

Monthly report as of 31 October 2016

NAV increases by 0.3%

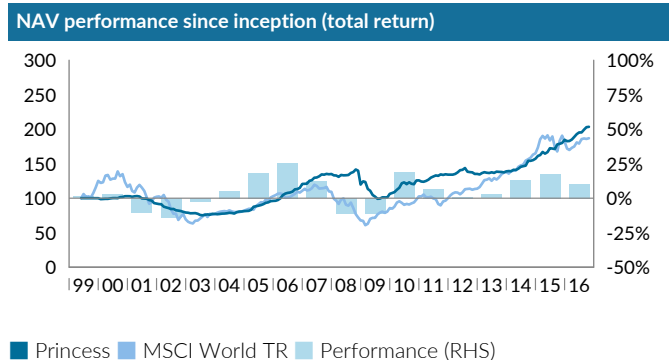
- Princess Private Equity Holding Limited's ("Princess") net asset value ("NAV") increased by 0.3% to EUR 10.19 per share
- Currency movements (+0.4%) and overall portfolio developments (+0.1%) were positive
- Princess received distributions of EUR 6.6 million from exited investments and invested EUR 14.4 million over the reporting period

During October, Princess' portfolio generated distributions of EUR 6.6 million of which EUR 4.2 million stemmed from the realization of CPA Global, a provider of intellectual property (IP) and legal support services. The realization was triggered by a refinancing of the company's capital structure. Founded in 1969, the company offers corporate solutions, IP management software and services related to patents, trademarks and general legal support. Partners Group invested in the senior debt of CPA Global in 2012, in support of the acquisition of the company by equity sponsor Cinven. During Partners Group's investment period, the company grew its footprint across Europe, North America and Asia Pacific by successfully acquiring and integrating several complementary businesses. The remaining distributions of EUR 2.4 million came mainly from Princess' mature legacy fund portfolio.

Princess invested a total of EUR 14.4 million, of which EUR 13.8 million was allocated to Systems Maintenance Services (SMS), a global IT support services provider. Founded in 1981, the US-based company provides IT infrastructure services to over 3'000 businesses, through more than 100 service centers globally. SMS is a market leader and stands out among its main competitors in four key areas: OEM (Original Equipment Manufacturer) capabilities to handle complexity; quality operational infrastructure and high level of service provided; OEM cost savings programs; and multi-service offerings. Going forward Partners Group will work closely with the management team to optimize SMS' sales expansion efforts through streamlining and standardization of the recruitment processes. Partners Group will also support SMS in implementing best practices across the entire company, and in the enlistment of more structured sales coaching, which is necessary for selling to larger customer accounts. In addition, SMS will be able to leverage Partners Group's extensive network of portfolio companies and investment partner relationships to introduce potential enterprise customers.

Post-month end, the Board approved a second EUR 40 million commitment to Partners Group Direct Equity 2016 program, following an initial commitment of EUR 40 million made in December 2015. The program was formed to make direct investments in a globally diversified private equity portfolio, with a principal focus on small- and mid-cap buyout transactions.

Key figures			
In EUR	30.09.2016	31.10.2016	YTD
NAV per share	10.16	10.19	
NAV per share incl. dividends	15.39	15.43	10.2%
Total fund size (in million)	702.72	704.67	
Investment level	87.9%	89.2%	
Net liquidity	12.1%	10.8%	
Commitment ratio	2.8%	3.6%	
Gross commitment ratio	-4.3%	-3.5%	
Share price	8.28	8.37	10.1%
Discount	-18.5%	-17.9%	



In %	2011	2012	2013	2014	2015	2016	5 yr. cum.	5 yr. ann.	5 yr. Sharpe ratio
Princess	6.6	0.8	2.7	13.2	17.5	10.2	52.1	8.7	1.76
MSCI World TR	-2.6	13.7	21.2	19.6	10.3	2.7	96.1	14.4	1.39

Largest ten direct investments				% of NAV
1.	VAT Group AG	WEU	Industrials	8.4
2.	Action	WEU	Consumer discretionary	5.7
3.	Permotio International Learning SarL	WEU	Consumer discretionary	3.7
4.	Hofmann Menue Manufaktur	WEU	Consumer staples	3.4
5.	Dynacast	NAM	Materials	3.4
6.	KinderCare Education	NAM	Consumer discretionary	3.3
7.	Fermaca	ROW	Energy	2.8
8.	Foncia	WEU	Financials	2.7
9.	Systems Maintenance Services, Inc.	NAM	Information technology	2.0
10.	Trimco International Holdings Ltd	APC	Industrials	1.9

Monthly net performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2011	-1.3%	-0.3%	1.0%	1.5%	2.3%	1.2%	1.2%	-0.4%	1.6%	-0.6%	0.7%	-0.4%	6.6%
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%			10.2%

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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 October 2016, 0 shares were repurchased under the share buyback program. As of 31 October 2016, 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:
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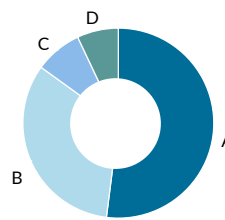
Princess Private Equity Holding Limited
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Key facts

Stock exchange	London
Reuters	PEY.L
Bloomberg	PEY LN
ISIN	GG00B28C2R28
Sedol	B28C2R2
Product life start date	12.05.1999
Currency	EUR
Dividend YTD	0.27

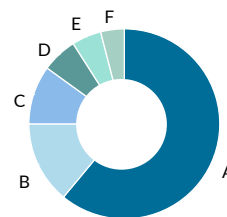
Portfolio composition

Investments by regional focus



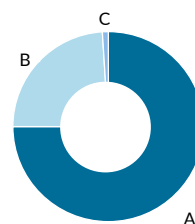
A	Europe	52%
B	North America	33%
C	Rest of World	8%
D	Asia-Pacific	7%

Investments by financing category



A	Small/Mid-cap	61%
B	Special situations	14%
C	Large/mega-large-cap	10%
D	Growth	6%
E	Mezzanine	5%
F	Venture capital	4%

Investments by transaction type



A	Direct	75%
B	Primary	24%
C	Secondary	1%



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** Based on monthly total return valuations. **Portfolio composition** Based on total value of investments.

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