

Princess Private Equity Holding Limited

Investment holding company traded on the Frankfurt Stock Exchange and on the London Stock Exchange

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 Frankfurt Stock Exchange (in the form of co-ownership interests in a global bearer certificate) and on the London Stock Exchange.

Key facts

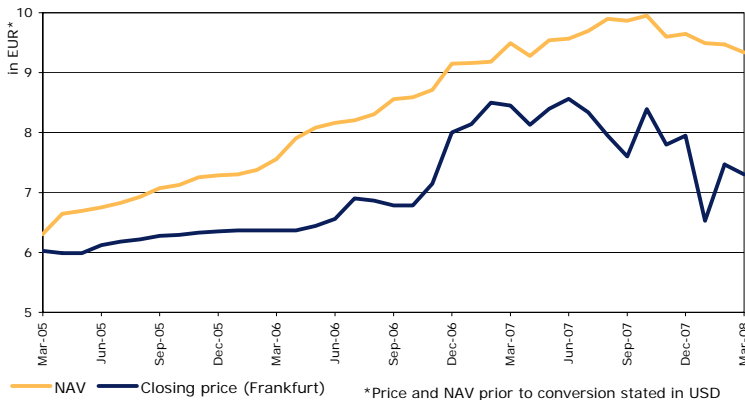
| | Frankfurt | London |
|--------------------------|---|--------------|
| Trading symbol | PEY1 | PEY |
| Reuters | PEYGz.DE/PEYGz.F | PEY.L |
| Bloomberg | PEY1 GR | PEY LN |
| WKN | AOLBRM | AOLBRL |
| ISIN | DE000AOLBRM2 | GG00B28C2R28 |
| Valor | 2 830 461 | 2 830 461 |
| Formation of the Company | 12.05.1999 | |
| Base currency | EUR | |
| Dividends | EUR 0.274 (30/04/2007), EUR 0.30 (13/12/2007) | |

Key figures

| | 31.03.2008 | 29.02.2008 | YTD |
|---|------------|------------|--------|
| Net asset value (NAV) | EUR 9.34 | EUR 9.47 | -3.2% |
| Net asset value (NAV) incl. dividend ¹ | EUR 9.91 | EUR 10.05 | -3.2% |
| Investment level | 86.58% | 88.20% | |
| Over-commitment | 52.19% | 52.62% | |
| Closing price Frankfurt ¹ | EUR 7.30 | EUR 7.47 | -8.2% |
| Premium | -21.84% | -21.12% | |
| Closing price London ¹ | EUR 7.20 | EUR 7.63 | -10.3% |
| Premium | -22.91% | -19.43% | |

¹ YTD = Total Return

NAV and price development

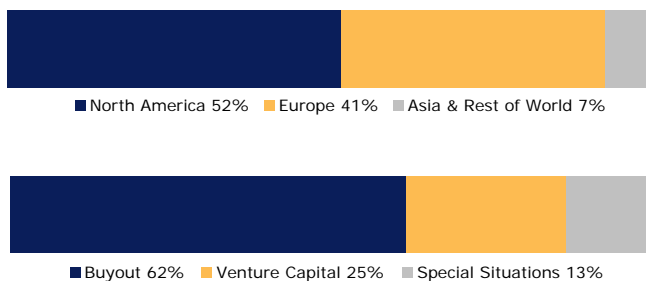


Monthly commentary

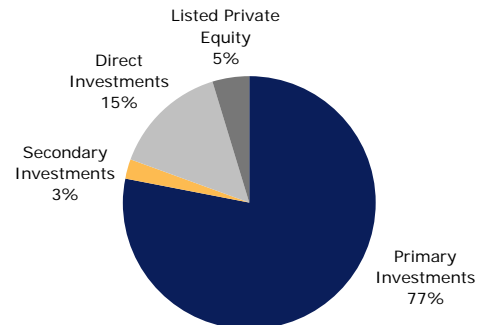
March saw the net asset value of Princess ease by 1.4% to EUR 9.34 per share. As seen in prior months general partners have reported increases in value overall for the partnerships in the Princess portfolio. However, the IFRS valuation method applied by Princess requires value adjustments to be made on underlying portfolio companies to reflect fair market value. These adjustments had a negative impact on value, and therefore a net effect of -0.6% was recorded on the NAV. In light of the turbulent equity markets during March the listed private equity segment also experienced a proportionate decrease, resulting in an additional 0.4% reduction in Princess' NAV. In addition, the strong depreciation of the US dollar, which lost another 4.0% compared to the Euro, accounted for a further decrease in NAV.

