

Half-Year Report as of September 30, 2019

Private Equity Holding AG



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

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

Private Equity Holding's Investment Portfolio is managed by Alpha Associates.

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

Key Figures for the First Half of the Financial Year 2019/2020

Share Value	30.09.19 EUR	31.03.19 EUR	Change in % ¹	30.09.19 CHF	31.03.19 CHF	Change in % ¹
Net asset value per share, based on fair values	85.59	84.80	0.9%	93.11	94.76	(1.7%)
Price per share (PEHN.S)	54.23	56.82	(4.6%)	59.00	63.50	(7.1%)

¹ Excl. distributions.

Net Profit for the Period	01.04.19- 30.09.19 EUR 1,000	01.04.18- 30.09.18 EUR 1,000	Change in %
Profit for the period	6,795	24,542	(72%)

Selected Balance Sheet Items (Consolidated) ²	30.09.19 EUR 1,000	31.03.19 EUR 1,000	Change in %
Current assets	2,725	2,699	1%
Non-current assets	230,854	218,744	6%
Current liabilities	10,505	495	2022%
Non-current liabilities	—	—	—
Total equity	223,074	220,948	1%

² Information herein is presented in addition to the IFRS Interim Financial Statements.

Asset Allocation	Fair Value 30.09.19 EUR million	Unfunded Commitments 30.09.19 EUR million	Total Exposure ³ 30.09.19 EUR million	Total Exposure ³ 30.09.19 in %
Buyout funds	96.6	50.2	146.8	44%
Venture funds	59.9	19.2	79.1	23%
Special situation funds	33.3	35.7	69.0	20%
Total fund investments	189.8	105.1	294.9	87%
Direct investments and loans	41.1	1.1	42.2	13%
Total direct investments and loans	41.1	1.1	42.2	13%
Total funds, direct investments and loans	230.9	106.2	337.1	100%

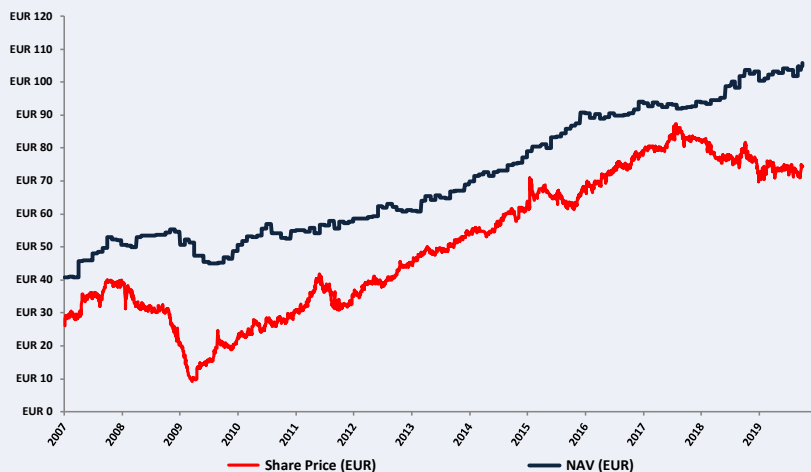
³ Fair value plus unfunded commitments.

Commitments	30.09.19	31.03.19	Change in %
Unfunded commitments (EUR million)	106.2	95.8	11%
Overcommitment ⁴	47.2%	42.8%	10%
Net current assets / unfunded commitments	1.7%	2.3%	(26%)

⁴ 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 - 30.09.2019 (incl. distributions)



NAV per share in EUR: **+159.2%**

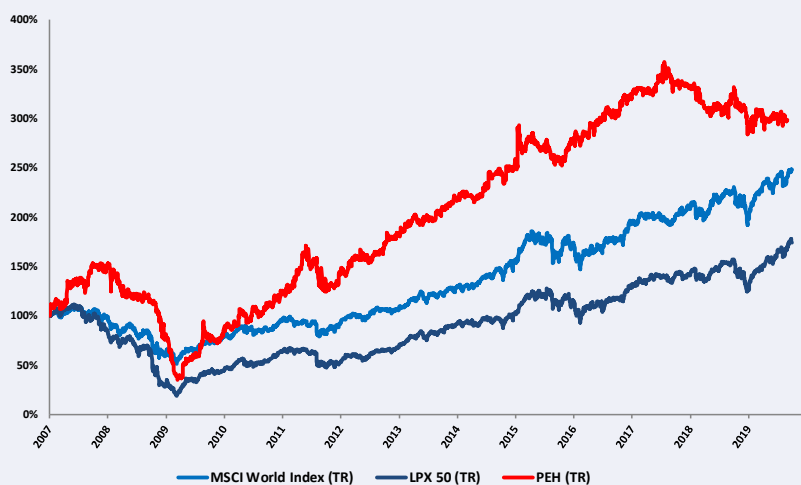
NAV per share in CHF: **+77.3%**

Share price in EUR: **+206.3%**

Share price in CHF: **+106.8%**

Discount to NAV as of 30.09.2019 **-36.6%**

Relative Performance of PEHN
01.01.2007 - 30.09.2019 (incl. distributions)



PEHN has outperformed the LPX-50 PE-Index by: **+131.7%**

PEHN has outperformed the MSCI World Index by: **+57.6%**

Chairman's Letter for the First Half of the Financial Year 2019/2020

Dear Shareholders,

As of September 30, 2019, PEH reports a comprehensive income of EUR 6.8 million and a net asset value per share (NAV) of EUR 85.59 (CHF 93.11), representing an increase of +3.1% in EUR, +0.4% in CHF, respectively, over the course of the reporting period and including the distribution of CHF 2.00 per share in July 2019.

Investment Activity

PEH continued its growth strategy with several new investments completed in the first half of the financial year. These included a USD 5 million commitment to Cinven III, a leading pan-European buyout fund, USD 5 million to TA XIII, a buyout and growth fund targeting mid-market growth companies predominantly in North America and Europe, and USD 5.0 million to Warburg Pincus China-Southeast Asia II, a stage agnostic fund targeting growth-oriented investments in China and Southeast Asia.

