

# Semi-annual Report

June 2016

**Publication date**

This report was released for publication on 12 August 2016.

The subsequent event note in the financial statements has been updated to 11 August 2016.

Amounts in this report are stated in USD thousands (TUSD) unless otherwise stated.

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## Castle Private Equity semi-annual report 2016

(All amounts in USD, unless when indicated otherwise)

	Six months to 30 June 2016	Six months to 30 June 2015	
Net asset value per share	16.40	16.12	
Net asset value	477 million	532 million	
Capital repayment to investors	—	—	
Share price in USD	16.20	15.30	
Share price in CHF	15.60	14.35	
Private equity assets	376 million	458 million	
Capital calls	4 million	9 million	
In per cent of initial uncalled	7 per cent	12 per cent	
Distributions	51 million	99 million	
As per cent of initial PE assets	12 per cent	20 per cent	
New commitments	—	—	No new commitments
Investment degree	79 per cent	86 per cent	
Uncalled commitments	53 million	66 million	
Uncalled as per cent of NAV	11 per cent	12 per cent	
Credit facility	5 million	10 million	Credit facility reduced to USD 5 million in June 2016
Credit facility use	—	—	
Cash position	102 million	78 million	
Treasury shares	—	—	
Treasury shares 2 <sup>nd</sup> line (bought for cancellation)	741,725	1,016,500	
Cancelled shares (Cumulative)	9,736,000	7,570,000	
Shares in circulation	29,063,100	32,970,731	

**Net asset value per share up 1.7 per cent for the first half of 2016**

**Ambiguous macro-economic factors cause uncertainty and increasing volatility**

**Fourth anniversary of Castle's harvesting strategy**

**Distribution proceeds boost liquidity position despite regular share buybacks**

**Dear shareholders**

During the course of the first six months of the year, the company's net asset value (NAV) per share increased by 1.7 per cent to USD 16.40. Castle's share price grew by 1.3 per cent, closing the first half of 2016 at USD 16.20 per share, representing a discount to NAV of 1.2 per cent.

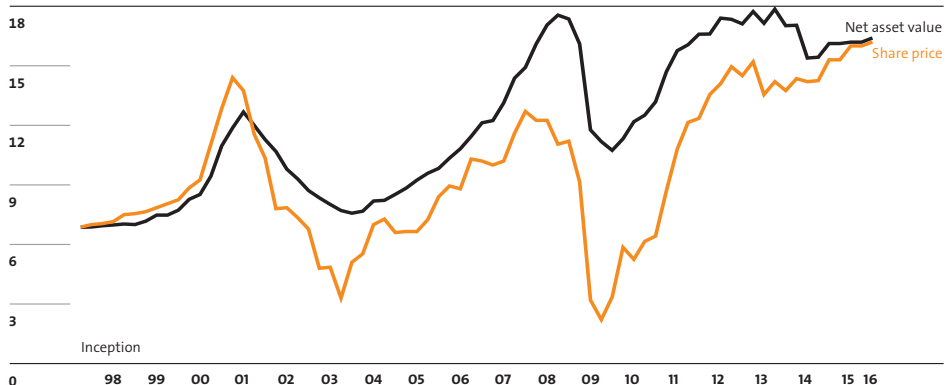
Performance in the first half of 2016 was muted by uncertainty and market volatility. The immediate impact on the private equity industry seemed to be a downshift in activity, marking a departure from the high levels of investments and exits of the last two years. Macroeconomic factors were ambiguous during the first six months, with the continued blight within the oil industry and the shockwave of the United Kingdom's decision to leave the European Union. In the US, investors worried over potential Fed interest rate hikes, inflated unicorn valuations and the upcoming presidential elections. While volatile and declining stock markets halted IPO's from private equity-backed companies around the globe and dividend recapitalisations completely dried up in adverse leveraged finance markets, cash-rich corporations remained a resilient source of liquidity for underlying fund managers.

In April 2016, Castle reached its fourth anniversary of the adoption of the harvesting strategy. Retrospectively, the harvesting strategy adopted has played out well for shareholders. The realisation of Investments combined with regular share buyback programs has significantly enhanced NAV per share. As a result, Castle has returned a total of over USD 385 million to its shareholders since August 2011. Furthermore, the Company's value grew to over USD 22 per share, when combining the current NAV per share of USD 16.40 with cumulative distributions.

As previously communicated, whilst a mature portfolio provides a more stable investment base, the inherent maturity of the investments creates a more limited upside. During the period under review, Castle Private Equity received distribution proceeds of over USD 51 million versus USD 99 million during the same period last year. With over USD 11 million in distributions, June marked the strongest month since the beginning of the year. Cash was generated from a mixture of transactions, including trade sales and IPO's, with portfolio companies in both the US and Europe contributing. The successful exit activity in the portfolio reflects the solid quality of the portfolio investments as well as the fact that Castle's portfolio profits from its mature investments.

With capital calls of only USD 6 million during the first six months, Castle Private Equity's net liquidity position increased during the period to USD 102 million, after taking account of investment activity within the portfolio and share buybacks.

**Share price and net asset value since inception**  
in USD per share



**Credit facility renewed**

In reflection of the portfolio harvesting strategy, LGT Banks' USD 10 million credit facility was replaced with a facility of USD 5 million, which currently terminates by June 2017. Castle Private Equity has historically arranged credit facilities to support its ability to service outstanding capital commitments, should existing portfolio cash flows be insufficient. With the adoption of the harvesting strategy, the low amount of uncalled capital of USD 53 million per June 2016 and the cash flow positive nature of its mature portfolio suggest that Castle does not expect to make material use of the available facility.

The exit environment remains supportive which should underpin further realisations from Castle's mature portfolio. Valuations have risen to record levels in some industries, driving up exit multiples and thus higher returns. Potential buyers in the current market include both private equity funds and a diverse group of trade buyers, while IPO's can also be an attractive exit route if public markets remain available. Overall, the board of directors remains confident about the prospects for Castle's harvesting strategy and believes that the Company's mature portfolio will continue to enhance shareholder value.

Yours sincerely,

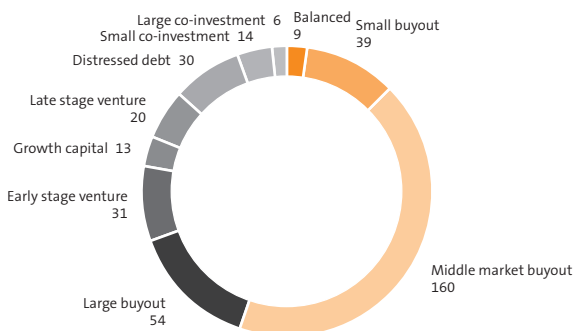
**LGT Private Equity Advisers AG**

**Major exits in the second quarter of 2016**

Partnership	Company	Sector, location	Exit channel
Bain Capital Europe Fund III, L.P.	Trinseo	industrials, USA	public markets
Battery Ventures VIII, L.P.	Brightree	information technology, USA	trade sale to ResMed
Columbia Capital Equity Partners IV (Non-US), L.P.	Zayo Bandwidth	telecommunication services, USA	public markets
Genstar Capital Partners V, L.P.	Netsmart	information technology, USA	secondary sale to GI Partners
STG III, L.P.	AlphaImpactRx	health care, USA	trade sale to IMS Health
TPG Partners V, L.P.	Vertafore	information technology, USA	secondary sale to Bain Capital

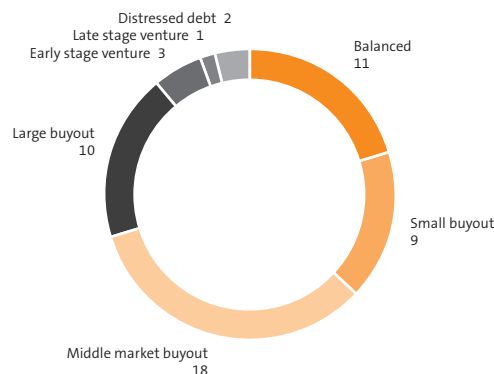
**Private equity assets by financing stage**

in USD millions



**Uncalled commitments by financing stage**

in USD millions



**Unaudited consolidated statement of comprehensive income**

For the period ended 30 June 2016 (all amounts in USD thousands unless otherwise stated)

	Note	1 January – 30 June 2016	1 January – 30 June 2015
<b>Income</b>			
<b>Income from non-current assets:</b>			
Net gain on investments designated at fair value through profit or loss	4	11,270	33,504
Net (loss)/gain on derivative financial instruments designated at fair value through profit or loss	4	(427)	86
<b>Total gains from non-current assets</b>		<b>10,843</b>	<b>33,590</b>
<b>Income from current assets:</b>			
Net loss on marketable securities designated at fair value through profit or loss	4	(8)	(59)
Loss on foreign exchange net		(28)	(100)
Interest income		2	14
Other income		8	—
<b>Total losses from current assets</b>		<b>(26)</b>	<b>(145)</b>
<b>Total income</b>		<b>10,817</b>	<b>33,445</b>
<b>Expenses</b>			
Management and performance fees	9	(2,661)	(6,369)
Expenses from investments		(433)	(991)
Other operating expenses		(592)	(753)
<b>Total operating expenses</b>		<b>(3,686)</b>	<b>(8,113)</b>
<b>Operating profit</b>		<b>7,131</b>	<b>25,332</b>
Finance costs		—	(2)
<b>Profit for the period before taxes</b>		<b>7,131</b>	<b>25,330</b>
Tax (expenses)/refund	6	(870)	1,356
<b>Profit for the period after taxes</b>		<b>6,261</b>	<b>26,686</b>
<b>Total comprehensive income for the period</b>		<b>6,261</b>	<b>26,686</b>
<b>Profit attributable to:</b>			
Shareholders		6,261	26,686
Non-controlling interests		—	—
		<b>6,261</b>	<b>26,686</b>
<b>Total comprehensive income attributable to:</b>			
Shareholders		6,261	26,686
Non-controlling interests		—	—
		<b>6,261</b>	<b>26,686</b>
<b>Earnings per share (USD) attributable to equity holders</b>			
Weighted average number of shares outstanding during the period		29,444,647	33,327,396
Basic profit per share		USD 0.21	USD 0.80
Diluted profit per share		USD 0.21	USD 0.80

The accompanying notes on page 10 to 32 form an integral part of these consolidated financial statements.

