		<b>203,580</b>	<b>208,707</b>
		<b>30.09.13</b>	<b>31.03.13</b>
Total number of shares as of period end		3,425,000	3,800,000
Number of treasury shares as of period end		(62,649)	(377,910)
<b>Number of shares outstanding as of period end</b>		<b>3,362,351</b>	<b>3,422,090</b>
Net asset value per share (EUR)		60.37	60.55

Minor differences in totals are due to rounding.

The accompanying notes are an integral part of these condensed consolidated financial statements.



## Condensed Consolidated Statement of Changes in Equity

EUR 1,000	Share capital	Share premium	Treasury shares	Retained earnings	Total equity
<b>Opening as of 01.04.12</b>	<b>14,248</b>	<b>105,061</b>	<b>(6,301)</b>	<b>88,004</b>	<b>201,012</b>
Profit/(loss) for the period	—	—	—	5,263	5,263
Total other comprehensive income/(loss) for the period, net of income tax	—	—	—	—	—
<b>Total comprehensive income/(loss) for the period</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>5,263</b>	<b>5,263</b>
Purchase of treasury shares	—	—	(3,938)	—	(3,938)
Sale of treasury shares	—	32	306	—	338
Repayment of share premium <sup>1</sup>	—	(4,379)	—	(1,408)	(5,787)
<b>Total contributions by and distributions to owners of the Company</b>	<b>—</b>	<b>(4,347)</b>	<b>(3,632)</b>	<b>(1,408)</b>	<b>(9,387)</b>
<b>Total as of 30.09.12</b>	<b>14,248</b>	<b>100,714</b>	<b>(9,933)</b>	<b>91,859</b>	<b>196,888</b>

<b>Opening as of 01.10.12</b>	<b>14,248</b>	<b>100,714</b>	<b>(9,933)</b>	<b>91,859</b>	<b>196,888</b>
Profit/(loss) for the period	—	—	—	13,523	13,523
Total other comprehensive income/(loss) for the period, net of income tax	—	—	—	—	—
<b>Total comprehensive income/(loss) for the period</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>13,523</b>	<b>13,523</b>
Purchase of treasury shares	—	—	(3,603)	—	(3,603)
Sale of treasury shares	—	65	345	—	410
<b>Total contributions by and distributions to owners of the Company</b>	<b>—</b>	<b>65</b>	<b>(3,258)</b>	<b>—</b>	<b>(3,193)</b>
<b>Total as of 31.03.13</b>	<b>14,248</b>	<b>100,779</b>	<b>(13,191)</b>	<b>105,382</b>	<b>207,218</b>

<b>Opening as of 01.04.13</b>	<b>14,248</b>	<b>100,779</b>	<b>(13,191)</b>	<b>105,382</b>	<b>207,218</b>
Profit/(loss) for the period	—	—	—	4,613	4,613
Total other comprehensive income/(loss) for the period, net of income tax	—	—	—	—	—
<b>Total comprehensive income/(loss) for the period</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>4,613</b>	<b>4,613</b>
Purchase of treasury shares	—	—	(3,164)	—	(3,164)
Sale of treasury shares	—	93	371	—	464
Cancellation of treasury shares <sup>2</sup>	(1,406)	(12,198)	13,604	—	—
Repayment of share premium <sup>2</sup>	—	(4,730)	—	(1,428)	(6,158)
<b>Total contributions by and distributions to owners of the Company</b>	<b>(1,406)</b>	<b>(16,835)</b>	<b>10,811</b>	<b>(1,428)</b>	<b>(8,858)</b>
<b>Total as of 30.09.13</b>	<b>12,842</b>	<b>83,944</b>	<b>(2,380)</b>	<b>108,567</b>	<b>202,973</b>

Minor differences in totals are due to rounding.

The accompanying notes are an integral part of these condensed consolidated financial statements.

<sup>1</sup> The Annual General Meeting held on July 5, 2012 decided on a repayment of share premium (paid-in capital) in the amount of CHF 2.00 per outstanding share (no repayment of share premium (paid-in capital) was made on treasury shares). The repayment of share premium (paid-in capital) was made with value date September 28, 2012.

<sup>2</sup> The Annual General Meeting held on July 4, 2013 decided to reduce the share capital by cancelling 375,000 treasury shares. The capital reduction was effective in the commercial register as of September 17, 2013. The Annual General Meeting decided further on a repayment of share premium (paid-in capital) in the amount of CHF 2.25 per outstanding share (no repayment of share premium (paid-in capital) was made on treasury shares). The repayment of share premium (paid-in capital) was made with value date September 26, 2013.



## Condensed Consolidated Statement of Cash Flows

EUR 1,000	01.04.13- 30.09.13	01.04.12- 30.09.12
Net cash provided/(used) by operating activities	9,230	12,820
Net cash provided/(used) by financing activities	(8,858)	(12,343)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>372</b>	<b>477</b>
Cash and cash equivalents at beginning of the period	5,955	2,834
<b>Cash and cash equivalents at the end of the period</b>	<b>6,327</b>	<b>3,311</b>

Minor differences in totals are due to rounding.