Furthermore, PEH committed EUR 4.0 million to Medicxi III, a life sciences venture capital fund with a focus on early and later stage venture investments within Europe, Israel and the US. Within the recently launched Emerging Managers Program, PEH committed GBP 1.3 million to funds active in the IT sector predominantly in the United Kingdom.

Additionally, PEH completed one new co-investment alongside Investindustrial VII in Morgan Motor, the 110-year-old British sports car manufacturer, as well as a follow-on investment alongside Francisco Partners in Renaissance Learning, a Wisconsin-based software provider for computer-based assessment and school improvement programs in the United States.

The underlying investment portfolio recorded steady activity over the course of the reporting period with EUR 19.9 million called for new investments and fund level expenses, and EUR 17.8 million received in distributions. The largest distributions were received from Avista III relating to the sales of EA-Vista, an operator of petroleum and chemical tankers, and Trimb Healthcare AB, a leading consumer healthcare company based in Stockholm, Sweden. Other noteworthy distributions were received from Sycamore II, Warburg Pincus Private Equity X and Bridgepoint Europe IV.

Strategic Continuity

The Board of Directors follows a three-fold strategy of committing to select investments for long-term growth, NAV accretion via share buybacks and providing investors with regular yield. Having distributed significant amounts in both share buybacks and dividends to shareholders during the last nine years, a period of increased investment activity was started in 2018 to lay the foundations for such distributions going forward.

The company's Annual General Meeting on July 11, 2019 approved all proposals by the Board of Directors including a ninth consecutive distribution: CHF 2.00 per share were paid to shareholders in July.

On behalf of the entire Board of Directors, I would like to thank you for your continued support and interest in PEH.



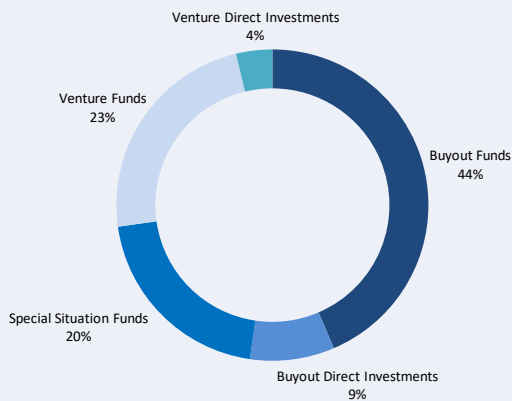
Dr. Hans Baumgartner

Chairman of the Board of Directors

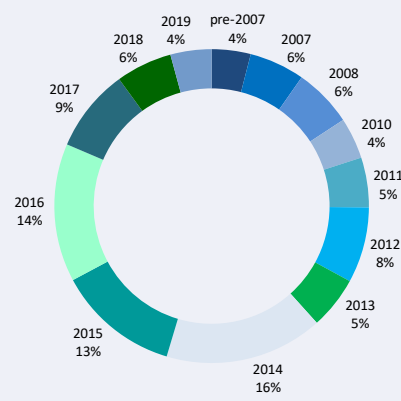
November 6, 2019

Private Equity Holding Portfolio Overview

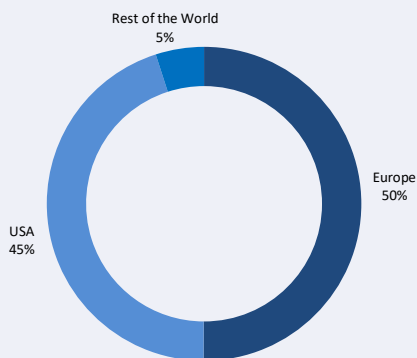
Allocation by Investment Category¹



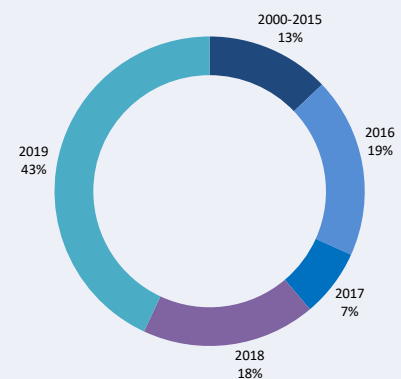
Fair Value of the Portfolio by Vintage Year



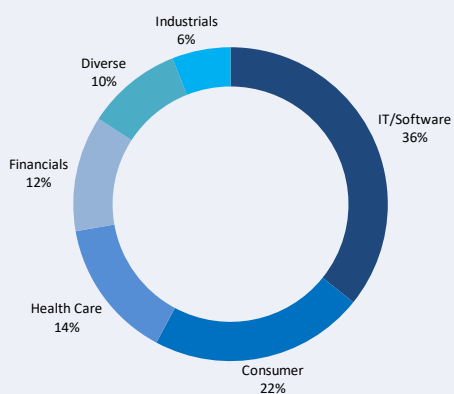
Allocation by Geography²



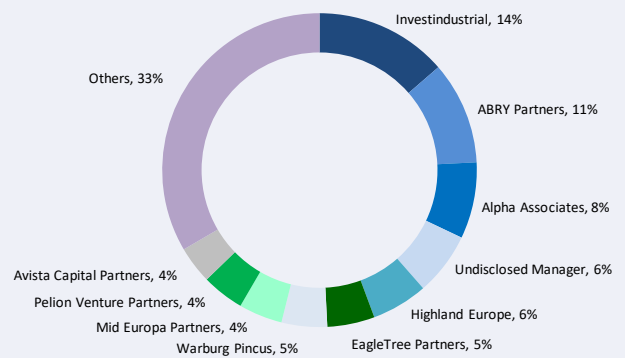
Unfunded Commitments of the Portfolio by Vintage



Allocation by Industry²



10 Largest Exposures by Managers



¹ Based on fair values plus unfunded commitments of portfolio holdings

² Based on fair values of the underlying companies

Five Largest Exposures by Fair Value

representing 19.2%* of the total fair value of PEH's investment portfolio



Mid Europa Fund IV

Fund Size: EUR 808 million
Type: Buyout
Industries: Diverse
Region: Central & Eastern Europe
Fair Value: EUR 10.4 million
 4.5% of PEH Portfolio



Alpha CEE Opportunity IV

Fund Size: EUR 144 million
Type: Buyout
Industries: Diverse
Region: Central & Eastern Europe
Fair Value: EUR 9.2 million
 4.0% of PEH Portfolio