## Unaudited consolidated balance sheet

As of 30 June 2016 (all amounts in USD thousands unless otherwise stated)

	Note	30 June 2016	31 December 2015
<b>Assets</b>			
<b>Current assets:</b>			
Cash and cash equivalents		101,768	78,261
Accrued income and other receivables		522	177
<b>Total current assets</b>		<b>102,290</b>	<b>78,438</b>
<b>Non-current assets:</b>			
Investments designated at fair value through profit or loss	4	376,142	412,918
Derivative financial instruments designated at fair value through profit or loss	4	285	712
<b>Total non-current assets</b>		<b>376,427</b>	<b>413,630</b>
<b>Total assets</b>		<b>478,717</b>	<b>492,068</b>
<b>Liabilities</b>			
<b>Current liabilities:</b>			
Accounts payable and accrued liabilities		1,956	9,627
<b>Total current liabilities</b>		<b>1,956</b>	<b>9,627</b>
<b>Equity</b>			
<b>Shareholders' equity:</b>			
Share capital		113,844	113,844
Additional paid-in capital		62,965	62,965
Less treasury shares at cost (bought for cancellation)	8	(79,718)	(67,777)
Retained earnings		379,669	373,408
<b>Total shareholders' equity before non-controlling interests</b>		<b>476,760</b>	<b>482,440</b>
<b>Non-controlling interests</b>		<b>1</b>	<b>1</b>
<b>Total equity</b>		<b>476,761</b>	<b>482,441</b>
<b>Total liabilities and equity</b>		<b>478,717</b>	<b>492,068</b>
<b>Net asset value per share (USD)</b>			
Number of shares issued as at period end		33,464,000	33,464,000
Number of treasury shares (bought for cancellation) as at period end	8	(4,400,900)	(3,659,175)
Number of shares outstanding net of treasury shares as at period end		29,063,100	29,804,825
<b>Net asset value per share</b>		<b>16.40</b>	<b>16.19</b>

The accompanying notes on page 10 to 32 form an integral part of these consolidated financial statements.

## Unaudited consolidated statement of cash flows

For the period ended 30 June 2016 (all amounts in USD thousands unless otherwise stated)

	1 January – 30 June 2016	1 January – 30 June 2015
<b>Cash flows from/(used in) operating activities:</b>		
Purchase of investments	(3,573)	(7,204)
Proceeds from callable return of invested capital in investments	412	676
Proceeds from return of invested capital in investments	24,014	37,518
Proceeds from realised gains on investments	25,983	45,820
Proceeds from sales of securities	1,201	978
Interest received	2	14
Proceeds from other realised income	9	3
Investment expenses paid	(433)	(858)
Withholding taxes paid for investments	(938)	(793)
Withholding taxes refunded from investments	68	2,167
Other operating expenses paid	(11,074)	(17,667)
Capital tax paid	(31)	–
<b>Net cash flows from operating activities</b>	<b>35,640</b>	<b>60,654</b>
<b>Cash flows from/(used in) financing activities:</b>		
Finance costs	(2)	(4)
Proceeds from sales of treasury shares	–	6,100
Purchase of treasury shares (bought for cancellation)	(12,112)	(15,159)
<b>Net cash flows used in financing activities</b>	<b>(12,114)</b>	<b>(9,063)</b>
<b>Net increase in cash and cash equivalents</b>	<b>23,526</b>	<b>51,591</b>
Cash and cash equivalents at beginning of period	78,261	26,868
Exchange losses on cash and cash equivalents	(19)	(136)
<b>Cash and cash equivalents at end of period</b>	<b>101,768</b>	<b>78,323</b>
<b>Cash and cash equivalents consist of the following as at 30 June:</b>		
Cash at banks	98,768	9,323
Time deposits < 90 days	3,000	69,000
<b>Total</b>	<b>101,768</b>	<b>78,323</b>

The accompanying notes on page 10 to 32 form an integral part of these consolidated financial statements.



**Unaudited consolidated statement of changes in equity**

For the period ended 30 June 2016 (all amounts in USD thousands unless otherwise stated)

	Share capital	Additional paid-in capital	Less treasury shares	Retained earnings	Non-controlling interests	Total equity
<b>1 January 2015</b>	<b>121,213</b>	<b>62,965</b>	<b>(26,361)</b>	<b>358,884</b>	<b>1</b>	<b>516,702</b>
Total comprehensive income for the period	—	—	—	26,686	—	26,686
Sale of treasury shares	—	—	3,500	—	—	3,500
Purchase of treasury shares (bought for cancellation)	—	—	(15,354)	—	—	(15,354)
<b>30 June 2015</b>	<b>121,213</b>	<b>62,965</b>	<b>(38,215)</b>	<b>385,570</b>	<b>1</b>	<b>531,534</b>
<b>1 January 2016</b>	<b>113,844</b>	<b>62,965</b>	<b>(67,777)</b>	<b>373,408</b>	<b>1</b>	<b>482,441</b>
Total comprehensive income for the period	—	—	—	6,261	—	6,261
Purchase of treasury shares (bought for cancellation)	—	—	(11,941)	—	—	(11,941)
<b>30 June 2016</b>	<b>113,844</b>	<b>62,965</b>	<b>(79,718)</b>	<b>379,669</b>	<b>1</b>	<b>476,761</b>

The accompanying notes on page 10 to 32 form an integral part of these consolidated financial statements.

## Notes to the unaudited consolidated financial statements

For the period ended 30 June 2016

(All amounts in USD thousands unless otherwise stated)

### 1. Organisation and business activity

Castle Private Equity AG, Pfäffikon (“the Company”), is a stock corporation established for an indefinite period by deed dated 19 February 1997. The Company’s registered office is Schützenstrasse 6, CH-8808 Pfäffikon. The Company’s business is principally conducted through two fully consolidated subsidiaries (“the Subsidiaries”); Castle Private Equity (Overseas) Ltd. (“the Overseas Subsidiary”) and Castle Private Equity (International) plc (“the Ireland Subsidiary”). Since 4 September 1998 the shares of the Company have been listed in Swiss Francs on the SIX Swiss Exchange. On 21 January 2002 a listing in US Dollar on the SIX Swiss Exchange followed.

### 2. Basis of preparation

The accompanying consolidated interim financial statements of Castle Private Equity AG, Pfäffikon and its Subsidiaries (together the “Group”) have been prepared in accordance with International Accounting Standard 34 “Interim Financial Reporting” and comply with Swiss Law and the accounting guidelines laid down in the SIX Swiss Exchange’s Directive on Financial Report (DFR) for investment companies.

The consolidated interim financial statements of the Group have been prepared under the historical cost convention as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss. The principles of accounting applied in the interim consolidated financial statements as per 30 June 2016 correspond to those of the annual report 2015, unless otherwise stated. The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2015, which have been prepared in accordance with International Financial Reporting Standards (IFRS) formulated by the International Accounting Standards Board (IASB).

#### a) Standards and amendments to published standards that are mandatory for the financial year beginning on or after 1 January 2016

- Amendments to IFRS 10, IFRS 12 and IAS 28, “Investment Entities: Applying the Consolidation Exception”, (effective for annual periods beginning on or after 1 January 2016).

These amendments clarify the following:

**Exemption from preparing consolidated financial statements.** The amendments confirm that the exemption from preparing consolidated financial statements for an intermediate parent entity is available to a parent entity that is a subsidiary of an investment entity, even if the investment entity measures all of its subsidiaries at fair value.

**A subsidiary providing services that relate to the parent’s investment activities.** A subsidiary that provides services related to the parent’s investment activities should not be consolidated if the subsidiary itself is an investment entity.

**Application of the equity method by a non-investment entity investor to an investment entity investee.** When applying the equity method to an associate or a joint venture, a non-investment entity investor in an investment entity may retain the fair value measurement applied by the associate or joint venture to its interests in subsidiaries.

**Disclosures required.** An investment entity measuring all of its subsidiaries at fair value provides the disclosures relating to investment entities required by IFRS 12.

The amendment to IFRS 10 states that a subsidiary that provides services related to the parent's investment activities should not be consolidated if the subsidiary itself is an investment entity. The board of directors of the Company have made an assessment as to whether the Company's Subsidiaries meet the definition of an investment entity. IFRS 10 provides that an investment entity should have the following typical characteristics [IFRS 10:28]:

- it has more than one investment
- it has more than one investor
- it has investors that are not related parties of the entity
- it has ownership interests in the form of equity or similar interests.

The absence of any of these typical characteristics does not necessarily disqualify an entity from being classified as an investment entity. However, an investment entity is still required to consolidate a subsidiary where that subsidiary provides services that relate to the investment entity's investment activities [IFRS 10:32].

The Overseas Subsidiary, which holds the Ireland Subsidiary, does not have two of the above characteristics; it has just one investor and that investor is a related party. The Overseas and Ireland Subsidiaries both have an investment management agreement with LGT Private Equity Advisers AG and thus provide the Company with investment management services.

After reviewing the conditions and particulars described above, the board of directors came to the opinion that the Subsidiaries do not qualify as investment entities, but are effectively operating subsidiaries. They provide requisite services to the Company and incur costs in doing so, thus the Company will continue to consolidate its Subsidiaries.

**b) Standards and amendments to published standards effective after 1 January 2016 that have not been early adopted**

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2016, and have not been applied in preparing these interim financial statements. None of these are expected to have a significant effect on the financial statements of the Group, except the following set out below:

- IFRS 9, "Financial instruments", for annual periods beginning on or after 1 January 2018, retrospective application, earlier application permitted): The complete version of IFRS 9 "Financial Instruments" includes requirements on the classification and measurement of financial assets and liabilities; it defines three classification categories for debt instruments: amortised cost, fair value through other comprehensive income ("FVOCI") and fair value through profit or loss ("FVPL").

Classification for investments in debt instruments is driven by the entity's business model for managing financial assets and their contractual cash flows. Investments in equity instruments are always measured at fair value. However, management can make an irrevocable election to present changes in fair value in other comprehensive income, provided the instrument is not held for trading. No changes were introduced for the classification and measurement of financial liabilities, except for the recognition of changes in own credit risk in other comprehensive income for liabilities designated at fair value through profit or loss.