The accompanying notes are an integral part of these condensed consolidated financial statements.

## Notes to the Condensed Consolidated Financial Statements

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### 1. Reporting entity

Private Equity Holding AG (the "Company") is a stock company incorporated under Swiss law with registered address at Gotthardstrasse 28, 6304 Zug, Switzerland. The business activity of the Company is conducted mainly through its Cayman Islands and Netherlands subsidiaries (together referred to as the "Group").

The business activity of the Group is the purchase, holding and disposal of investments held in private equity funds and directly in companies with above-average growth potential. ALPHA Associates (Cayman), LP, Cayman Islands ("ALPHAC"), and ALPHA Associates AG, Zurich ("ALPHA", together "ALPHA Group" or the "Management"), act respectively as manager of the Group and administrator of the Company.

The Group has no employees.

### 2. Basis of preparation

#### *a) Statement of Compliance*

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 and do not include all of the information required for full annual financial statements.

These condensed consolidated interim financial statements were approved by the Board of Directors on November 4, 2013.

#### *b) Estimates*

The preparation of interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements as at and for the year ended March 31, 2013.

### 3. Significant accounting policies

As of April 2011, the Group has adopted IFRS 9 Financial Instruments ("IFRS 9") (as issued in November 2009 and revised in October 2010) and the related consequential amendments in advance of its effective date. The impact of the application of IFRS 9 was that the cumulative net gains in relation to the Group's long-term investments have been reclassified from the fair value reserve to retained earnings as of April 1, 2011.

The Group has adopted the following new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of April 1, 2013:

- IFRS 10 – Consolidated Financial Statements (see (a))
- IFRS 13 – Fair Value Measurement (see (b))

#### *(a) Subsidiaries*

As a result of IFRS 10, the Group has changed its accounting policy for determining whether it has control over and consequently whether it consolidates its investments. IFRS 10 introduces a new control model that is applicable to all investments, by focusing on whether the Group has power over an investment, exposure or rights to variable returns from its involvement with the investment and ability to use its power to affect those returns. In particular, IFRS 10 requires the Group to consolidate investments that it controls on the basis of de facto circumstances. In accordance with the transitional provisions of IFRS 10, the Group reassessed the control conclusion for its investments at April 1, 2013. The Group did not change its control conclusion for any of its investments.



#### (b) Fair value measurement

IFRS 13 establishes a single framework for measuring fair value and making disclosures about fair value measurements, when such measurements are required or permitted by other IFRSs. In particular, it unifies the definition of fair value as the price at which an orderly transaction to sell an asset or to transfer a liability would take place between market participants at the measurement date. It also replaces and expands the disclosure requirements about fair value measurements in other IFRSs, including IFRS 7 – Financial Instruments: Disclosures. Some of these disclosures are specifically required in interim financial statements for financial instruments; accordingly, the Group has included additional disclosures in this regard (see Note 12).

In accordance with the transitional provisions of IFRS 13, the Group has applied the new fair value measurement guidance prospectively, and has not provided any comparative information for new disclosures. Notwithstanding the above, the change had no significant impact on the measurements of the Group's assets and liabilities.

#### 4. Treasury share transactions

In the first six months of the financial year 2013/2014, the group purchased 59,739 shares (net of sales) of its own shares through purchases on the SIX Swiss Exchange. The total purchase price was EUR 2.7 million and has been deducted from equity. The Annual General Meeting held on July 4, 2013, decided to reduce the share capital by cancelling 375,000 treasury shares. The capital reduction was effective in the commercial register on September 17, 2013.

The Company held 62,649 treasury shares as of September 30, 2013 (30.09.2012: 296,463; 31.03.2013: 377,910). Until June 30, 2013, 181,000 shares were pledged due to the credit facility in place with Volksbank AG. The Company has the right to re-issue/sell the treasury shares at any time (see also Note 8).

#### 5. Administration expenses

EUR 1'000	01.07.13- 30.09.13	01.07.12- 30.09.12	01.04.13- 30.09.13	01.04.12- 30.09.12
Management and administration fees	913	871	1,829	1,722
Performance fees	512	—	512	903
<b>Total administration expenses</b>	<b>1,425</b>	<b>871</b>	<b>2,341</b>	<b>2,625</b>

#### 6. Payables and other accrued expenses

EUR 1'000	30.09.13	31.03.13
Payables to third parties	—	188
Payables to related parties	575	1,200
Other accrued expenses	32	101
<b>Total payables and other accrued expenses</b>	<b>607</b>	<b>1,489</b>

#### 7. Unfunded commitments

As of September 30, 2013, the Group's unfunded commitments amounted to EUR 37.0 million (31.03.2013: EUR 36.3 million) (refer to Note 9).