Pollen Street III

Fund Size: GBP 332 million
Type: Buyout
Industries: Financials
Region: Europe
Unfunded Commitment: EUR 8.7 million
 3.8% of PEH Portfolio



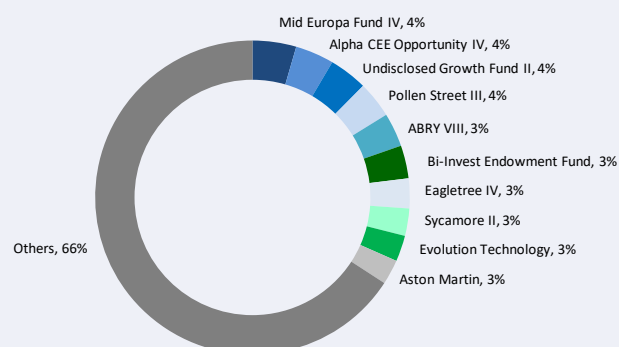
ABRY VIII

Fund Size: USD 1,900 million
Type: Buyout
Industries: Consumer
Region: North America
Fair Value: EUR 8.0 million
 3.5% of PEH Portfolio



Bi-Invest Endowment Fund

Fund Size: EUR 263 million
Type: Buyout
Industries: Diverse
Region: Europe
Fair Value: EUR 7.8 million
 3.4% of PEH Portfolio



*The Undisclosed Growth Fund II is excluded from the Top 5 shown here

Five Largest Exposures by Unfunded Commitment

representing 32.7% of the total unfunded commitments of PEH's investment portfolio



ABRY ASF IV

Fund Size: USD 1,500 million
Type: Special Situation
Industries: Consumer
Region: North America
Unfunded Commitment: EUR 8.2 million
 7.7% of PEH Portfolio



Sycamore III

Fund Size: USD 4,300 million
Type: Special Situation
Industries: Consumer
Region: North America
Unfunded Commitment: EUR 7.9 million
 7.4% of PEH Portfolio



Procuritas VI

Fund Size: EUR 312 million
Type: Buyout
Industries: Diverse
Region: Europe
Unfunded Commitment: EUR 7.0 million
 6.6% of PEH Portfolio



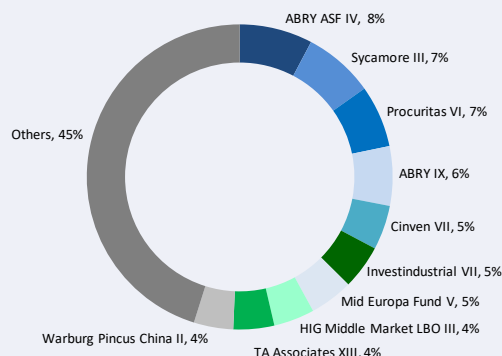
ABRY IX

Fund Size: USD 2,100 million
Type: Buyout
Industries: Consumer
Region: North America
Unfunded Commitment: EUR 6.7 million
 6.3% of PEH Portfolio

Cinven

Cinven VII

Fund Size: EUR 5,000 million
Type: Buyout
Industries: Diverse
Region: Europe
Unfunded Commitment: EUR 5.0 million
 4.7% of PEH Portfolio



Statement of Comprehensive Income

EUR 1,000	Notes	01.04.19- 30.09.19	01.04.18- 30.09.18
Income			
Net gains/(losses) from investments in non-consolidated subsidiaries at fair value through profit or loss	11	8,357	27,491
Net gains/(losses) from financial assets at fair value through profit or loss	11	—	(1,196)
Foreign exchange gains/(losses)		(572)	(830)
Interest income calculated using effective interest rate method		43	7
Other income		—	1
Total income		7,828	25,473
Expenses			
Administration expenses	5	(226)	(217)
Corporate expenses	6	(398)	(333)
Total expenses		(624)	(550)
Profit from operations		7,204	24,923
Interest expenses		(409)	(381)
Profit for the period attributable to equity holders of the company		6,795	24,542
Other comprehensive income			
Other comprehensive income for the period, net of income tax		—	—
Total comprehensive income for the period attributable to equity holders of the company		6,795	24,542
		01.04.19- 30.09.19	01.04.18- 30.09.18
Weighted average number of shares outstanding during period		2,604,712	2,608,635
Basic earnings per share (EUR)		2.61	9.41

Minor differences in totals are due to rounding.

Balance Sheet

EUR 1,000	Notes	30.09.19	31.03.19
Assets			
Current assets			
Cash and cash equivalents		198	215
Receivables and prepayments		225	93
Total current assets		423	308
Non-current assets			
Investments in non-consolidated subsidiaries at fair value through profit or loss	10	272,379	264,022
Financial assets at fair value through profit or loss	10	2,372	2,372
Interest bearing loans	9.1	1,929	1,832
Total non-current assets		276,680	268,226
Total assets		277,103	268,534
Liabilities and equity			
Current liabilities			
Payables and other accrued expenses	7	92	199
Short-term bank borrowings	9.2	9,600	-
Total current liabilities		9,692	199
Non-current liabilities			
Interest bearing borrowings	9.2	44,337	47,387
Total non-current liabilities		44,337	47,387
Total liabilities		54,029	47,586
Equity			
Share capital		10,311	10,311
Share premium		26,995	30,267
Treasury shares		(8,848)	(8,894)
Retained earnings		194,616	189,264
Total equity		223,074	220,948
Total liabilities and equity		277,103	268,534

	30.09.19	31.03.19
Total number of shares as of period end	2,750,000	2,750,000
Number of treasury shares as of period end	(143,846)	(144,423)
Number of shares outstanding as of period end	2,606,154	2,605,577
Net asset value per share (EUR)	85.59	84.80

Minor differences in totals are due to rounding.