IFRS 9 also contains a new impairment model which will result in earlier recognition of losses. The expected credit losses (ECL) model is a "three-stage" model for impairment based on changes in credit quality since initial recognition. In addition, the new standard contains amendments to general hedge accounting that will enable entities to better reflect their risk management activities in their financial statements. The Group has yet to assess the full impact of this standard and has not yet decided when to adopt it. The implementation of these amendments would not lead to any changes in the consolidation net asset value of the Group.

There are no other standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a material impact on the Group.

#### **c) Segment reporting**

IFRS 8 requires entities to define operating segments and segment performance in the financial statements based on information used by the chief operating decision-maker. The investment manager is considered to be the chief operating decision-maker. An operating segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different from those of other operating segments.

The sole operating segment of the Group is investing in private equity. The investment manager works as a team for the entire portfolio, asset allocation is based on a single, integrated investment strategy and the Group's performance is evaluated on an overall basis. Thus the results published in this report correspond to the sole operating segment of investing in private equity.

### **3. Basis of consolidation**

The consolidated interim financial statements per 30 June 2016 are based on the financial statements of the individual Group companies prepared using the same accounting principles applied in the consolidated financial statements for the year ended 31 December 2015.

The consolidated interim financial statements include all assets and liabilities of Castle Private Equity AG and its direct and indirect subsidiaries:

- Castle Private Equity (Overseas) Ltd., Cayman Islands; and
- Castle Private Equity (International) plc, Ireland

#### 4. Investments and securities designated at fair value through profit or loss

As of 30 June 2016 the Group had subscribed interests in 107 (31 December 2015: 107) private equity investments vehicles (mainly limited partnerships), domiciled in the United States of America, the Cayman Islands, Europe and other jurisdictions. The total committed capital amounted to TUSD 1,238,652 (31 December 2015: TUSD 1,232,501) of which TUSD 1,185,566 (31 December 2015: TUSD 1,176,376) was paid in. The details of the investments are shown in the investment schedule on pages 15 to 19 and the investment movement schedule below and on page 20.

#### Movements in investments and securities designated at fair value through profit or loss<sup>1)</sup>

For the period ended 30 June 2016 (all amounts in USD thousands unless otherwise stated)

2016	Value per 1 January 2016	Additions (capital calls) <sup>2)</sup>	Disposals (returns of capital)	Unrealised gains	Unrealised losses	Value per 30.6.2016	Total real- ised gains/ (losses) per 30.6.2016 <sup>3)</sup>	Net gains/ (losses) per 30.6.2016	Uncalled commit- ment amount <sup>4)</sup>
<b>Marketable securities</b>	—	<b>1,209</b>	<b>(1,209)</b>	—	—	—	<b>(8)</b>	<b>(8)</b>	—
<b>Balanced stage</b>	<b>10,245</b>	—	<b>(300)</b>	<b>136</b>	<b>(978)</b>	<b>9,103</b>	<b>1,110</b>	<b>268</b>	<b>10,858</b>
<b>Buyout stage</b>									
large buyout stage	69,956	193	(7,474)	965	(9,516)	54,124	8,078	(473)	9,801
middle market buyout stage	165,465	961	(7,449)	7,953	(7,014)	159,916	9,085	10,024	17,752
small buyout stage	37,735	720	(1,288)	2,092	(430)	38,829	1,342	3,004	8,603
<b>Total buyout stage</b>	<b>273,156</b>	<b>1,874</b>	<b>(16,211)</b>	<b>11,010</b>	<b>(16,960)</b>	<b>252,869</b>	<b>18,505</b>	<b>12,555</b>	<b>36,156</b>
<b>Special situations stage</b>									
distressed debt stage	34,481	—	(1,418)	138	(3,032)	30,169	1,425	(1,469)	1,746
<b>Total special situations stage</b>	<b>34,481</b>	—	<b>(1,418)</b>	<b>138</b>	<b>(3,032)</b>	<b>30,169</b>	<b>1,425</b>	<b>(1,469)</b>	<b>1,746</b>
<b>Venture stage</b>									
early stage venture	36,135	222	(3,068)	1,833	(3,751)	31,371	3,471	1,553	3,441
growth capital stage	12,261	1,099	—	144	(760)	12,744	34	(582)	311
late stage venture	26,175	—	(3,591)	1	(2,705)	19,880	1,015	(1,689)	574
<b>Total venture stage</b>	<b>74,571</b>	<b>1,321</b>	<b>(6,659)</b>	<b>1,978</b>	<b>(7,216)</b>	<b>63,995</b>	<b>4,520</b>	<b>(718)</b>	<b>4,326</b>
<b>Co-Investment</b>									
large buyout stage	7,321	—	(504)	60	(445)	6,432	589	204	—
small buyout stage	13,144	—	—	430	—	13,574	—	430	—
<b>Total co-investment</b>	<b>20,465</b>	—	<b>(504)</b>	<b>490</b>	<b>(445)</b>	<b>20,006</b>	<b>589</b>	<b>634</b>	—
<b>Total investments</b>	<b>412,918</b>	<b>3,195</b>	<b>(25,092)</b>	<b>13,752</b>	<b>(28,631)</b>	<b>376,142</b>	<b>26,149</b>	<b>11,270</b>	<b>53,086</b>
<b>Derivative financial instruments</b>									
Deferred put option (Currency Hedge)	712	—	—	—	(427)	285	—	(427)	—
<b>Total derivative financial instruments</b>	<b>712</b>	—	—	—	<b>(427)</b>	<b>285</b>	—	<b>(427)</b>	—
<b>Total investments, marketable securities and derivative financial instruments</b>	<b>413,630</b>	<b>4,404</b>	<b>(26,301)</b>	<b>13,752</b>	<b>(29,058)</b>	<b>376,427</b>	<b>26,141</b>	<b>10,835</b>	<b>53,086</b>

<sup>1)</sup> Numbers may not fully add up due to rounding.

<sup>2)</sup> Includes callable returns of capital and adjustments due to sales of investments.

<sup>3)</sup> Includes callable distributed realised gains.

<sup>4)</sup> Does not include paid in capital for deferred put option.

2015		Value per 1 January 2015	Additions (capital calls) <sup>3)</sup>	Disposals (returns of capital)	Unrealised gains	Unrealised losses	Value per 30.6.2015	Total real- ised gains/ (losses) per 30.6.2015 <sup>3)</sup>	Net gains/ (losses) per 30.6.2015	Uncalled commit- ment amount <sup>4)</sup>
<b>Marketable securities</b>		—	<b>1,037</b>	<b>(1,037)</b>	—	—	—	<b>(59)</b>	<b>(59)</b>	—
<b>Balanced stage</b>		<b>12,376</b>	—	<b>(1,305)</b>	<b>372</b>	<b>(118)</b>	<b>11,325</b>	<b>150</b>	<b>404</b>	<b>10,858</b>
<b>Buyout stage</b>	large buyout stage	101,684	506	(12,794)	923	(10,438)	79,881	11,992	2,477	10,693
	middle market buyout stage	181,825	4,422	(8,015)	7,665	(6,320)	179,577	8,580	9,925	24,139
	small buyout stage	52,013	1,013	(5,798)	698	(4,514)	43,412	4,732	916	11,052
	<b>Total buyout stage</b>	<b>335,522</b>	<b>5,941</b>	<b>(26,607)</b>	<b>9,286</b>	<b>(21,272)</b>	<b>302,870</b>	<b>25,304</b>	<b>13,318</b>	<b>45,884</b>
<b>Special situations stage</b>	distressed debt stage	43,804	—	(4,996)	2,913	(2,279)	39,442	1,143	1,777	1,946
	<b>Total special situations stage</b>	<b>43,804</b>	—	<b>(4,996)</b>	<b>2,913</b>	<b>(2,279)</b>	<b>39,442</b>	<b>1,143</b>	<b>1,777</b>	<b>1,946</b>
<b>Venture stage</b>	early stage venture	39,748	214	(2,420)	2,354	(1,984)	37,912	5,514	5,884	3,940
	growth capital stage	14,419	461	(370)	—	(1,412)	13,098	1,513	101	2,471
	late stage venture	31,618	71	(1,507)	2,368	(1,970)	30,580	8,576	8,974	584
	<b>Total venture stage</b>	<b>85,785</b>	<b>746</b>	<b>(4,297)</b>	<b>4,722</b>	<b>(5,366)</b>	<b>81,590</b>	<b>15,603</b>	<b>14,959</b>	<b>6,995</b>
<b>Co-Investment</b>	large buyout stage	11,451	—	(2,801)	93	(1,238)	7,505	1,959	814	—
	small buyout stage	14,690	—	—	—	(366)	14,324	—	(366)	—
	<b>Total co-investment</b>	<b>26,141</b>	—	<b>(2,801)</b>	<b>93</b>	<b>(1,604)</b>	<b>21,829</b>	<b>1,959</b>	<b>448</b>	—
<b>Total investments</b>		<b>503,628</b>	<b>6,687</b>	<b>(40,006)</b>	<b>17,386</b>	<b>(30,639)</b>	<b>457,056</b>	<b>44,159</b>	<b>30,906</b>	<b>65,683</b>
<b>Derivative financial instruments</b>	Deferred put option (Currency Hedge)	1,228	—	(89)	—	(331)	808	417	86	—
	<b>Total derivative financial instruments</b>	<b>1,228</b>	—	<b>(89)</b>	—	<b>(331)</b>	<b>808</b>	<b>417</b>	<b>86</b>	—
<b>Total investments, marketable securities and derivative financial instruments</b>		<b>504,856</b>	<b>7,724</b>	<b>(41,132)</b>	<b>17,386</b>	<b>(30,970)</b>	<b>457,864</b>	<b>44,517</b>	<b>30,933</b>	<b>65,683</b>

<sup>1)</sup> Numbers may not fully add up due to rounding.

<sup>2)</sup> Includes callable returns of capital and adjustments due to sales of investments.

<sup>3)</sup> Includes callable distributed realised gains.

<sup>4)</sup> Does not include paid in capital for deferred put option.