## 8. Financial liabilities / Pledged assets

During the first three months of the financial year 2013/2014, the Company had an EUR 20.0 million revolving credit facility in place with Volksbank AG, Austria. The credit facility, if and when drawn, was secured by the Company's ownership interest in Private Equity Holding Cayman and 181,000 pledged treasury shares. As of July 1, 2013, this revolving credit facility was reduced by EUR 10.0 million to EUR 10.0 million and assumed by Capital Bank - Grawe Gruppe AG, Graz, which had been a member of the consortium providing the original EUR 20.0 million credit facility. Capital Bank - Grawe Gruppe AG, Graz, is now the sole counterparty for PEH from July 1, 2013 until the contractual termination of the credit facility on December 31, 2013.

The credit facility, if and when drawn, is secured by the Company's ownership interest in Private Equity Holding Cayman. It is no longer secured, however, by any treasury shares, and the formerly pledged 181,000 treasury shares have been transferred back to the Company prior to the cancellation of 375,000 shares in September 2013.

As of September 30, 2013, the credit facility was not drawn and no interest expenses for the first six months of the financial year 2013/2014 were incurred.

## 9. Financial assets at fair value through profit or loss

### 9.1 Financial assets at fair value through profit or loss – current assets

EUR 1,000	Fair value 31.03.13	Purchases	Sales (Cost)	Change in unrealised gains/ (losses)	Fair value 30.09.13	Total proceeds	Realized gains/ (losses)
Nuance Communications <sup>1</sup>	—	—	—	—	—	229	1
Laredo Petroleum Holdings <sup>1</sup>	—	—	—	—	—	28	—
InvenSense <sup>2</sup>	—	—	—	—	—	2,832	(6)
HomeAway <sup>3</sup>	—	—	—	—	—	964	3
Synchronoss Technologies <sup>3</sup>	—	—	—	—	—	639	31
<b>Total</b>	—	—	—	—	—	<b>4,692</b>	<b>29</b>

<sup>1</sup> Distribution in kind from Warburg Pincus Private Equity X.

<sup>2</sup> Distribution in kind from Partech International Ventures IV.

<sup>3</sup> Distribution in kind from Institutional Venture Partners XI.

The quoted securities which are classified as current assets are mandatorily measured at fair value in accordance with IFRS 9.





## 9.2 Financial assets at fair value through profit or loss - non-current assets

	Vintage	Original fund currency	Commitments			Book Values				Returns 01.04.13-30.09.13		
			Original amount FC 1,000	Paid in 30.09.13 FC 1,000	Unfunded commit- ment 30.09.13 EUR 1,000	Fair value 01.04.13 EUR 1,000	Capital calls EUR 1,000	Return of capital EUR 1,000	Change in unrealized gains/ (losses) EUR 1,000	Fair value 30.09.13 EUR 1,000	Total distrib- utions EUR 1,000	Real. gains/ (losses) EUR 1,000
<b>Buyout Funds</b>												
ABRY Partners VI ***	2008	USD	7,500	7,268	171	3,521	32	404	(2)	3,147	697	293
ABRY Partners VII	2011	USD	7,500	5,194	1,705	3,905	318	—	(46)	4,177	—	—
ALPHA CEE II **	2006	EUR	15,000	13,638	1,362	12,530	—	—	242	12,773	—	—
Apax Europe IV *	1999	EUR	50,000	4,623	*	1,139	—	609	436	966	701	(27)
Avista Capital Partners***	2006	USD	10,000	11,141	—	6,001	—	344	(83)	5,573	301	(46)
Avista Capital Partners II ***	2008	USD	10,000	10,640	—	6,453	326	469	(82)	6,228	509	40
Avista Capital Partners III	2011	USD	10,000	5,506	3,323	—	4,123	—	(51)	4,071	—	—
Bridgepoint Europe I B *	1998	GBP	15,000	620	*	555	—	—	2	556	—	—
Bridgepoint Europe IV	2008	EUR	10,000	8,095	1,905	8,811	730	214	264	9,591	523	241
Capvis Equity III ***	2008	EUR	10,000	7,642	3,015	3,902	735	—	205	4,842	—	—
Clayton, Dubilier and Rice Fund VI *	1998	USD	35,000	9,611	*	5,044	120	1,719	(241)	3,205	2,265	546
Doughty Hanson & Co. III No. 12 *	1997	USD	65,000	46,037	*	6,399	—	—	2,728	9,127	—	—
Europe Capital Partners IV	1999	EUR	4,111	4,111	—	483	—	—	(172)	311	186	186
Francisco Partners	2000	USD	3,222	2,928	218	1,368	—	—	(93)	1,275	—	—
Industri Kapital 2007 Fund ***	2007	EUR	10,000	10,288	—	9,660	40	731	306	9,276	798	14
Investindustrial IV ***	2008	EUR	10,000	10,167	3	7,519	(3)	—	(26)	7,490	57	57
Investindustrial V***	2012	EUR	5,000	808	4,192	207	581	147	(18)	623	121	(26)
Milestone 2007	2007	EUR	1,229	1,229	—	—	—	—	(0)	—	—	—
Milestone 2008	2008	EUR	3,690	2,540	1,150	1,773	—	—	253	2,026	46	3
Nordic Capital IV *	2000	SEK	120,000	1,587	*	7	—	—	(0)	7	—	—
Palamon European Capital Partners *	1999	EUR	10,000	7,745	*	4,375	—	—	(5)	4,369	—	—
Procuritas Capital Partners II ****	1997	SEK	40,000	38,900	—	8	—	—	(2)	6	—	—
Warburg Pincus Private Equity X	2007	USD	15,000	15,006	—	11,226	236	1,198	(988)	9,276	1,924	687
					<b>17,044</b>	<b>94,888</b>	<b>7,239</b>	<b>5,834</b>	<b>2,625</b>	<b>98,918</b>	<b>8,128</b>	<b>1,967</b>