Statement of Changes in Equity

EUR 1,000	Share capital	Share premium	Treasury shares	Retained earnings	Total equity
Opening as of 01.04.18	10,311	33,529	(8,355)	167,927	203,412
Profit/(loss) for the period	—	—	—	24,542	24,542
Total other comprehensive income/(loss) for the period, net of income tax	—	—	—	—	—
Total comprehensive income/(loss) for the period	—	—	—	24,542	24,542
Purchase of treasury shares	—	—	(611)	—	(611)
Sale of treasury shares	—	(3)	113	—	110
Repayment of share premium (paid-in-capital) ¹	—	(3,259)	—	(1,223)	(4,482)
Total contributions by and distributions to owners of the Company	—	(3,262)	(498)	(1,223)	(4,983)
Total as of 30.09.18	10,311	30,267	(8,853)	191,246	222,971
Opening as of 01.10.18	10,311	30,267	(8,853)	191,246	222,971
Profit/(loss) for the period	—	—	—	(1,982)	(1,982)
Total other comprehensive income/(loss) for the period, net of income tax	—	—	—	—	—
Total comprehensive income/(loss) for the period	—	—	—	(1,982)	(1,982)
Purchase of treasury shares	—	—	(41)	—	(41)
Sale of treasury shares	—	—	—	—	—
Repayment of share premium (paid-in-capital) ¹	—	—	—	—	—
Total contributions by and distributions to owners of the Company	—	—	(41)	—	(41)
Total as of 31.03.19	10,311	30,267	(8,894)	189,264	220,948
Opening as of 01.04.19	10,311	30,267	(8,894)	189,264	220,948
Profit/(loss) for the period	—	—	—	6,795	6,795
Total other comprehensive income/(loss) for the period, net of income tax	—	—	—	—	—
Total comprehensive income/(loss) for the period	—	—	—	6,795	6,795
Purchase of treasury shares	—	—	(87)	—	(87)
Sale of treasury shares	—	(17)	133	—	116
Repayment of share premium (paid-in-capital) ²	—	(3,255)	—	(1,443)	(4,698)
Total contributions by and distributions to owners of the Company	—	(3,272)	46	(1,443)	(4,669)
Total as of 30.09.19	10,311	26,995	(8,848)	194,616	223,074

Minor differences in totals are due to rounding.

¹ The Annual General Meeting held on July 12, 2018 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 July 18, 2018.

² The Annual General Meeting held on July 11, 2019 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 July 17, 2019.

Statement of Cash Flows

	01.04.19- 30.09.19	01.04.18- 30.09.18
Cash flow from operating activities		
Capital contributed to investments	—	—
Distributions received from investments	—	—
Other income	—	1
Interest bearing loans	(42)	(1,717)
Interest received on interest bearing loans	43	7
Administration expenses paid	(226)	(217)
Corporate expenses paid	(317)	(293)
Transaction expenses paid	(4)	—
Net adjustment for other assets and liabilities	(278)	(110)
Net cash (used)/provided by operating activities	(824)	(2,329)
Cash flow from financing activities		
Proceeds/(Repayments) from borrowings	(3,616)	647
Proceeds from short-term bank borrowings	24,021	5,350
Repayments of short-term bank borrowings	(14,421)	—
Interest paid on interest bearing borrowings	(369)	(364)
Interest paid on short-term bank borrowings	(41)	(17)
Commitment fee on borrowings	(77)	(40)
Purchase of treasury shares	(114)	(605)
Sale of treasury shares	116	110
Repayment of share premium (paid-in-capital)	(4,698)	(4,482)
Net cash (used)/provided by financing activities	801	599
Net increase/(decrease) in cash and cash equivalents	(23)	(1,730)
Cash and cash equivalents at the beginning of the period	215	1,774
Effects of exchange rate changes on cash and cash equivalents	6	61
Cash and cash equivalents at the end of the period	198	105

Minor differences in totals are due to rounding.

Notes to the Financial Statements

1. Reporting entity

Private Equity Holding AG (the “Company”) is a stock company incorporated under Swiss law with registered address at Gotthardstrasse 28, 6302 Zug, Switzerland. The business activity of the Company is mainly conducted through investing the Company's assets directly and indirectly through its Cayman Islands non-consolidated subsidiaries (together referred to as the “Group”).

The Company controls 100% of the voting rights and ownership interests in Private Equity Fund Finance Ltd. and Private Equity Direct Finance Ltd (the “Subsidiaries”). The non-consolidated Subsidiaries are incorporated in the Cayman Islands.

The business activity of the Company is the purchase, holding and disposal of investments held in private equity funds and directly in companies with above-average growth potential. The Board of Directors has appointed one of its members as the Board's Delegate, who is responsible for managing the day-to-day business of the Company. ALPHA Associates (Cayman) LP, Cayman Islands, and ALPHA Associates AG, Zurich, act as investment manager and investment adviser, respectively and provide certain support services to the Company.

2. Basis of preparation

a) Statement of compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standards (IAS) 34 “Interim Financial Reporting” and do not include all of the information required for full annual financial statements.

These condensed interim financial statements were authorised for issue on November 6, 2019 by the Board of Directors.

b) Estimates

The preparation of 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. The actual values may diverge from these estimates.

In preparing these condensed 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, 2019.

3. Significant accounting policies

The accounting and valuation principles applied in these interim financial statements correspond to those of the financial statements as at and for the year ended March 31, 2019, unless otherwise stated.

New standards and interpretations

The following new standards, amendments to standards and interpretations are effective for annual periods beginning on or after January 1, 2019.

- IFRS 16, “Leases”. The Company assessed its potential impact, based on the analysis of the factors in IFRS 16.B37, the Company concluded that this new standard has no impact on the accounting policies and overall results and financial position.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on January 1, 2019 that have a material effect on the condensed interim financial statements of the Company.

New standards, amendments and interpretations that are not yet effective and might be relevant for the Company

Of those standards and interpretations not yet effective, none is expected to have a significant impact on the Company's condensed interim financial statement in the period of initial application.

4. Treasury share transactions

The company held 143,846 treasury shares as of September 30, 2019 (September 30, 2018: 143,659; March 31, 2019: 144,423). The Company has the right to re-issue/sell the treasury shares at any time.