In general, movements in investments and securities designated at fair value through profit or loss, except for unrealised gains and losses, directly result in cash flows for the Group. In certain cases, such transactions may not be settled in cash. The consolidated statement of cash flows on page 8 shows the cash transactions in the portfolio and the cash flow reconciliation on page 20 shows the portfolio's non-cash transactions and provides a reconciliation to the movement schedules.

## Investments and securities designated at fair value through profit or loss<sup>1)</sup>

As of 30 June 2016 (all amounts in USD thousands unless otherwise stated)

	Deal currency	Vintage year	Geography	Commitment 31.12.2015	Cost 1.1.2015	Cost 31.12.2015	Fair value 31.12.2015	Commitment 30.6.2016	Cost 30.6.2016	Fair value 30.6.2016	FMV in %
<b>Balanced stage</b>											
Chancellor Offshore Partnership Fund, L.P.	USD	1997	North America	235,000	—	—	3,673	235,000	—	3,808	1.01%
Chancellor Partnership Fund, L.P.	USD	1997	North America	14,518	—	—	—	14,518	—	—	0.00%
Landmark Equity Partners III, L.P. (Secondary – Vinegar) <sup>2),5)</sup>	USD	1998	North America	12,171	—	—	16	12,171	—	—	0.00%
Crown Global Secondaries plc	USD	2004	North America	30,000	7,732	5,917	6,556	30,000	5,617	5,295	1.41%
<b>Total balanced stage</b>				<b>291,689</b>	<b>7,732</b>	<b>5,917</b>	<b>10,245</b>	<b>291,689</b>	<b>5,617</b>	<b>9,103</b>	<b>2.42%</b>
<b>Buyout stage</b>											
<b>Large buyout</b>											
Doughty Hanson & Co III, L.P. 15	USD	1997	Europe	10,000	2,292	2,292	1,925	10,000	2,292	2,597	0.69%
Clayton, Dubilier & Rice Fund VI, L.P.	USD	1998	North America	10,000	2,600	2,600	25	10,000	2,600	24	0.01%
BC European Capital VII <sup>3)</sup>	EUR	2000	Europe	10,870	2,132	2,132	53	11,115	2,132	55	0.01%
Permira Europe II, L.P. II <sup>3)</sup>	EUR	2000	Europe	10,870	2,340	2,280	86	11,115	2,280	100	0.03%
TPG Parallel III, L.P.	USD	2000	North America	5,000	1,300	1,253	165	5,000	1,218	109	0.03%
T3 Parallel II, L.P.	USD	2001	North America	5,000	1,520	1,239	344	5,000	1,030	82	0.02%
Warburg Pincus Private Equity VIII, L.P.	USD	2001	North America	15,000	—	—	3,803	15,000	—	3,498	0.93%
Permira Europe III, L.P. II <sup>3)</sup>	EUR	2003	Europe	10,870	4,747	3,298	936	11,115	3,227	416	0.11%
TPG Partners IV, L.P.	USD	2003	North America	13,954	7,298	6,509	4,364	13,954	5,852	2,680	0.71%
Silver Lake Partners II, L.P.	USD	2004	North America	10,000	4,221	2,271	3,089	10,000	1,625	2,026	0.54%
Clayton, Dubilier & Rice Fund VII, L.P.	USD	2005	North America	15,000	4,592	2,889	6,881	15,000	1,712	4,298	1.14%
Greenhill Capital Partners II, L.P.	USD	2005	North America	10,000	5,472	4,590	1,779	10,000	4,590	2,056	0.55%
KKR European Fund II, L.P. <sup>3)</sup>	EUR	2005	Europe	10,870	7,334	6,332	3,526	11,115	5,952	2,931	0.78%
First Reserve XI, L.P.	USD	2006	North America	15,000	10,549	10,182	2,407	15,000	10,182	1,257	0.33%
Permira IV, L.P. 2 <sup>3)</sup>	EUR	2006	Europe	11,413	6,357	3,253	1,850	11,670	2,483	1,065	0.28%
TPG Partners V, L.P.	USD	2006	North America	28,727	21,754	18,978	16,432	28,727	17,274	12,148	3.23%
Clayton, Dubilier & Rice Fund VII (Co-Investment), L.P.	USD	2007	North America	3,000	1,501	796	2,439	3,000	136	1,080	0.29%
Bain Capital Fund X, L.P.	USD	2008	North America	12,000	8,264	6,735	6,516	12,000	6,294	6,043	1.61%
Bain Capital X Coinvestment Fund, L.P.	USD	2008	North America	420	303	279	269	420	279	256	0.07%
TPG Partners VI, L.P.	USD	2008	North America	18,000	12,635	11,291	13,067	18,000	10,763	11,403	3.03%
<b>Total large buyout</b>				<b>225,994</b>	<b>107,211</b>	<b>89,199</b>	<b>69,956</b>	<b>227,231</b>	<b>81,921</b>	<b>54,124</b>	<b>14.38%</b>
<b>Middle market buyout</b>											
Carlyle II Co-Investments <sup>6)</sup>	USD	1997	North America	395	108	108	3	395	108	3	0.00%
Carlyle International Partners II, L.P.	USD	1997	North America	3,000	71	71	—	3,000	71	—	0.00%
3i Europartners IIIA, L.P. <sup>3)</sup>	EUR	1999	Europe	—	1,403	—	—	—	—	—	0.00%
The Triton Fund (No. 9) L.P. <sup>3)</sup>	EUR	1999	Europe	9,448	720	720	143	9,660	720	146	0.04%
Newbridge Asia III, L.P.	USD	2000	Asia	—	1,217	—	—	—	—	—	0.00%
Warburg Pincus International Partners, L.P.	USD	2000	Europe	10,000	64	—	2,026	10,000	—	2,022	0.54%

	Deal currency	Vintage year	Geography	Commitment 31.12.2015	Cost 1.1.2015	Cost 31.12.2015	Fair value 31.12.2015	Commitment 30.6.2016	Cost 30.6.2016	Fair value 30.6.2016	FMV in %
Bain Capital Fund VII-E, L.P.	USD	2002	Europe	8,000	1,205	1,205	—	8,000	1,205	—	0.00%
J.W. Childs Equity Partners III, L.P.	USD	2002	North America	12,000	962	952	—	12,000	952	—	0.00%
Bain Capital Fund VIII-E, L.P. <sup>3)</sup>	EUR	2004	Europe	10,870	6,321	5,069	3,509	11,115	4,926	2,472	0.66%
Odyssey Investment Partners III, L.P.	USD	2004	North America	10,000	1,746	1,736	3,090	10,000	1,736	3,099	0.82%
Asia Opportunity Fund II, L.P.	USD	2005	Asia	—	2,135	—	—	—	—	—	0.00%
Newbridge Asia IV, L.P.	USD	2005	Asia	10,000	3,938	3,722	1,103	10,000	3,722	1,140	0.30%
SB Asia Investment Fund II, L.P.	USD	2005	Asia	7,000	3,057	2,499	10,428	7,000	2,159	7,612	2.02%
Chequers XV, FCPR <sup>3)</sup>	EUR	2006	Europe	8,696	4,654	4,076	1,961	8,892	3,692	1,770	0.47%
Court Square Capital Partners II, L.P.	USD	2006	North America	15,000	8,143	6,800	6,844	15,000	6,717	6,846	1.82%
Polish Enterprise Fund VI, L.P. <sup>3)</sup>	EUR	2006	Europe	10,870	10,185	9,261	12,336	11,115	9,261	12,550	3.33%
The Triton Fund II, L.P. <sup>3)</sup>	EUR	2006	Europe	13,044	9,506	6,250	4,814	13,337	5,391	3,513	0.93%
Wellspring Capital Partners IV, L.P.	USD	2006	North America	10,000	5,356	4,152	4,935	10,000	4,152	4,805	1.28%
<b>Advent Latin American Private Equity</b>											
Fund IV, L.P.	USD	2007	Other	10,000	6,449	6,039	4,341	10,000	5,193	3,957	1.05%
CDH China Fund III, L.P.	USD	2007	Asia	9,000	2,700	1,962	7,716	9,000	1,962	8,585	2.28%
CDH Supplementary Fund III, L.P.	USD	2007	Asia	3,000	1,658	1,562	2,897	3,000	1,562	3,278	0.87%
Crown Asia-Pacific Private Equity plc	USD	2007	Asia	40,000	24,875	21,875	28,805	40,000	20,995	26,441	7.02%
EOS Capital Partners IV, L.P.	USD	2007	North America	15,000	9,136	8,444	10,932	15,000	8,444	11,982	3.18%
Genstar Capital Partners V, L.P.	USD	2007	North America	10,000	4,722	4,035	5,683	10,000	4,053	4,532	1.20%
SAIF Partners III, L.P.	USD	2007	Asia	10,000	8,696	6,936	14,308	10,000	6,889	14,392	3.82%
STG III, L.P.	USD	2007	North America	9,450	7,510	6,291	8,166	9,450	4,076	6,578	1.75%
Bain Capital Europe Fund III, L.P. <sup>3)</sup>	EUR	2008	Europe	10,870	9,809	7,211	10,224	11,115	5,915	9,990	2.65%
Hahn & Company I, L.P.	USD	2011	Asia	10,000	6,503	7,273	12,070	10,000	7,273	14,899	3.96%
Bain Capital Asia Fund II, L.P.	USD	2012	Asia	10,000	4,943	7,353	9,131	10,000	7,940	9,304	2.47%
<b>Total middle market buyout</b>				<b>275,643</b>	<b>147,792</b>	<b>125,602</b>	<b>165,465</b>	<b>277,079</b>	<b>119,114</b>	<b>159,916</b>	<b>42.48%</b>
<b>Small buyout</b>											
Chequers Capital FCPR <sup>3)</sup>	EUR	2002	Europe	9,240	3,184	2,661	1,364	9,448	2,661	1,573	0.42%
MBO Capital FCPR <sup>3)</sup>	EUR	2002	Europe	5,435	—	—	523	5,558	—	196	0.05%
Nmas1 Private Equity Fund No.2 L.P. <sup>3)</sup>	EUR	2002	Europe	5,435	1,256	1,256	166	5,558	1,256	167	0.04%
Arsenal Capital Partners QP II-B, L.P.	USD	2006	North America	13,000	6,264	4,899	9,560	13,000	4,830	10,684	2.84%
Bancroft II, L.P. (Secondary – Atlantic) <sup>3)</sup> <sup>5)</sup>	EUR	2006	Europe	3,800	—	—	280	3,884	—	245	0.07%
J.P. Morgan Italian Fund III (Secondary – Atlantic) <sup>3)</sup> <sup>5)</sup>	EUR	2006	Europe	7,376	6,183	6,183	—	7,543	6,183	—	0.00%
Wynnchurch Capital Partners II, L.P.	USD	2006	North America	7,500	3,723	3,570	2,769	7,500	3,570	3,147	0.84%
Crown European Buyout Opportunities II plc <sup>3)</sup>	EUR	2007	Europe	32,610	19,680	16,584	18,592	33,345	16,084	18,403	4.89%
PortPEP Limited (Secondary – Port) <sup>3)</sup>	EUR	2011	Europe	11,740	3,363	—	4,481	12,004	—	4,414	1.17%
<b>Total small buyout</b>				<b>96,136</b>	<b>43,653</b>	<b>35,153</b>	<b>37,735</b>	<b>97,840</b>	<b>34,584</b>	<b>38,829</b>	<b>10.32%</b>
<b>Total buyout stage</b>				<b>597,773</b>	<b>298,656</b>	<b>249,954</b>	<b>273,156</b>	<b>602,150</b>	<b>235,619</b>	<b>252,869</b>	<b>67.18%</b>