Minor differences in totals are due to rounding.

\* Fund investments included in the former Earn-out portfolio. These funds are reaching the end of their life and are fully or almost fully paid in. A few earn-out funds could re-call a portion of previous distributions for follow-on investments. Future fund expenses, if any, are likely to be deducted from future distributions. Therefore, no unfunded commitment is shown for the former earn-out funds.

\*\* Funds managed by Alpha Associates (Cayman) LP. These funds are excluded from the NAV for the purpose of calculating the management fee.

\*\*\* Along with the unfunded commitments, distributions in the total amount of EUR 11.0 million (whereof ABRY Advanced Securities Fund accounts for EUR 6.1 million and Avista Capital Partners II for EUR 2.2 million) are recallable from these funds as of September 30, 2013. As the investment period of most of these funds has already expired, recallable distributions can in general only be recycled for follow-on investments and are therefore not expected to be drawn in full.

\*\*\*\* Fund in liquidation, no further draw downs expected. Unfunded commitment reduced to 0.



## 9.2 Financial assets at fair value through profit or loss - non-current assets (continued)

	Vintage	Original fund currency	Original amount FC 1,000	Commitments			Book Values			Returns 01.04.13-30.09.13			
				Paid in 30.09.13 FC 1,000	Unfunded commitment 30.09.13 EUR 1,000	Fair value 01.04.13 EUR 1,000	Capital calls EUR 1,000	Return of capital EUR 1,000	Change in unrealized gains/(losses) EUR 1,000	Fair value 30.09.13 EUR 1,000	Total distributions EUR 1,000	Real gains/(losses) EUR 1,000	
<b>Venture Funds</b>													
Banexi Ventures II	1998	EUR	7,622	7,659	—	12	—	—	(12)	—	—	—	
Boulder Ventures IV	2001	USD	11,250	11,516	—	4,353	131	1,074	(362)	3,048	2,543	1,469	
Carmel Software Fund	2000	USD	10,000	10,293	—	3,885	—	—	(737)	3,148	—	—	
Carmel Software Fund (Secondary)	2000	USD	782	782	—	1,154	—	—	(219)	935	—	—	
CDC Innovation 2000	2000	EUR	10,002	9,676	326	1,436	—	—	(46)	1,389	—	—	
Index Growth II	2011	EUR	5,000	2,435	2,565	1,928	363	—	(54)	2,236	—	—	
Index Venture I (Jersey)	1999	USD	7,500	7,695	—	65	—	—	(17)	48	—	—	
InSight Capital Partners (Cayman) III *	1999	USD	30,000	5,147	*	4,700	—	—	(237)	4,463	—	—	
Institutional Venture Partners XI	2004	USD	5,000	5,000	—	2,493	—	559	(1,263)	670	1,569	1,010	
Institutional Venture Partners XII	2007	USD	5,000	5,000	—	4,595	—	73	(264)	4,258	297	224	
Institutional Venture Partners XIII	2010	USD	5,000	4,500	370	3,325	191	27	(117)	3,372	179	152	
Kennet III	2007	EUR	5,000	4,850	150	6,553	225	—	2,146	8,924	—	—	
Minicap Technology Investment	1997	CHF	10,967	10,967	—	192	—	—	(1)	191	—	—	
Newbury Ventures Cayman	1998	USD	7,300	7,300	—	3	—	—	(3)	—	—	—	
Partech International Ventures IV *	2000	USD	15,000	8,145	*	5,862	—	113	(2,725)	3,023	2,850	2,737	
Renaissance Venture	1998	GBP	5,486	5,162	388	2,479	—	—	21	2,499	—	—	
Renaissance Venture (Secondary)	1998	GBP	514	271	291	1,859	—	—	16	1,874	—	—	
Star Seed Enterprise	1998	USD	5,000	5,000	—	197	—	—	(197)	—	—	—	
Strategic European Technologies N.V.	1997	EUR	18,151	18,151	—	718	—	—	(219)	498	—	—	
SVE Star Venture Enterprises VII *****	1998	USD	5,000	4,950	—	516	—	—	(516)	—	286	286	
SVE Star Ventures Enterprises VIIa	1998	USD	500	500	—	62	—	12	(51)	—	29	17	
TAT Investments I	1997	USD	24,000	24,289	—	1,341	—	—	(82)	1,260	—	—	
TAT Investments II	1999	USD	15,000	15,001	—	1,265	—	—	(131)	1,134	—	—	
TVM III GmbH & Co. KG	1997	EUR	5,736	5,737	—	800	—	247	(512)	41	364	116	
						<b>4,089</b>	<b>49,791</b>	<b>909</b>	<b>2,106</b>	<b>(5,584)</b>	<b>43,011</b>	<b>8,118</b>	<b>6,013</b>