5. Administration expenses

Management and Administration fees as well as Performance fees paid by the Company and its non-consolidated subsidiaries are as follows:

EUR 1,000	PEH		Non-consolidated Subsidiaries		Total	
	01.04.19-30.09.19	01.04.18-30.09.18	01.04.19-30.09.19	01.04.18-30.09.18	01.04.19-30.09.19	01.04.18-30.09.18
Management and administration fees	226	217	1,760	1,801	1,986	2,018
Performance fees	—	—	520	2,727	520	2,727
Total	226	217	2,280	4,528	2,506	4,745

Management and performance fees are paid to ALPHA Associates (Cayman), L.P. a related party. As of September 30, 2019, total management and administration fees and performance fees payable by the Company and non-consolidated subsidiaries amounted to EUR 0.8 million (March 31, 2019: EUR 0.3 million).

Administration fees are paid to ALPHA Associates AG, a related party.

6. Corporate expenses

The corporate expenses mainly consist of marketing and public relation fees (EUR 126k / September 30, 2018: EUR 57k), board member fees (EUR 113k / September 30, 2018: EUR 119k) and bank charges and commitment fees (EUR 82k / September 30, 2018: 46k).

7. Payables and accrued expenses

EUR 1,000	30.09.19	31.03.19
Payables to third parties	7	7
Accrued expenses	85	159
Total payables and accrued expenses	92	166

8. Unfunded commitments

As of September 30, 2019, the Group's unfunded commitments amounted to EUR 106.2 million (March 31, 2019: EUR 95.8 million) (refer to Note 10).

9. Financial assets and liabilities at amortised cost

9.1 Interest bearing loans

Effective on August 29, 2018, the Company (the lender) entered into a loan agreement with Private Equity Direct Finance (a Subsidiary, the borrower) to lend the total sum of USD 2.0 million at the existing interest rate of 1 month LIBOR plus 225 basis points. The borrower shall repay the loan, including accumulated interest, at such time and in a manner to be designated by the lender. The total amount of interest bearing loans as of September 30, 2019, stood at EUR 1.9 million (March 31, 2019: EUR 1.8 million).

9.2 Borrowings and credit facility/pledged assets

With effect from June 1, 2017, the Company (the borrower) amended the loan agreement with Private Equity Fund Finance (a Subsidiary, the lender) to increase the maximum loan amount to CHF 70.0 million at the existing interest rate of 1 month LIBOR plus 200 basis points. The lender may extend further loans to the borrower if and as required by the borrower to carry on its business by entering into a letter agreement which shall be governed by the same provisions as set forth in the existing loan agreement. The lender may not request the repayment of any amount outstanding without giving at least 12 months notice. There is no contractually agreed expiry date. The total amount of interest bearing borrowings as of September 30, 2019 stood at EUR 44.3 million (March 31, 2019: EUR 47.4 million).

On December 20, 2013, the Company signed an agreement with Credit Suisse AG (subsequently transferred to Credit Suisse (Schweiz) AG) for a revolving credit facility, which allows the Company to bridge timing gaps between outflows and inflows, cover short-term liquidity squeezes and manage and hedge market risks. On December 21, 2018, the Company signed an amended agreement with Credit Suisse (Schweiz) AG for a EUR 20.0 million revolving credit facility, which was subsequently increased to EUR 30.0 million on September 16, 2019. This agreement will expire on December 31, 2021. The credit facility, if and when drawn, is secured by the Company's ownership interests in

Private Equity Fund Finance Ltd. and Private Equity Direct Finance Ltd. The applicable interest rate on any amounts outstanding under the facility is LIBOR for the requested currency term plus 185 basis points. The Company is obliged to pay a quarterly commitment fee of 22.5 basis points on the undrawn amount.

As of September 30, 2019, the credit facility drawn was EUR 9.6 million (March 31, 2019: None) and is presented as short-term bank borrowing in the balance sheet.

10. Investments in non-consolidated subsidiaries at fair value through profit or loss and financial assets at fair value through profit or loss

10.1 Investments in non-consolidated subsidiaries at fair value through profit or loss

	Percentage of capital held	Original currency	Nominal value 1,000	Book value 30.09.19 EUR 1,000	Book value 31.03.19 EUR 1,000
Investments in non-consolidated subsidiaries at fair value through profit or loss					
Private Equity Fund Finance Ltd., Cayman Islands (Investment company)	100%	CHF	13,885	246,117	233,810
Private Equity Direct Finance Ltd., Cayman Islands (Investment company)	100%	CHF	200,000	26,262	30,212
Total				272,379	264,022

	Private Equity Fund Finance Ltd.	Private Equity Direct Finance Ltd.	Total
Fund investments	189,607	—	189,607
Direct investments	4,922	33,953	38,875
Other balance sheet items	51,588	(7,691)	43,897
Book value 30.09.19	246,117	26,262	272,379

	Private Equity Fund Finance Ltd.	Private Equity Direct Finance Ltd.	Total
Fund investments	179,545	—	179,545
Direct investments	5,889	30,938	36,827
Other balance sheet items	48,376	(726)	47,650
Book value 31.03.19	233,810	30,212	264,022

The functional currency of the non-consolidated subsidiaries at fair value through profit or loss is EUR.