	Deal currency	Vintage year	Geography	Commitment 31.12.2015	Cost 1.1.2015	Cost 31.12.2015	Fair value 31.12.2015	Commitment 30.6.2016	Cost 30.6.2016	Fair value 30.6.2016	FMV in %
<b>Special situations stage</b>											
<b>Distressed debt</b>											
OCM Opportunities Fund IV, L.P.	USD	2001	North America	5,000	—	—	15	5,000	—	16	0.00%
OCM Principal Opportunities Fund II, L.P.	USD	2001	North America	5,000	—	—	5	5,000	—	5	0.00%
OCM Opportunities Fund IVb, L.P.	USD	2002	North America	5,000	—	—	12	5,000	—	13	0.00%
Sun Capital Securities Offshore Fund, Ltd.	USD	2004	North America	10,000	4,965	4,724	1,035	10,000	4,441	776	0.21%
OCM European Principal Opportunities Fund, L.P.	USD	2006	Europe	15,000	—	—	1,238	15,000	—	1,280	0.34%
OCM Principal Opportunities Fund IV, L.P.	USD	2006	North America	10,000	—	—	5,234	10,000	—	4,376	1.16%
Sun Capital Securities Offshore Fund, Ltd. (Second Tranche)	USD	2006	North America	10,000	2,131	1,930	1,102	10,000	1,905	1,100	0.29%
Fortress Investment Fund V (Coinvestment Fund D), L.P.	USD	2007	North America	7,200	5,481	5,481	3,626	7,200	4,858	2,944	0.78%
Fortress Investment Fund V (Fund D), L.P.	USD	2007	North America	7,500	4,369	3,926	8,971	7,500	3,438	7,496	1.99%
OCM Opportunities Fund VII, L.P.	USD	2007	North America	10,000	—	—	1,216	10,000	—	1,119	0.30%
Castlelake I, L.P.	USD	2007	North America	15,000	3,393	—	6,841	15,000	—	6,004	1.59%
Oaktree European Credit Opportunities Fund, L.P. <sup>3)</sup>	EUR	2008	Europe	10,870	4,764	4,688	83	11,115	4,688	86	0.02%
OCM European Principal Opportunities Fund II, L.P. <sup>3)</sup>	EUR	2008	Europe	8,153	2,421	1,718	3,793	8,336	1,718	3,601	0.96%
OCM Opportunities Fund VIIb, L.P.	USD	2008	North America	13,500	—	—	1,310	13,500	—	1,353	0.36%
<b>Total distressed debt</b>				<b>132,223</b>	<b>27,524</b>	<b>22,467</b>	<b>34,481</b>	<b>132,651</b>	<b>21,048</b>	<b>30,169</b>	<b>8.01%</b>
<b>Total special situations stage</b>				<b>132,223</b>	<b>27,524</b>	<b>22,467</b>	<b>34,481</b>	<b>132,651</b>	<b>21,048</b>	<b>30,169</b>	<b>8.01%</b>
<b>Venture stage</b>											
<b>Early stage venture</b>											
Strategic European Technologies N.V. <sup>3)</sup>	EUR	1997	Europe	7,448	—	—	216	7,616	—	155	0.04%
Invesco Venture Partnership Fund II, L.P.	USD	1999	North America	15,000	1,953	1,658	592	15,000	1,355	90	0.02%
Balderton Capital I, L.P.	USD	2000	Europe	5,333	3,329	3,315	1,410	5,333	3,315	1,207	0.32%
Chancellor V, L.P.	USD	2000	North America	20,000	3,803	3,493	1,788	20,000	3,493	1,947	0.52%
Galileo III FCPR <sup>3)</sup>	EUR	2000	Europe	6,868	2,775	2,775	2,905	7,023	1,024	1,447	0.38%
Jerusalem Venture Partners IV, L.P.	USD	2000	Other	8,000	1,061	—	1,742	8,000	—	1,128	0.30%
Global Life Science Venture Fund II, L.P. <sup>3)</sup>	EUR	2002	Europe	5,435	3,429	3,429	234	5,558	3,174	16	0.00%
Amadeus II Fund C GmbH & Co. KG (Secondary – Vermont) <sup>4),5)</sup>	GBP	2005	Europe	1,160	845	820	764	1,056	820	764	0.20%
Balderton Capital II, L.P.	USD	2005	Europe	4,000	3,578	3,416	546	4,000	3,416	496	0.13%
Battery Ventures VII, L.P.	USD	2005	North America	3,000	1,259	1,117	1,555	3,000	692	485	0.13%
BCPI I, L.P. (Secondary – Vermont) <sup>3)</sup>	USD	2005	Other	1,833	1,510	1,057	262	1,833	895	160	0.04%
Benchmark Israel II, L.P.	USD	2005	Other	4,602	1,852	1,852	2,883	4,602	1,787	2,468	0.66%
Cipio Partners Fund III GmbH & Co. KG (Secondary – Vermont) <sup>3),5)</sup>	EUR	2005	Europe	—	—	—	—	—	—	—	0.00%
H.I.G. Venture Partners II, L.P.	USD	2005	North America	5,000	4,301	4,107	2,358	5,000	4,107	2,463	0.65%

	Deal currency	Vintage year	Geography	Commitment 31.12.2015	Cost 1.1.2015	Cost 31.12.2015	Fair value 31.12.2015	Commitment 30.6.2016	Cost 30.6.2016	Fair value 30.6.2016	FMV in %
<b>Early stage venture</b>											
Jerusalem Venture Partners IV, L.P. (Secondary – Vermont) <sup>5)</sup>	USD	2005	Other	662	—	—	235	662	—	152	0.04%
Battery Ventures VIII, L.P.	USD	2007	North America	4,000	2,393	2,321	3,390	4,000	2,304	1,832	0.49%
Battery Ventures VIII Side Fund, L.P.	USD	2008	North America	1,050	334	356	280	1,050	378	296	0.08%
Carmel Ventures III, L.P.	USD	2008	Other	6,000	4,974	5,201	10,123	6,000	5,418	10,739	2.85%
Mangrove III S.C.A. SICAR <sup>3)</sup>	EUR	2008	Europe	5,435	5,640	5,666	4,852	5,558	5,558	5,526	1.47%
<b>Total early stage venture</b>				<b>104,826</b>	<b>43,036</b>	<b>40,583</b>	<b>36,135</b>	<b>105,291</b>	<b>37,736</b>	<b>31,371</b>	<b>8.33%</b>
<b>Growth capital</b>											
Kennet III A, L.P. <sup>3)</sup>	EUR	2007	Europe	8,696	9,265	9,153	7,436	8,892	9,288	6,813	1.81%
Summit Partners Europe Private Equity Fund, L.P. <sup>3)</sup>	EUR	2009	Europe	7,609	4,471	5,269	4,825	7,781	6,233	5,931	1.58%
<b>Total growth capital</b>				<b>16,305</b>	<b>13,736</b>	<b>14,422</b>	<b>12,261</b>	<b>16,673</b>	<b>15,521</b>	<b>12,744</b>	<b>3.39%</b>
<b>Late stage venture</b>											
WCAS Capital Partners III, L.P.	USD	1997	North America	15,000	1,746	616	10	15,000	616	11	0.00%
TCV III (Q), L.P.	USD	1999	North America	3,500	556	556	73	3,500	557	73	0.02%
TCV IV, L.P.	USD	1999	North America	7,000	2,622	2,589	7	7,000	2,589	6	0.00%
Columbia Capital Equity Partners III (Cayman), L.P.	USD	2000	North America	5,000	1,751	1,551	886	5,000	1,310	264	0.07%
New Enterprise Associates 10, L.P.	USD	2000	North America	10,000	7,180	6,964	3,152	10,000	6,964	2,864	0.76%
Index Ventures II (Jersey), L.P.	USD	2001	Europe	7,500	2,969	2,928	951	7,500	2,396	35	0.01%
Columbia Capital Equity Partners IV (Non-US), L.P.	USD	2005	North America	10,000	4,522	4,257	9,292	10,000	1,573	6,556	1.74%
Index Ventures III (Jersey), L.P. <sup>3)</sup>	EUR	2005	Europe	7,609	5,002	4,274	4,677	7,781	4,273	4,459	1.18%
New Enterprise Associates 12, L.P.	USD	2006	North America	5,000	4,477	4,255	2,528	5,000	4,218	2,165	0.58%
Index Ventures IV (Jersey), L.P. <sup>3)</sup>	EUR	2007	Europe	5,435	4,338	4,070	4,599	5,558	3,973	3,447	0.92%
<b>Total late stage venture</b>				<b>76,044</b>	<b>35,163</b>	<b>32,060</b>	<b>26,175</b>	<b>76,339</b>	<b>28,469</b>	<b>19,880</b>	<b>5.28%</b>
<b>Total venture stage</b>				<b>197,175</b>	<b>91,935</b>	<b>87,065</b>	<b>74,571</b>	<b>198,303</b>	<b>81,726</b>	<b>63,995</b>	<b>17.00%</b>
<b>Co-Investment and other</b>											
<b>Large buyout</b>											
Co-Investment 1 <sup>3)</sup>	EUR	2011	Europe	3,255	4,291	2,156	3,395	3,329	1,651	2,447	0.65%
Co-Investment 2	USD	2011	Asia	4,000	2,556	1,785	3,926	4,000	1,785	3,985	1.06%
<b>Total large buyout</b>				<b>7,255</b>	<b>6,847</b>	<b>3,941</b>	<b>7,321</b>	<b>7,329</b>	<b>3,436</b>	<b>6,432</b>	<b>1.71%</b>