Minor differences in totals are due to rounding.

\* Fund investments included in the former Earn-out portfolio. These funds are reaching the end of their life and are fully or almost fully paid in. A few earn-out funds could re-call a portion of previous distributions for follow-on investments. Future fund expenses, if any, are likely to be deducted from future distributions. Therefore, no unfunded commitment is shown for the former earn-out funds.

\*\*\*\*\* Fund in liquidation, no further draw downs expected. Unfunded commitment reduced to 0.



## 9.2 Financial assets at fair value through profit or loss - non-current assets (continued)

	Vintage	Original fund currency	Commitments			Book Values				Returns 01.04.13-30.09.13		
			Original amount FC 1,000	Paid in 30.09.13 FC 1,000	Unfunded commit- ment 30.09.13 EUR 1,000	Fair value 01.04.13 EUR 1,000	Capital calls EUR 1,000	Return of capital EUR 1,000	Change in unrealized gains/ (losses) EUR 1,000	Fair value 30.09.13 EUR 1,000	Total distri- butions EUR 1,000	Real. gains/ (losses) EUR 1,000
<b>Special Situation Funds</b>												
17 Capital Fund	2008	EUR	5,000	4,744	256	4,301	—	539	129	3,892	567	28
ABRY Advanced Securities Fund ***	2008	USD	15,000	5,885	5,916	6,949	(1,844)	1,388	(710)	3,007	2,447	1,059
ABRY Senior Equity IV	2013	USD	5,000	836	3,064	641	27	—	(5)	663	—	—
ALPHA Russia & CIS Secondary **	2010	USD	15,000	10,955	2,636	10,693	362	411	(491)	10,153	566	155
DB Secondary Opportunities Fund A	2007	USD	5,376	4,327	776	941	—	26	(94)	821	83	57
DB Secondary Opportunities Fund C	2007	USD	9,288	6,859	1,777	5,343	19	330	(435)	4,597	543	141
OCM European Principal Opportunities Fund II	2007	EUR	5,000	4,875	125	4,284	—	447	209	4,046	550	103
OCM Opportunities Fund VII	2007	USD	5,000	5,000	—	1,353	—	173	(298)	882	341	168
OCM Opportunities Fund VIIb	2008	USD	5,000	4,500	370	1,407	—	256	(212)	939	531	274
WL Ross Recovery Fund IV ***	2007	USD	10,000	8,664	988	5,637	—	370	(197)	5,070	588	199
					<b>15,907</b>	<b>41,548</b>	<b>(1,435)</b>	<b>3,939</b>	<b>(2,105)</b>	<b>34,069</b>	<b>6,215</b>	<b>2,185</b>
<b>Total fund investments</b>					<b>37,040</b>	<b>186,227</b>	<b>6,713</b>	<b>11,878</b>	<b>(5,064)</b>	<b>175,998</b>	<b>22,462</b>	<b>10,164</b>

Minor differences in totals are due to rounding.

\*\* Funds managed by Alpha Associates (Cayman) LP. These funds are excluded from the NAV for the purpose of calculating the management fee.

\*\*\* Along with the unfunded commitments, distributions in the total amount of EUR 11.0 million (whereof ABRY Advanced Securities Fund accounts for EUR 6.1 million and Avista Capital Partners II for EUR 2.2 million) are recallable from these funds as of September 30, 2013. As the investment period of most of these funds has already expired, recallable distributions can in general only be recycled for follow-on investments and are therefore not expected to be drawn in full.