Investments held by the non-consolidated subsidiaries

	Vintage	Original fund currency	Commitments			Book values	
			Original amount FC 1,000	Paid in 30.09.19 FC 1,000	Unfunded commitment 30.09.19 EUR 1,000	Fair value 31.03.19 EUR 1,000	Fair value 30.09.19 EUR 1,000
Buyout Funds							
ABRY Heritage Partners ³	2016	USD	5,600	2,455	2,884	1,757	2,281
ABRY Partners IX	2019	USD	8,571	1,277	6,690	—	1,049
ABRY Partners VI ³	2008	USD	7,500	7,481	18	122	132
ABRY Partners VII ³	2011	USD	7,500	7,960	—	2,186	2,426
ABRY Partners VIII ³	2014	USD	9,375	9,891	—	7,239	8,037
ALPHA CEE II ²	2006	EUR	15,000	14,163	837	3,963	3,724
Avista Capital Partners ³	2006	USD	10,000	11,753	—	270	235
Avista Capital Partners II ³	2008	USD	10,000	13,113	—	2,080	1,496
Avista Capital Partners III ³	2011	USD	10,000	11,458	—	3,750	1,575
Avista Capital Partners IV ³	2017	USD	5,000	4,436	518	2,934	3,507
Bi-Invest Endowment Fund	2014	EUR	5,000	5,000	—	7,987	7,830
Bridgepoint Europe I B ¹	1998	GBP	15,000	620	—	36	52
Bridgepoint Europe IV ³	2008	EUR	10,000	10,251	199	3,570	3,214
Capvis Equity III ³	2008	EUR	10,000	10,857	545	3,657	4,493
Cinven VII	2019	EUR	5,000	—	5,000	—	—
Clayton, Dubilier and Rice Fund VI ¹	1998	USD	35,000	9,661	—	8	6
Eagletree Partners III ³	2012	USD	10,000	9,988	11	4,324	4,134
Eagletree Partners IV ³	2015	USD	10,000	7,054	2,702	6,950	7,109
Francisco Partners ³	2000	USD	3,222	2,937	270	35	41
Industri Kapital 2007 Fund ³	2007	EUR	10,000	10,410	—	140	136
Investindustrial IV ³	2008	EUR	10,000	10,810	—	4,173	4,321
Investindustrial V ³	2012	EUR	5,000	5,721	—	4,492	4,199
Investindustrial VI	2016	EUR	5,000	4,075	925	3,283	4,082
Investindustrial VII	2019	EUR	5,000	28	4,972	—	28
Mid Europa Fund IV ³	2014	EUR	10,000	9,928	72	10,981	10,367
Mid Europa Fund V	2018	EUR	5,000	120	4,880	—	(2)
Pollen Street Capital III	2016	GBP	9,000	6,240	3,113	7,989	8,687
Procuritas Capital Investors VI	2016	EUR	10,000	3,013	6,987	1,871	2,602
TA Associates XIII	2019	USD	5,000	—	4,586	—	—
Warburg Pincus China-Southeast Asia II	2019	USD	5,000	175	4,425	—	149
Warburg Pincus Private Equity X	2007	USD	15,000	15,263	15	4,881	5,246
Warburg Pincus Private Equity XII	2015	USD	6,000	5,409	542	4,268	5,428
Total Buyout Funds					50,190	92,945	96,584

Minor differences in totals are due to rounding.

¹ 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.

² Funds managed by ALPHA Associates (Cayman) LP. These funds are excluded from the NAV for the purpose of calculating the management fee.

³ Along with the unfunded commitments, distributions in the total amount of EUR 13.3 million (whereof Capvis Equity III accounts for EUR 2.0 million, Eagletree Partners III accounts for EUR 1.4 million and Mid Europa Fund IV accounts for EUR 1.2 million) are recallable from these funds as of September 30, 2019. 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.

⁴ Remaining commitment was reduced by the fund manager.

⁵ As of September 30, 2019, the EMP portfolio (Emerging Managers Program) consists of four underlying venture capital funds with vintage years 2018 and 2019. Two of these funds are denominated in USD (total original amount: USD 2.5 million; total amount paid-in as of September 30, 2019: USD 658k), and the other two are denominated in GBP (total original amount: GBP 1.3 million; total amount paid-in as of September 30, 2019: GBP 310k).

Investments held by the non-consolidated subsidiaries (continued)

	Vintage	Original fund currency	Commitments			Book values	
			Original amount FC 1,000	Paid in 30.09.19 FC 1,000	Unfunded commitment 30.09.19 EUR 1,000	Fair value 31.03.19 EUR 1,000	Fair value 30.09.19 EUR 1,000
Venture Funds							
Boulder Ventures IV	2001	USD	11,250	11,516	—	704	824
Carmel Software Fund	2000	USD	10,000	10,293	—	—	—
Carmel Software Fund (Secondary)	2000	USD	782	782	—	—	—
CDC Innovation 2000	2000	EUR	10,002	9,676	326	321	361
Clarus Lifesciences III	2013	USD	7,500	6,518	901	5,723	4,479
Clarus IV	2017	USD	7,500	2,729	4,376	1,798	2,578
Emerging Managers Program ⁵	2018-19	Various	Various	Various	2,807	(38)	1,021
Evolution Technology	2016	USD	5,000	4,588	378	5,559	6,175
Highland Europe I ³	2012	EUR	5,000	5,817	—	5,878	5,487
Highland Europe II	2015	EUR	5,000	4,680	320	5,443	5,908
Highland Europe III	2018	EUR	5,000	2,056	2,944	1,104	1,954
Institutional Venture Partners XII	2007	USD	5,000	5,000	—	1,144	940
Institutional Venture Partners XIII	2010	USD	5,000	5,000	—	2,675	2,371
Kennet III ³	2007	EUR	5,000	5,625	—	3,112	2,377
Medicxi III	2019	EUR	4,000	—	4,000	—	—
Pelion IV	2007	USD	1,693	1,693	—	2,424	3,641
Pelion V	2012	USD	1,039	989	46	707	917
Pelion VI	2015	USD	5,000	4,650	321	4,614	5,471
TAT Investments I	1997	USD	24,000	24,289	—	340	260
Undisclosed Growth Fund I	2011	EUR	5,000	5,527	—	4,747	4,353
Undisclosed Growth Fund II	2015	EUR	5,000	5,199	178	6,800	9,097
Undisclosed Growth Fund III	2018	USD	4,500	1,714	2,556	1,114	1,517
Total Venture Funds					19,153	54,168	59,731

For footnotes see bottom of page 17.

Minor differences in totals are due to rounding.

Investments held by the non-consolidated subsidiaries (continued)