	Deal currency	Vintage year	Geography	Commitment 31.12.2015	Cost 1.1.2015	Cost 31.12.2015	Fair value 31.12.2015	Commitment 30.6.2016	Cost 30.6.2016	Fair value 30.6.2016	FMV in %
<b>Small buyout</b>											
Co-Investment 4 <sup>3)</sup>	EUR	2011	Europe	2,038	2,525	2,526	3,485	2,084	2,527	3,839	1.02%
Co-Investment 5 <sup>3)</sup>	EUR	2011	Europe	4,348	5,440	5,440	9,659	4,446	5,440	9,735	2.59%
<b>Total small buyout</b>				<b>6,386</b>	<b>7,965</b>	<b>7,966</b>	<b>13,144</b>	<b>6,530</b>	<b>7,967</b>	<b>13,574</b>	<b>3.61%</b>
<b>Total co-investment and other</b>				<b>13,641</b>	<b>14,812</b>	<b>11,907</b>	<b>20,465</b>	<b>13,859</b>	<b>11,403</b>	<b>20,006</b>	<b>5.31%</b>
<b>Total investments designated at fair value through profit or loss</b>				<b>1,232,501</b>	<b>440,659</b>	<b>377,310</b>	<b>412,918</b>	<b>1,238,652</b>	<b>355,413</b>	<b>376,142</b>	<b>99.92%</b>
<b>Derivative financial instruments designated at fair value through profit or loss</b>											
Deferred put option (Currency Hedge) <sup>7)</sup>	USD	2011	Asia	—	227	129	712	—	129	285	0.08%
<b>Total derivative financial instruments designated at fair value through profit or loss</b>				<b>—</b>	<b>227</b>	<b>129</b>	<b>712</b>	<b>—</b>	<b>129</b>	<b>285</b>	<b>0.08%</b>
<b>Total</b>				<b>1,232,501</b>	<b>440,886</b>	<b>377,439</b>	<b>413,630</b>	<b>1,238,652<sup>8)</sup></b>	<b>355,542</b>	<b>376,427</b>	<b>100.00%</b>

<sup>1)</sup> Numbers may not fully add up due to rounding.

<sup>2)</sup> Additionally, a commitment of TUSD 359 is maintained as a contingency reserve, should Landmark Equity Partners III, L.P. require capital for operating expenses.

<sup>3)</sup> Total commitment translated from EUR value at 1.111500 as of 30 June 2016 and 1.087000 as of 31 December 2015.

<sup>4)</sup> Total commitment translated from GBP value at 1.342100 as of 30 June 2016 and 1.474700 as of 31 December 2015.

<sup>5)</sup> For the secondary investments no realised profit is recognised for capital distributions received until the cumulative returns on invested capital exceed the cost of a particular investment.

<sup>6)</sup> Total paid in amounted is maintained as the commitment.

<sup>7)</sup> Deferred put option in JPY/USD due to Co-Investment 2.

<sup>8)</sup> Total paid in amounted to TUSD 1,185,566 (31 December 2015: TUSD 1,176,376).

## 5. Cash flow reconciliation

The following is a reconciliation between the cash flow statement on page 8 and the investments movement schedules on pages 13 and 14.

1 January 2016 – 30 June 2016	Investments			Marketable securities	
	Additions (capital calls)	Disposals (return of capital)	Realised gains and losses	Additions (capital calls)	Disposals (return of capital) and realised losses
<b>Movement schedule (page 13)</b>	<b>3,195</b>	<b>(25,092)</b>	<b>25,731</b>	<b>1,209</b>	<b>(1,209)</b>
Cash flows from investment activities	—	24,014	(25,983)	—	—
Purchase of investments	(3,573)	—	—	—	—
Proceeds from callable return of invested capital in investments	412	—	—	—	—
Purchase of marketable securities	—	—	—	—	—
Sales of marketable securities	—	—	—	—	1,209
Non-cash transactions					
Deemed distributions and account reclassification <sup>1)</sup>	(34)	34	87	—	—
In kind distributions <sup>2)</sup>	—	118	1,091	(1,209)	—
Revaluation of foreign currency positions <sup>3)</sup>	—	926	(926)	—	—
Accounts receivable/payable	—	—	—	—	—
<b>Total cash and non-cash transactions</b>	<b>(3,195)</b>	<b>25,092</b>	<b>(25,731)</b>	<b>(1,209)</b>	<b>1,209</b>
<b>Reconciliation</b>	—	—	—	—	—

1 January 2015 – 30 June 2015	Investments			Marketable securities	
	Additions (capital calls)	Disposals (return of capital)	Realised gains and losses	Additions (capital calls)	Disposals (return of capital) and realised losses
<b>Movement schedule (page 14)</b>	<b>6,687</b>	<b>(40,006)</b>	<b>(44,517)</b>	<b>1,037</b>	<b>(1,037)</b>
Cash flows from investment activities	—	37,518	45,820	—	—
Purchase of investments	(7,204)	—	—	—	—
Proceeds from callable return of invested capital in investments	676	—	—	—	—
Purchase of marketable securities	—	—	—	—	—
Sales of marketable securities	—	—	—	—	1,037
Non-cash transactions					
Deemed distributions and account reclassification <sup>1)</sup>	(159)	(320)	468	—	—
In kind distributions <sup>2)</sup>	—	33	1,004	(1,037)	—
Revaluation of foreign currency positions <sup>3)</sup>	—	2,775	(2,775)	—	—
Accounts receivable/payable	—	—	—	—	—
<b>Total cash and non-cash transactions</b>	<b>(6,687)</b>	<b>40,006</b>	<b>44,517</b>	<b>(1,037)</b>	<b>1,037</b>
<b>Reconciliation</b>	—	—	—	—	—

<sup>1)</sup> Deemed distributions and account reclassification – when a general partner determines to retain and use distributable cash for a future contribution, the amount of such cash will be treated as a non-cash contribution and distribution. Account reclassification is required when such a deemed distribution is reported by the general partner.

<sup>2)</sup> In kind distributions – a distribution of marketable securities instead of a cash distribution.

<sup>3)</sup> Revaluation of foreign currency positions – as at every month-end the Group revalues the cumulative return of capital amount for foreign currency investments based on the average paid-in capital exchange rate. The resulting adjustment is booked as realised forex gain/(loss) on investments.

## 6. Taxes

Taxes are provided based on reported income. Capital taxes paid are recorded in other operating expenses.

The Group currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the statement of comprehensive income. Taxes are shown as a separate item in the consolidated statement of comprehensive income.

For Schwyz cantonal and communal tax purposes, the Company is taxed as a holding company and is as such only liable for capital taxes. All relevant income of the Company, including the dividend income and capital gains from its investments, is exempt from taxation at the cantonal and communal level. The result of the participation exemption relief is that dividend income and capital gains are almost fully excluded from taxation.

The activity of the Overseas Subsidiary is not subject to any income, withholding or capital gains taxes in the Cayman Islands. Generally, the Overseas Subsidiary intends to conduct its affairs so as not to be liable to taxation in any other jurisdiction.

The Ireland Subsidiary is not liable to Irish tax on its income or gain.

Reconciliation of income tax calculated with the applicable tax rate:

Income tax reconciliation	30.6.2016 TUSD	30.6.2015 TUSD
Profit for the period before income tax	6,261	26,686
Applicable tax rate	7.8%	7.8%
Income tax	488	2,082
Effect from: non-taxable income	(488)	(2,082)
<b>Total</b>	—	—

The applicable tax rate is the same as the effective tax rate.

Taxes	30.6.2016 TUSD	30.6.2015 TUSD
Withholding tax expense/(refund) for investments	870	(1,375)
Income tax	—	19
<b>Total</b>	<b>870</b>	<b>(1,356)</b>

## 7. Borrowings

As of 30 June 2015 the Overseas Subsidiary had terminated a credit facility with LGT Bank Ltd., Vaduz (related party).

The Ireland Subsidiary also had access to a TUSD 10,000 (31 December 2015: TUSD 10,000) credit facility with LGT Bank (Ireland) Ltd. (related party) based on a loan agreement dated 30 June 2015, effective from 30 June 2015 (in replacement of the loan agreement dated 3 October 2012) and expiring on 30 June 2016. The loan amount was limited to a maximum of TUSD 10,000, or to 6 per cent of the consolidated NAV, whichever was lower. For this facility, a facility fee in the form of a flat fee of 0.3 per cent per annum based on the credit facility amount was due on a semi-annual basis in arrears. The credit facility standby fee charged by LGT Bank Ltd. as per 30 June 2016 was in total TUSD 15 (30 June 2015: TUSD 41). A variable interest margin, currently between 1 and 2 per cent per annum, was due depending on the consolidated NAV and on the market capitalisation of the Company. With effect 30 June 2016 a new credit facility agreement with LGT Bank (Ireland) Limited to a maximum loan amount of TUSD 5,000 or 6 per cent of the consolidated NAV, whichever is lower, replaced the previous agreement dated 30 June 2015. The credit facility is available until 30 June 2017. A standby fee of 0.3 per cent per annum based on the credit facility amount will be due on a semi-annual basis.

As of 30 June 2016 the Overseas Subsidiary had no borrowings from LGT Bank Ltd., Vaduz (31 December 2015: Nil).

As of 30 June 2016 the Ireland Subsidiary had no borrowings from LGT Bank (Ireland) Ltd., Dublin (31 December 2015: Nil).