## 9.2 Financial assets at fair value through profit or loss - non-current assets (continued)

	Commitments			Book Values			Returns 01.04.13-30.09.13			
	Original currency	Original amount FC 1,000	Unfunded commit- ment 30.09.13 EUR 1,000	Fair value 01.04.13 EUR 1,000	Capital calls EUR 1,000	Return of capital EUR 1,000	Change in unrealized gains/ (losses) EUR 1,000	Fair value 30.09.13 EUR 1,000	Total distri- butions EUR 1,000	Real. gains/ (losses) EUR 1,000
<b>Direct investments</b>										
Actano Holding AG	CHF	1,839	—	1,681	—	—	(9)	1,673	—	—
Applied Spectral Imaging	USD	4,161	—	1,668	—	—	(87)	1,581	—	—
Avecia Ltd.	GBP	7,073	—	—	—	—	—	—	128	27
Earnix	USD	201	—	157	—	—	(8)	149	—	—
Enanta Pharmaceuticals	USD	7,279	—	11,479	—	593	2,014	12,900	689	96
Evotec	EUR	250	—	217	—	79	13	151	155	76
Neurotech	USD	1,193	—	624	142	—	(36)	730	—	—
Aston Martin	EUR	3,000	—	—	3,000	—	—	3,000	—	—
Willex Biotechnology	EUR	892	—	164	—	—	(46)	117	—	—
<b>Total direct investments</b>			<b>—</b>	<b>15,989</b>	<b>3,142</b>	<b>672</b>	<b>1,842</b>	<b>20,300</b>	<b>972</b>	<b>199</b>

Minor differences in totals are due to rounding.

	Commitments			Book Values			Returns 01.04.13-30.09.13			
	Original currency	Original amount FC 1,000	Unfunded commit- ment 30.09.13 EUR 1,000	Fair value 01.04.13 EUR 1,000	Capital calls EUR 1,000	Return of capital EUR 1,000	Change in unrealized gains/ (losses) EUR 1,000	Fair value 30.09.13 EUR 1,000	Total distri- butions EUR 1,000	Real. gains/ (losses) EUR 1,000
<b>Loan investments</b>										
Actano Holding AG	EUR	717	—	—	717	—	—	717	—	—
<b>Total loan investments</b>			<b>—</b>	<b>—</b>	<b>717</b>	<b>—</b>	<b>—</b>	<b>717</b>	<b>—</b>	<b>—</b>
<b>Total</b>			<b>37,040</b>	<b>202,216</b>	<b>10,571</b>	<b>12,550</b>	<b>(3,222)</b>	<b>197,015</b>	<b>23,434</b>	<b>10,364</b>

Minor differences in totals are due to rounding.



## 10. Net gains/(losses) from financial assets at fair value through profit or loss

EUR 1,000	01.04.13- 30.09.13	01.04.12- 30.09.12
Change in unrealized gains/(losses) from quoted securities (current assets)	—	—
Realized gains/(losses) from quoted securities (current assets)	29	(29)
Change in unrealized gains/(losses) from non-current financial assets	(3,222)	(6,269)
Realized gains/(losses) from non-current financial assets	10,364	13,065
Interest income from non-current financial assets	442	1,390
Dividend income from non-current financial assets	83	384
<b>Total net gains/(losses) from financial assets at fair value through profit or loss</b>	<b>7,696</b>	<b>8,541</b>

## 11. Segment information

Operating segments are reported in a manner consistent with the internal reporting provided by ALPHA Associates to the Board of Directors.

The Group has two reportable segments as described below. For each of them, the Board of Directors receives internal management reports on at least a monthly basis. The following summary describes the operations in each of the Group's reportable segments:

- Fund investments: Includes primary and secondary commitments/investments in funds.
- Direct investments and Loans: Includes purchases of equity stakes in companies and the granting of loans to companies with high growth potential.

Balance sheet and income and expense items which cannot be clearly allocated to one of the segments are shown in the column "Unallocated" in the following tables.

The reportable operating segments derive their revenue primarily by seeking investments to achieve an attractive return in relation with the risk being taken. The return consists of interest, dividends and/or (un)realized capital gains.

The amounts provided to the Board of Directors with respect to total assets are measured in a manner consistent with that of the financial statements. The assessment of the performance of the operating segments is based on measures consistent with IFRS.

There have been no transactions between the reportable segments during the first six months of the financial year 2013/2014.

The amounts provided to the Board of Directors with respect to total liabilities are measured in a manner consistent with that of the financial statements. These liabilities are not considered to be segment liabilities but rather managed at corporate level.



The segment information provided to the Board of Directors for the reportable segments for the period ended September 30, 2013 is as follows:

EUR 1,000	Fund investments	Direct investments & Loans	Total operating segments	Unallocated	Total
Net gains/(losses) from financial assets at fair value through profit or loss	5,520	2,147	7,667	29	7,696
Other interest income	—	—	—	2	2
Administration expense	—	—	—	(2,341)	(2,341)
Corporate and transaction expense	—	—	—	(584)	(584)
Interest expense	—	—	—	—	—
Other	—	—	—	(160)	(160)
<b>Profit/(loss) from operations</b>	<b>5,520</b>	<b>2,147</b>	<b>7,667</b>	<b>(3,054)</b>	<b>4,613</b>
Total assets	175,998	21,017	197,015	6,565	203,580
Total liabilities	—	—	—	607	607
Total assets include:					
Financial assets at fair value through profit or loss	175,998	21,017	197,015	—	197,015
Others	—	—	—	6,565	6,565