	Vintage	Original fund currency	Commitments			Book values	
			Original amount FC 1,000	Paid in 30.09.19 FC 1,000	Unfunded commitment 30.09.19 EUR 1,000	Fair value 31.03.19 EUR 1,000	Fair value 30.09.19 EUR 1,000
Special Situation Funds							
ABRY Advanced Securities Fund ⁴	2008	USD	15,000	7,265	449	201	202
ABRY Advanced Securities Fund III ³	2014	USD	8,000	5,272	2,502	5,494	4,768
ABRY Advanced Securities Fund IV	2018	USD	10,000	1,057	8,202	292	900
ABRY Senior Equity IV ³	2013	USD	5,000	5,120	—	3,164	3,248
ABRY Senior Equity V ³	2016	USD	5,500	1,809	3,385	1,264	1,393
ALPHA CEE Opportunity IV ²	2016	EUR	10,000	7,491	2,509	7,208	9,185
ALPHA Russia & CIS Secondary ²	2010	USD	15,000	13,890	1,018	5,463	5,253
DB Secondary Opportunities Fund A ⁴	2007	USD	5,376	4,327	482	—	—
DB Secondary Opportunities Fund C	2007	USD	9,288	6,913	2,178	44	—
HIG Middle Market LBO III	2019	USD	5,000	—	4,586	—	—
OCM European Principal Opportunities Fund II	2007	EUR	5,000	4,995	5	214	60
OCM Opportunities Fund VII	2007	USD	5,000	5,000	—	219	226
OCM Opportunities Fund VIIb	2008	USD	5,000	4,500	459	114	102
Sycamore II ³	2014	USD	10,000	8,737	1,159	7,203	6,504
Sycamore III	2018	USD	10,000	1,385	7,901	965	964
WL Ross Recovery Fund IV ³	2007	USD	10,000	9,056	865	587	486
Total Special Situation Funds					35,699	32,431	33,292
Total Fund Investments					105,042	179,545	189,607

For footnotes see bottom of page 17.

Minor differences in totals are due to rounding.

	Vintage	Commitments			Book values		
		Original amount FC 1,000	Paid in 30.09.19 FC 1,000	Unfunded commitment 30.09.19 EUR 1,000	Fair value 31.03.19 EUR 1,000	Fair value 30.09.19 EUR 1,000	
Direct investments							
Acino Holding AG		USD	4,500		354	1,903	2,060
Applied Spectral Imaging		USD	4,462		—	2,203	2,268
Aston Martin		EUR	4,737		76	11,625	5,921
Cloudflare		USD	2,000		—	1,781	3,097
Dupont Sustainable Solutions		USD	6,513		695	693	5,279
Earnix		USD	201		—	3,374	3,473
Enanta Pharmaceuticals		USD	7,279		—	2,189	1,142
International Design Group (formerly Flos)		EUR	4,172		—	2,835	3,062
Microfabrica		USD	158		—	28	—
Morgan Motor		EUR	2,000		—	—	2,000
Neurotech		USD	2,203		—	486	500
Prysm		USD	420		—	—	—
Renaissance Learning		USD	5,005		—	4,596	5,101
Shawbrook		GBP	4,000		—	5,116	4,972
Total Direct investments					1,125	36,827	38,875

Minor differences in totals are due to rounding.

10.2 Movements in investments held by the non-consolidated subsidiaries

	Book values					Returns	
	Fair value	Capital	Return	Change in	Fair value	Total	Real.
	01.04.19	calls	of capital	unrealised	30.09.19		
EUR 1,000	EUR 1,000	EUR 1,000	gains/(losses)	EUR 1,000	distributions	gains/(losses)	
Funds (Private Equity Fund Finance)							
Buyout Funds	92,945	6,468	6,132	3,302	96,584	8,624	2,492
Venture Funds	54,168	4,754	2,370	3,179	59,731	5,451	3,081
Special Situation Funds	32,431	2,116	1,462	207	33,292	3,227	1,765
Total Funds	179,545	13,338	9,964	6,688	189,607	17,302	7,338
Direct Investments ¹	36,827	6,553	22	(4,484)	38,875	480	459
Total Investments held by the non-consolidated subsidiaries	216,372	19,891	9,986	2,204	228,482 ²	17,782	7,797

¹ Direct Investments were held by Private Equity Direct Finance and Private Equity Fund Finance (also refer to Note 10.1).

² In addition Private Equity Fund Finance held a quoted security, which was received as an in-kind distribution. As of September 30, 2019 the market value was EUR 101k.

Minor differences in totals are due to rounding.

10.3 Financial assets at fair value through profit or loss

	Commitments			Book values				Returns		
	Original currency	Original amount	Unfunded commitment	Fair value	Capital	Return	Change in	Fair value	Total	Real.
		FC 1,000	30.09.19	01.04.19	calls	of capital	unrealised	30.09.19		
		EUR 1,000	EUR 1,000	EUR 1,000	EUR 1,000	EUR 1,000	gains/(losses)	EUR 1,000	distributions	gains/(losses)
Actano Holding AG (Equity)	CHF	8,450	—	2,171	—	—	—	2,171	—	—
Minicap Technology Investments	CHF	10,967	—	—	—	—	—	—	—	—
Strategic European Technologies N.V.	EUR	18,151	—	201	—	—	—	201	—	—
Total financial assets at fair value through profit or loss			—	2,372	—	—	—	2,372	—	—

Minor differences in totals are due to rounding.

11. Net gains/(losses) from investments in non-consolidated subsidiaries at fair value through profit or loss and from financial assets at fair value through profit or loss

Non-consolidated subsidiaries			01.04.19-30.09.19	01.04.18-30.09.18
EUR 1,000				
Change in unrealised gains/(losses) on Private Equity Fund Finance Ltd.			12,307	16,261
Change in unrealised gains/(losses) on Private Equity Direct Finance Ltd.			(3,950)	11,230
Total net gains/(losses) from investments in non-consolidated subsidiaries at fair value through profit or loss			8,357	27,491
Financial assets			01.04.19-30.09.19	01.04.18-30.09.18
EUR 1,000				
Change in unrealised gains/(losses) from financial assets at fair value through profit or loss			—	(1,196)
Realised gains/(losses) from financial assets at fair value through profit or loss			—	—
Total net gains/(losses) from financial assets at fair value through profit or loss			—	(1,196)

12. Segment information

Due to the nature of the business (all private equity investments), the Board of Directors has decided that there are no separate reporting segments.