## 8. Shareholders' equity

The share capital of the Company at 30 June 2016 amounts to TCHF 167,320 (TUSD 113,844) (31 December 2015: TCHF 167,320 (TUSD 113,844)) consisting of 33,464,000 (31 December 2015: 33,464,000) issued and fully paid registered shares with a par value of CHF 5 each. The translation into US Dollar has been done at the corresponding historical foreign exchange rate. Each share entitles the holder to participate in any distribution of income and capital. The Group regards shareholders' equity as the capital that it manages. Shareholders' equity amounts to TUSD 476,760 as of 30 June 2016 (31 December 2015: TUSD 482,440).

The following capital repayments have been paid out:

Date of payment	CHF/share	USD/share
23.5.2013	0.75	0.77
6.12.2013	1.25	1.37
22.5.2014	1.25	1.40
5.12.2014	1.40	1.43

For the capital repayments to investors the resulting differences between the historical rates and the rates at the time of the transactions have been recognised in retained earnings.

### Treasury shares

The Company can buy and sell treasury shares in accordance with the Company's articles of association, in accordance with Swiss company law and in compliance with the listing rules of the SIX Swiss Exchange.

During the period from 1 January to 31 December 2015 Castle Private Equity (International) plc had sold 575,885 treasury shares. These treasury shares were treated as a deduction from the consolidated shareholders' equity using cost values of TUSD 4,856 (31 December 2015: TUSD Nil). The gains and losses on sales of treasury shares were credited/debited to the retained earnings account. As at 30 June 2016 the Ireland Subsidiary held no treasury shares (31 December 2015: Nil).

### Share buyback 2<sup>nd</sup> line (bought for cancellation) and share buyback via tradable put options (bought for cancellation)

Since 2011, the Company has announced openings of second trading lines on a yearly basis for the Company's shares on the SIX Swiss Exchange. The Company is always the exclusive buyer on these trading lines and repurchases shares for the purpose of subsequently reducing its share capital. The Company has purchased treasury shares on its second trading lines according to the following summaries. These treasury shares are treated as a deduction from shareholder's equity using cost values.

**Treasury shares**

<b>Buyback programs</b>	<b>From</b>	<b>To</b>	<b>Cancelled</b>	<b>Number of shares</b>	<b>Cost TUSD</b>
<b>Shares held at 1 January 2013</b>	30.05.2012	31.12.2012	23.08.2013	<b>1,726,575</b>	<b>23,147</b>
Program initiated on 30 May 2012, announced 12 April 2012, termination 26 April 2013					
Additions 2013	01.01.2013	26.04.2013	23.08.2013	2,443,425	36,738
<b>Total</b>				<b>2,443,425</b>	<b>36,738</b>
Program initiated on 3 June 2013, announced on 15 May 2013, termination 14 October 2015, extension until 30 May 2016					
Additions 2013	03.06.2013	31.12.2013	13.08.2014	1,206,500	17,959
Additions 2014	03.01.2014	02.05.2014	13.08.2014	693,500	9,838
Additions 2014	19.05.2014	31.12.2014	13.08.2015	1,482,000	21,505
Additions 2015	01.01.2015	08.05.2015	13.08.2016	684,000	10,298
Additions 2015	11.05.2015	31.12.2015	—	1,305,070	19,948
Additions 2015 via tradable put options	15.10.2015	28.10.2015	—	2,354,105	47,830
Additions 2016	01.01.2016	06.05.2016	—	576,364	9,251
<b>Total</b>				<b>8,301,539</b>	<b>136,629</b>
Program initiated on 15 October 2015, announced on 12 October 2015					
Additions 2016	03.06.2013	31.12.2013	—	165,361	2,689
<b>Total</b>				<b>165,361</b>	<b>2,689</b>
<b>Movement of treasury shares 2<sup>nd</sup> line and tradable put options (bought for cancellation)</b>				<b>Number of shares</b>	<b>Cost TUSD</b>
<b>Shares held as of 1 January 2015</b>				<b>1,482,000</b>	<b>21,505</b>
Additions 2015 (until 8 May 2015)				684,000	10,298
Additions 2015 (from 11 May – 31 December 2015)				1,305,070	19,947
Additions 2015 via tradable put options				2,354,105	47,830
Cancellation 2015				(2,166,000)	(31,803)
<b>Shares held as of 31 December 2015</b>				<b>3,659,175</b>	<b>67,777</b>
Additions 2016				741,725	11,941
<b>Shares held as of 30 June 2016</b>				<b>4,400,900</b>	<b>79,718</b>



## 9. Significant transactions with related parties

Parties are considered to be related if one party has the ability to control the other party or exercise considerable influence over the other party in making financial or operating decisions. In the opinion of the board of directors, the parties referred to in the schedule accompanying this note are related parties under IAS 24 "Related Party Disclosures". All related party transactions have been carried out within the normal course of business.

### Related party transactions

Entity	Related party Relationship/Agreement(s) Direct/Indirect	Transaction type	30.6.2016 TUSD	31.12.2015 TUSD	30.6.2015 TUSD	
Castle Private Equity (International) PLC	LGT Bank Ltd./					
	Administrator Services Agreement/direct	Cash at banks	63	64	7	
	LGT Private Equity Advisers AG/	Management fees	2,414	5,243	2,665	
	Investment Management Agreement/direct	Management fees payable	1,196	1,229	1,347	
		Performance fees	247	7,737	3,714	
		Performance fees payable	247	7,737	3,714	
	LGT Fund Managers (Ireland) Ltd./	Administration fees	78	201	103	
	Management Agreement/direct	Administration fees payable	78	44	52	
	LGT Bank (Ireland) Ltd./	Credit facility standby fees	15	34	18	
	Loan Agreement/direct	Credit facility standby fees payable	8	8	9	
	LGT Fund Managers (Ireland) Ltd./	Investment Management Agreement/indirect	Investment management fees	—	—	—
	LGT Capital Partners Ltd./LGT Private Equity Advisers AG/Advisory Agreement/indirect	Advisory fees	—	—	—	
	Directors/indirect	Directors' fees	—	1	—	
	Castle Private Equity (Overseas) Limited	LGT Fund Managers (Ireland) Ltd./	Administration fees	25	71	37
Administration Services Agreement/direct		Administration fees payable	25	14	19	
LGT Bank Ltd./Loan Agreement/direct		Cash at banks	178	200	248	
		Interest income	—	1	—	
		Credit facility standby fees	—	27	23	
		Credit facility standby fees payable	—	—	(4)	
LGT Private Equity Advisers AG/		Investment Management Agreement/direct	Management fees	—	—	—
LGT Capital Partners Ltd./LGT Private Equity Advisers AG/Consulting Agreement/indirect		Consulting fees	—	—	—	
LGT Bank (Cayman) Ltd./LGT Private Equity Advisers AG/Advisory Agreement/indirect		Advisory fees	—	—	—	
Directors/indirect		Directors' fees	—	10	10	
Castle Private Equity AG	LGT Bank Ltd./Administrator Services Agreement/direct	Administration fees	15	30	15	
		Administration fees payable	—	—	8	
		Cash at banks	283	180	509	
	LGT Capital Partners Ltd./	Domicile Agreement/direct	5	9	12	
	Directors/direct	Directors' fees	121	283	159	

## 10. Segment reporting

The sole operating segment of the Group reflects the internal management structure and is evaluated on an overall basis. Revenue is derived by investing in a portfolio of private equity investments with a view to achieving significant value growth and to help shareholders maximise long-term returns. The following results correspond to the sole operating segment of investing in private equity. Items which can not be directly contributed to the operating segment are listed as "other".

The income/(loss) is geographically allocated as follows:

	North America TUSD	Europe TUSD	Asia TUSD	Other TUSD	Total TUSD
<b>As of 30 June 2016</b>					
<b>Income</b>					
Net gain on investments designated at fair value through profit or loss	3,252	3,984	3,269	765	11,270
Net loss on derivative instruments designated at fair value through profit or loss	—	—	(427)	—	(427)
Net loss on securities designated at fair value through profit or loss	(8)	—	—	—	(8)
Other loss	—	(18)	—	—	(18)
<b>Total income</b>	<b>3,244</b>	<b>3,966</b>	<b>2,842</b>	<b>765</b>	<b>10,817</b>
<b>As of 30 June 2015</b>					
<b>Income</b>					
Net gain on investments designated at fair value through profit or loss	14,517	10,752	5,862	2,373	33,504
Net gain on derivative instruments designated at fair value through profit or loss	—	—	—	86	86
Net loss on securities designated at fair value through profit or loss	—	(59)	—	—	(59)
Other loss	—	(86)	—	—	(86)
<b>Total income</b>	<b>14,517</b>	<b>10,607</b>	<b>5,862</b>	<b>2,459</b>	<b>33,445</b>

The assets are geographically allocated as follows:

	30.6.2015 TUSD		31.12.2015 TUSD	
<b>Assets</b>				
North America	126,181	26.4%	144,948	29.5%
Europe	234,279	48.9%	225,350	45.8%
Asia	89,923	18.8%	91,096	18.5%
Other	28,334	5.9%	30,674	6.2%
<b>Total assets</b>	<b>478,717</b>	<b>100.0%</b>	<b>492,068</b>	<b>100.0%</b>

## 11. Fair value estimation

IFRS 13 requires the Group to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the fair value measurements. The hierarchy has the following levels:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 – inputs other than quoted prices included with Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes “observable” requires significant judgment 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 analyses within the fair value hierarchy the Group’s financial assets (by class) measured at fair value at 30 June 2016 and 31 December 2015.

As of 30 June 2016	Level 1 TUSD	Level 2 TUSD	Level 3 TUSD	Total TUSD
<b>Assets</b>				
<b>Assets designated at fair value through profit or loss:</b>				
Investments	—	—	376,142	376,142
Derivative financial instruments	—	285	—	285
<b>Total</b>	<b>—</b>	<b>285</b>	<b>376,142</b>	<b>376,427</b>
As of 31 December 2015	Level 1 TUSD	Level 2 TUSD	Level 3 TUSD	Total TUSD
<b>Assets</b>				
<b>Assets designated at fair value through profit or loss:</b>				
Investments	—	—	412,918	412,918
Derivative financial instruments	—	712	—	712
<b>Total</b>	<b>—</b>	<b>712</b>	<b>412,918</b>	<b>413,630</b>

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities. The Group does not adjust the quoted price for these investments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations, or alternative pricing sources, supported by observable inputs are classified within level 2.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently. Level 3 instruments include private equity investments for which observable prices are not available.