The segment information provided to the Board of Directors for the reportable segments for the period ended September 30, 2012 is as follows:

EUR 1,000	Fund investments	Direct investments & Loans	Total operating segments	Unallocated	Total
Net gains/(losses) from financial assets at fair value through profit or loss	8,192	378	8,570	(29)	8,541
Other interest income	—	—	—	2	2
Administration expense	—	—	—	(2,625)	(2,625)
Corporate and transaction expense	—	—	—	(572)	(572)
Interest expense	—	—	—	(57)	(57)
Other	—	—	—	(26)	(26)
<b>Profit/(loss) from operations</b>	<b>8,192</b>	<b>378</b>	<b>8,570</b>	<b>(3,307)</b>	<b>5,263</b>
Total assets	180,512	14,130	194,642	4,007	198,649
Total liabilities	—	—	—	(1,761)	(1,761)
Total assets include:					
Financial assets at fair value through profit or loss	180,512	14,130	194,642	—	194,642
Others	—	—	—	4,007	4,007



## 12. Disclosures about fair value of financial instruments

The table below analyses recurring fair value measurements for the Group's financial instruments. These fair value measurements are categorized into different levels in the fair value hierarchy based on the inputs to valuation techniques used. The different levels are defined as follows:

- Level I inputs are quoted prices (unadjusted) in active markets for identical instruments that the Group can access at the measurement date;
- Level II inputs are inputs other than quoted prices included within Level I that are observable for the instrument, either directly or indirectly; and
- Level III inputs are unobservable inputs for the instrument.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level III measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the instrument. The determination of what constitutes 'observable' requires significant judgement by the Group. The Group considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyzes the Group's investments measured at fair value as of September 30, 2013 and March 31, 2013 by the level in the fair value hierarchy into which the fair value measurement is categorized:

As of September 30, 2013				
EUR 1,000	Level I	Level II	Level III	Total
<b>Financial assets at fair value through profit or loss</b>				
Quoted securities	—	—	—	—
Fund investments	—	—	175,998	175,998
Direct investments	13,168	—	7,132	20,300
Loans	—	—	717	717
<b>Total financial assets measured at fair value</b>	<b>13,168</b>	<b>—</b>	<b>183,847</b>	<b>197,015</b>
As of March 31, 2013				
EUR 1,000	Level I	Level II	Level III	Total
<b>Financial assets at fair value through profit or loss</b>				
Quoted securities	—	—	—	—
Fund investments	—	—	186,227	186,227
Direct investments	11,859	—	4,130	15,989
Loans	—	—	—	—
<b>Total financial assets measured at fair value</b>	<b>11,859</b>	<b>—</b>	<b>190,357</b>	<b>202,216</b>

Level I - Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level I include active listed equities. The Group does not adjust the quoted price for these investments.

Level II - None.

Level III - The Group has determined that unquoted private equity investments ('unlisted investments') fall into the category Level III - The financial statements as of September 30, 2013 include Level III financial assets in the amount of EUR 183.8 million, representing approximately 90.6% of equity (March 31, 2013: EUR 190.4 million, 91.9%).

#### *Unquoted direct investments and loans*

In estimating the fair value of unquoted direct investments and loans, the Group considers the most appropriate market valuation techniques, using a maximum of observable inputs.

These include but are not limited to the following:

- Transaction price paid for an identical or a similar instrument in an investment, including subsequent financing rounds;
- Comparable company valuation multiples;
- Discounted cash flow method;
- Reference to the valuation of the lead investor or other investors provided that these were determined in accordance with IFRS 13.

#### *Unquoted fund investments*

In estimating the fair value of unquoted fund investments, the Group considers all appropriate and applicable factors relevant to their value, including but not limited to the following:

- Reference to the fund investment's reporting information;
- Reference to transaction prices.

The valuation method used for unquoted fund investments is the "adjusted net asset method". The valuation is generally based on the latest available net asset value ("NAV") of the fund reported by the corresponding fund manager provided that the NAV has been appropriately determined by using proper fair value principles in accordance with IFRS 13. In terms of IFRS 13 the NAV is considered to be the key unobservable input. In general, NAV is adjusted by capital calls and distributions falling between the date of the latest NAV of the fund and the reporting date of the Group. In addition, the valuations of listed underlying investee companies which are valued mark-to-market by the fund manager are adjusted to reflect the current share price on their primary stock exchange as of the reporting date of the Group. The adjusted net asset method is the single technique used across all fund investment types (Buyout, Venture, Special Situations). Other reasons for adjustments include but are not limited to the following:

- The Group becoming aware of subsequent changes in the fair values of underlying investee companies;
- Features of the fund agreement that might affect distributions;
- Inappropriate recognition of potential carried interest;
- Market changes or economic conditions changing to impact the value of the fund's portfolio;
- Materially different valuations by fund managers for common companies and identical securities;
- NAV reported by the fund has not been appropriately determined by using proper fair value principles in accordance with IFRS 13.