13. Disclosures about fair value of financial instruments

The table below analyses recurring fair value measurements for the Company's financial instruments. These fair value measurements are categorised 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
- 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 judgment, considering factors specific to the instrument. The determination of what constitutes "observable" requires significant judgment by the Company. The Company 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 analyses the Company's investments measured at fair value as of September 30, 2019 and March 31, 2019 on a look-through basis by the level in the fair value hierarchy into which the fair value measurement is categorised ¹:

As of September 30, 2019				
EUR 1,000	Level I	Level II	Level III	Total
Investments in non-consolidated subsidiaries (look-through)				
Quoted securities	101	—	—	101
Fund investments	—	—	189,607	189,607
Direct investments	7,063	—	31,812	38,875
Total investments in non-consolidated subsidiaries (look-through)	7,164	—	221,419	228,583
Financial assets at fair value through profit or loss				
Fund investments	—	—	201	201
Direct investments	—	—	2,171	2,171
Total financial assets measured at fair value through profit or loss	—	—	2,372	2,372
As of March 31, 2019				
EUR 1,000	Level I	Level II	Level III	Total
Investments in non-consolidated subsidiaries (look-through)				
Quoted securities	—	—	—	—
Fund investments	—	—	179,545	179,545
Direct investments	13,813	—	23,014	36,827
Total investments in non-consolidated subsidiaries (look-through)	13,813	—	202,559	216,372
Financial assets at fair value through profit or loss				
Fund investments	—	—	201	201
Direct investments	—	—	2,171	2,171
Total financial assets measured at fair value through profit or loss	—	—	2,372	2,372

¹ The Company has not disclosed the fair values for financial instruments measured at amortised cost. For short-term financial instruments such as cash and cash equivalent or receivables/payables, the carrying amount is generally considered a reasonable estimate of fair value. The fair value for long-term financial instruments such as interest bearing loans and borrowings, estimated by discounting contractual cash flows using current market interest rates is equivalent to the carrying amount.

Unquoted direct investments and loans

In estimating the fair value of unquoted direct investments and loans, the Company 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 Company 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 Company does not utilise valuation models with model inputs to calculate the fair value for its Level III investments. 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. No reasonably possible change in the inputs used in determining the fair value would cause the fair value of Level III investments to significantly change. 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 Company. 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 Company. 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 Company 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 Company 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 Company recognises 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, 2019.

The changes in investments measured at fair value for which the Company has used Level III inputs to determine fair value as of September 30, 2019 and March 31, 2019 are as follows:

As of September 30, 2019	Investments in non-consolidated subsidiaries at fair value through profit or loss	Financial assets at fair value through profit or loss	Total
EUR 1,000			
Fair value of Level III investments at the beginning of the period	202,559	2,372	204,931
Total capital calls from Level III investments	19,891	—	19,891
Total distributions from Level III investments	(17,335)	—	(17,335)
Total gains or losses:			
realised in profit or loss	7,371	—	7,371
unrealised in profit or loss ¹	8,933	—	8,933
Fair value of Level III investments at the end of the period	221,419	2,372	223,791

As of March 31, 2019	Investments in non-consolidated subsidiaries at fair value through profit or loss	Financial assets at fair value through profit or loss	Total
EUR 1,000			
Fair value of Level III investments at the beginning of the period	186,248	5,017	191,265
Transfer out of Level III (Aston Martin)	(11,625)	—	(11,625)
Total capital calls from Level III investments	40,730	—	40,730
Total distributions from Level III investments	(37,364)	—	(37,364)
Total gains or losses:			
realised in profit or loss	19,709	—	19,709
unrealised in profit or loss ¹	4,861	(2,645)	2,216
Fair value of Level III investments at the end of the period	202,559	2,372	204,931

¹ Unrealised profit or loss refers to instruments held at the reporting date.

For Level III fund and direct investments, the sensitivity analysis below (as of September 30, 2019 and March 31, 2019) represents the potential absolute change in fair value for each category. The fair values of such investments are valued by using an unobservable input factor and are directly affected by a change in that factor.

Should the significant unobservable input increase or decrease by 5%, the value of each category of investments would follow respectively by the absolute positive or negative amount.

The category "Direct investments" in the table below may include certain investments using the valuation technique "Reported fair value". The fair value of such direct investments is based on a reported fair value by the lead investor. Hence, we use the reported fair value rather than a direct investment valuation.

A sensitivity analysis has not been performed for direct investments that have been acquired within the last 9 months of the reporting period and where the acquisition cost was deemed to be the most appropriate fair value in accordance with IFRS 13.

Level III investment	Fair value 30.09.19 EUR 1,000	Valuation technique	Unobservable input	Sensitivity	
				+5%	-5%
Fund investments					
	189,808	Adjusted reported net asset value	Reported net asset value	9,490	(9,490)
Direct investments					
	5,741	Market comparable companies	Enterprise value to EBITDA multiple	287	(287)
	18,292	Reported fair value	Reported fair value	915	(915)
	9,450	Recent financing/transaction	Recent transaction price	n/a	n/a
	500	Other	Earnout	n/a	n/a

n/a = not meaningful

Level III investment	Fair value	Valuation technique	Unobservable input	Sensitivity	
	31.03.19 EUR 1,000			+5%	-5%
Fund investments					
	179,746	Adjusted reported net asset value	Reported net asset value	8,987	(8,987)
Direct investments					
	5,577	Market comparable companies	Enterprise value to EBITDA multiple	279	(279)
	16,230	Reported fair value	Reported fair value	811	(811)
	2,892	Recent financing/ transaction	Recent transaction price	n/a	n/a
	486	Other	Earnout	n/a	n/a

n/a = not meaningful

14. Subsequent events

There were no subsequent events.

Information for Investors

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

Corporate calendar

April 8, 2020	Preliminary NAV as of March 31, 2020
June 5, 2020	Annual Report 2019/2020
July 2, 2020	Annual General Meeting

NAV Publication as of the end of every month on www.peh.ch

Glossary of Terms

Capital calls	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.
Capital contributed (invested)	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.
Capital gain/(loss)	Difference between total distribution and the cost component of distribution of a specific investment.
Change in unrealised gain/(loss)	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.
Commitment	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.
Cost component of distribution (return of capital)	Portion of distribution which reflects the contributed capital.
Distribution	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.
Fair value (FV)	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.
NAV	Net asset value
Net acquisition cost (NAC)	Capital contributed minus cost component of distributions.
Realised gain/(loss)	Difference between total distribution and the cost component of distribution of a specific investment.
Unfunded commitment	Amount that the Group has not yet contributed to a private equity fund. Difference between original commitment and contributed capital.
Vintage year	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.

Private Equity Holding AG
Gotthardstrasse 28
CH-6302 Zug
Phone +41 41 726 79 80
Fax +41 41 726 79 81

www.peh.ch
info@peh.ch