In March, Princess benefited from around EUR 14.1 million of distributions from underlying investments. At the same time, around EUR 12.5 million were drawn down from partnerships, amongst others by Thomas H. Lee for their investment in MoneyGram International during the month. MoneyGram ranks as the second largest player in the money transfer industry and is strategically well positioned to further increase its market share. Thomas H. Lee acquired a 79% equity stake in MoneyGram for USD 760 million. In addition, Industri Kapital called capital to fund the acquisition of Groupe Etanco in a deal worth a reported EUR 250 million, according to a source close to the deal. Founded in 1952, Groupe Etanco is a leader in the design, manufacturing and distribution of building fastener and fixing systems. The group has a full range of products (80'000 in total) that are adapted to meet the specific market requirements, particularly in terms of environmental and European regulatory constraints. Industri Kapital aims to support the existing management team with its growth strategy, which includes broadening the company's product offering and strengthening its market position in Europe.

PE investments by regions and financing stages



PE investments by investment types



Recent commitments

| Partnership/Company | Financing stage | Region | Vintage | Size in m | Month |
|--|--------------------|---------------|---------|-----------|--------|
| Aksia Capital III, L.P. | Buyout | Europe | 2005 | EUR 3 | Mar 08 |
| Partners Group Distressed 2008, L.P. | Special Situations | North America | 2008 | USD 30 | Feb 08 |
| TPG Partners VI, L.P. | Buyout | North America | 2008 | USD 20 | Feb 08 |
| Clayton, Dubilier & Rice Fund VIII, L.P. | Buyout | North America | 2008 | USD 15 | Feb 08 |
| Carmel Ventures III, L.P. | Venture Capital | Asia & RoW | 2008 | USD 6 | Jan 08 |

Definitions

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

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.

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 Net asset value ("NAV") is calculated based on a total of 70,100,000 shares outstanding.

| | |
|---|---|
| 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"). |
| Closing price | Last price paid on the Frankfurt Stock Exchange or on the London Stock Exchange on the respective date |
| Premium/Discount | Closing price divided by NAV |
| Market capitalization | Closing price multiplied by number of issued and outstanding shares |
| Value of private equity investments | Private equity investments are being held at fair value as required under the Company's adopted accounting standards IFRS. |
| Investment level | The lesser of 100% or the value of private equity investments divided by NAV |
| Overcommitment | Unfunded commitments less net current assets divided by NAV |
| Total Return | Total return is calculated according the standard BVI-method of the Bundesverband Investment and Asset Management. |
| Frankfurt Stock Exchange ("Frankfurt") | First listing on 13/12/2006. The shares deliverable in the form of co-ownership interests in a global bearer certificate are admitted to trading on the regulated market (Reglementierter Markt) with concurrent admission to trading on the segment of the regulated market with additional post-admission obligations (Prime Standard). |
| London Stock Exchange ("London") | First listing on 01/11/2007. Shares are admitted to the official market. |

Regions

| | |
|-----------------------|--|
| North America | North America |
| Europe | European Union & European Free Trade Association |
| Asia & RoW | Asia & Rest of World |

Financing stages

| | |
|--------------------------------|--|
| 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. |
| 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. |
| Buyout (BO) | Acquisition of a controlling stake in a company, typically with financial or managerial reorganization needs. Small/mid/large size buyout refers to the enterprise value of the acquired company. Whereas the bandwidths for Europe are set at <EUR 100m/EUR 100m-EUR 400m/>EUR 400m, US bandwidths are at <USD 300m/USD 300m-USD 1bn/>USD 1bn for small/mid/large size buyout respectively. |
| 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. |

Contact details

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