In addition, the Group has the following control procedures in place to evaluate whether the NAV of the underlying fund investments is calculated in a manner consistent with IFRS 13:

- Thorough initial due diligence process and ongoing monitoring procedures;
- Comparison of historical realisations to last reported fair values;
- Qualifications, if any, in the auditor's report or whether there is a history of significant adjustments to NAV reported by the fund manager as a result of its annual audit or otherwise.

The Group recognizes transfers between levels of the fair value hierarchy as of the end of the reporting period during which the transfer has occurred. There were no transfers between the levels during the six months ended September 30, 2013.

The changes in investments measured at fair value for which the Company has used Level III inputs to determine the fair value as of September 30, 2013 and 2012, are as follows:

As of September 30, 2013				
EUR 1,000	Fund investments	Direct investments	Loans	Total
<b>Fair value of Level III investments at the beginning of the period</b>	<b>186,227</b>	<b>4,130</b>	—	<b>190,357</b>
Total capital calls from Level III investments	6,713	3,141	717	10,571
Total distributions from Level III investments	(22,462)	(128)	—	(22,590)
Total gains or losses:				
in profit or loss	5,520	(11)	—	5,509
in other comprehensive income	—	—	—	—
<b>Fair value of Level III investments at the end of the period</b>	<b>175,998</b>	<b>7,132</b>	<b>717</b>	<b>183,847</b>

In the above table, total gains or losses in profit or loss for the period are included in the line item "Net gains/(losses) from financial assets at fair value through profit or loss". Thereof EUR 5.9 million are related to assets held at the end of the reporting period.

As of September 30, 2012				
EUR 1,000	Fund investments	Direct investments	Loans	Total
<b>Fair value of Level III investments at the beginning of the period</b>	<b>189,146</b>	<b>11,880</b>	<b>825</b>	<b>201,851</b>
Total capital calls from Level III investments	7,826	611	—	8,437
Total distributions from Level III investments	(24,652)	(262)	—	(24,914)
Total gains or losses:				
in profit or loss	8,192	306	8	8,506
in other comprehensive income	—	—	—	—
<b>Fair value of Level III investments at the end of the period</b>	<b>180,512</b>	<b>12,535</b>	<b>833</b>	<b>193,880</b>

### 13. Subsequent events

There are no subsequent events which could have a material impact on these condensed consolidated financial statements.



## Information for Investors

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The registered shares of Private Equity Holding AG are traded on SIX Swiss Exchange since January 18, 1999.

### Stock Exchange Listing

Telekurs ticker symbol	PEHN
Swiss security no.	608 992
ISIN code	CH 000 608 9921
German security no.	906 781

### Calendar

February 2014	9-Month Report as of December 31, 2013
April 2014	Preliminary NAV as of March 31, 2014
June 2014	Annual Report 2013/2014

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NAV Publication as of the end of every month on [www.peh.ch](http://www.peh.ch)

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## Glossary of Terms

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<b>Capital calls</b>	Amount of capital called from the Group by a private equity fund. Each transaction is translated into EUR by using the foreign exchange rate as of the transaction date.
<b>Capital contributed (invested)</b>	Amount of capital contributed (invested) by the Group to direct or indirect investments since inception. Each transaction is translated into EUR by using the foreign exchange rate as of the transaction date.
<b>Commitment</b>	Amount that the Group has committed to make available to a private equity fund or direct investment. In accordance with IFRS, this amount is not recorded in the balance sheet. The translation into EUR is made by using the foreign exchange rate as of the relevant reporting date.
<b>Distribution</b>	Amount of net proceeds (including cost component, capital gains and interest/dividends) received by the Group. Each transaction is translated into EUR by using the foreign exchange rate as of the transaction date.
<b>Fair value (FV)</b>	The price at which an investment would change hands between a willing buyer and a willing seller, neither being under a compulsion to buy or sell and both having a reasonable knowledge of relevant facts. Fair value of a private equity fund, i.e. fair value of assets minus liabilities. The translation into EUR is made by using the foreign exchange rate as of the relevant reporting date.
<b>Net acquisition cost (NAC)</b>	Capital contributed minus cost component of distributions.
<b>Realized gain/(loss)</b>	Difference between total distribution and the cost component of distribution of a specific investment.
<b>Return of capital</b>	Portion of distribution which reflects the contributed capital.
<b>Unfunded commitment</b>	Amount that the Group has not yet contributed to a private equity fund. Difference between original commitment and contributed capital.
<b>Unrealized gain/(loss)</b>	Temporary increase or decrease in value of a fund or direct investment. Equal to the difference between the fair value of an investment and the net acquisition cost.
<b>Vintage year</b>	Year in which a private equity fund has made its first capital call for investment purposes. In general, this coincides with the first year of a private equity fund's term.

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