Private equity investments for which market quotations are not readily available are valued at their fair values as described in the process below. The sole responsibility for determining the fair values lies with the board of directors. In estimating the fair value of fund investments, the investment manager in its valuation recommendation to the board of directors considers all appropriate and applicable factors (including a sensitivity to non-quantifiable market factors) relevant to their value, including but not limited to the following:

- reference to the fund investment's reporting information including consideration of any time lags between the date of the latest available reporting and the balance sheet date of the Group in those situations where no December valuation of the underlying fund is available. This includes a detailed analysis of exits (trade sales, initial public offerings, etc.) which the fund investments have gone through in the period between the latest available reporting and the balance sheet date of the Group, as well as other relevant valuation information. This information is a result of continuous contact with the investment managers and, specifically, by monitoring calls made to the investment managers, distribution notices received from the investment managers in the period between the latest available report and the balance sheet date of the Group, as well as the monitoring of other financial information sources and the assessment thereof;
- reference to recent transaction prices;
- result of operational and environmental assessments: periodic valuation reviews are made of the valuations of the underlying investments as reported by the investment managers to determine if the values are reasonable, accurate and reliable. These reviews include a fair value estimation using widely recognised valuation methods such as multiples analysis and discounted cash flow analysis;
- review of management information provided by the managers/administrators of the fund investments on a regular basis; and
- mark-to-market valuations for quoted investments held by the managers/administrators of the fund investments which make up a significant portion of the Group's net asset value.

If the board of directors comes to the conclusion upon recommendation of the investment manager after applying the above-mentioned valuation methods, that the most recent valuation reported by the manager/administrator of a fund investment is materially misstated, it will make the necessary adjustments using the results of its own review and analysis.

The Group can also invest in derivative instruments. Currently the Group is only invested in one deferred put option. Options are derivative contracts where the future payoffs to the buyer and seller of the contract are determined by the price of another security. A put option is an agreement in which the buyer has the right (but not the obligation) to exercise by selling an asset at a set price at a future date. Derivatives are recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at their fair value. Fair values are obtained from quoted market prices in active markets, including recent market transactions and valuation techniques such as discounted cash flow models and options pricing models, as appropriate. All derivatives are carried as assets when fair value is positive and as liabilities when fair value is negative. The best evidence of the fair value of a derivative at initial recognition is the transaction price (i.e., the fair value of the consideration given or received). Subsequent changes in the fair value of any derivative instrument are recognised immediately in the consolidated statement of comprehensive income.

The following table shows the allocation of the level 3 investments according to financing stage, in percentage of the total fair value of these investments.

<b>Diversification by financing stage (FV)</b>	<b>30.6.2016</b>	<b>31.12.2015</b>
	<b>%</b>	<b>%</b>
<b>Balanced stage</b>	2%	2%
<b>Buyout stage</b>		
Large buyout stage	14%	18%
Middle market buyout stage	43%	40%
Small buyout stage	10%	9%
<b>Special situations stage</b>		
Distressed debt stage	8%	8%
<b>Venture stage</b>		
Early stage venture	8%	9%
Growth capital stage	3%	3%
Late stage venture	5%	6%
<b>Co-Investment</b>		
Large buyout stage	2%	2%
Small buyout stage	5%	3%
<b>Total</b>	<b>100%</b>	<b>100%</b>

During the period ended 30 June 2016 there were no transfers (31 December 2015: Nil) between the three levels of financial assets and liabilities.

The following table presents a reconciliation disclosing the changes during the period ended 30 June 2016 for financial assets classified as being level 3.

<b>As of 30 June 2016</b>	<b>Investments designated at fair value through profit or loss TUSD</b>
<b>Assets</b>	
At 1 January	412,918
Net unrealised loss	(14,879)
Purchases	3,195
Sales	(25,092)
Transfers in/out	—
<b>At 30 June 2016</b>	<b>376,142</b>
<b>Total unrealised loss for the period included in the statement of comprehensive income for investments held at the end of the period</b>	<b>(14,879)</b>
<hr/>	
<b>As of 31 December 2015</b>	<b>Investments designated at fair value through profit or loss TUSD</b>
<b>Assets</b>	
At 1 January	503,628
Net unrealised loss	(27,361)
Purchases	10,322
Sales	(73,671)
Transfers in/out	—
<b>At 31 December 2015</b>	<b>412,918</b>
<b>Total unrealised loss for the year included in the statement of comprehensive income for investments held at the end of the year</b>	<b>(27,361)</b>

The table below analyses within the fair value hierarchy the financial assets and liabilities (by class) not measured at fair value, but for which fair values are disclosed at 30 June 2016 and 31 December 2015.

<b>As of 30 June 2016</b>	<b>Level 1 TUSD</b>	<b>Level 2 TUSD</b>	<b>Level 3 TUSD</b>	<b>Total TUSD</b>
<b>Assets</b>				
Cash and cash equivalents	101,768	—	—	101,768
Accrued income and other receivables	—	522	—	522
<b>Total</b>	<b>101,768</b>	<b>522</b>	<b>—</b>	<b>102,290</b>
<b>Liabilities</b>				
Accounts payable and accrued liabilities	—	1,956	—	1,956
<b>Total</b>	<b>—</b>	<b>1,956</b>	<b>—</b>	<b>1,956</b>
<b>As of 31 December 2015</b>	<b>Level 1 TUSD</b>	<b>Level 2 TUSD</b>	<b>Level 3 TUSD</b>	<b>Total TUSD</b>
<b>Assets</b>				
Cash and cash equivalents	78,261	—	—	78,261
Accrued income and other receivables	—	177	—	177
<b>Total</b>	<b>78,261</b>	<b>177</b>	<b>—</b>	<b>78,438</b>
<b>Liabilities</b>				
Accounts payable and accrued liabilities	—	9,627	—	9,627
<b>Total</b>	<b>—</b>	<b>9,627</b>	<b>—</b>	<b>9,627</b>

The assets and liabilities included in the above table are carried at amortised cost; their carrying values are a reasonable approximation of fair value. Cash and cash equivalents comprise demand, call and term deposits with a maturity of three months or less. Cash and cash equivalents are recorded at nominal value. Other current assets are recognised initially at fair value and subsequently measured at amortised cost. Amounts due to banks are recognised initially at fair value, net of transaction costs incurred and are subsequently stated at amortised cost. Accounts payable and accrued liabilities are recognised initially at fair value and subsequently stated at amortised cost.

## 12. Subsequent events

Since the balance sheet date of 30 June 2016 Castle Private Equity AG purchased 1,393,414 (incl. 1,193,914 via tradable put options) treasury shares on its second trading line at a cost amount of TUSD 24,760. As at 11 August 2016 the Company held in total 1,558,775 treasury shares on its second trading line at a cost amount of TUSD 27,450.

Altogether the Group holds 1,558,775 treasury shares on its second trading line as at 11 August 2016 (31 December 2015: 3,659,175).

At the 13 May 2016 general meeting of shareholders the cancellation of 4,235,539 shares was approved and has been registered by the commercial register on 5 August 2016. With regards to the listing of the company's shares at the SIX Swiss Exchange, the cancellation becomes effective as of 5 August 2016 (date of exchange adjustment). From then on, the issued share capital of the company amounts to 29,228,461 registered shares with a par value of CHF 5 each.

On 13 June 2016, the Company announced its decision to issue put options tradable on the SIX Swiss Exchange. Every 20 put options entitled shareholders to tender one registered share with a nominal value of CHF 5 at the exercise price of CHF 17.50. The put options were traded from 16 June 2016 up to and including 29 June 2016. On 1 July 2016, the Company announced that a total of 23,878,280 put options were declared for exercise. The net purchase price (exercise price minus 35 % withholding tax calculated on the difference between exercise price and the nominal value) was paid on 4 July 2016. It is intended that approval for the cancellation of all registered shares repurchased will be sought at the Annual General Meeting in 2017.

Since the balance sheet date of 30 June 2016, there have been no material events that could impair the integrity of the information presented in the consolidated interim financial statements.



## Share information

Exchange rate CHF/USD: 0.9739

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	June 2016	Since inception
<b>Share information</b>													
Number of issued shares													
at year end (ooo) <sup>1)</sup>	4,320 <sup>2)</sup>	4,320 <sup>2)</sup>	4,320 <sup>2)</sup>	43,200	43,200	43,200 <sup>3)</sup>	43,200 <sup>4)</sup>	41,700 <sup>5)</sup>	37,530 <sup>6)</sup>	35,630 <sup>7)</sup>	33,464 <sup>8)</sup>	33,464 <sup>9)</sup>	
USD net asset value <sup>1)</sup>	10.82	13.13	17.06	11.77	12.18	14.70	15.76	17.40	17.13	15.39	16.19	16.40	
USD closing price <sup>1)</sup>	8.80	10.20	12.25	3.20	5.25	8.70	10.80	14.10	13.55	14.20	16.00	16.20	
CHF closing price <sup>1)</sup>	11.51	12.50	13.81	3.43	5.40	8.11	10.10	13.00	11.95	14.35	16.40	15.60	
<b>Share performance</b>													
USD net asset value	17.1%	21.4%	29.9%	(31.0%)	3.5%	20.7%	7.2%	10.4%	10.6% <sup>9)</sup>	6.3% <sup>10)</sup>	5.2%	1.7%	139.0% <sup>(10),(11)</sup>
USD closing price	32.3%	15.9%	20.1%	(73.9%)	64.1%	65.7%	24.1%	30.6%	11.5% <sup>9)</sup>	6.6% <sup>10)</sup>	12.7%	1.3%	133.1% <sup>(10),(11)</sup>
CHF closing price	48.5%	8.6%	10.5%	(75.2%)	57.4%	50.2%	24.5%	28.7%	7.3%	20.1%	14.3%	(4.9%)	50.0% <sup>(10),(11)</sup>

<sup>1)</sup> Adjusted for the ten for one share split.

<sup>2)</sup> Of which 800,000 owned by the Group.

<sup>3)</sup> Of which 191,853 owned by the Group.

<sup>4)</sup> Of which 1,726,060 owned by the Group.

<sup>5)</sup> Of which 3,771,129 owned by the Group (575,885 in treasury and 3,195,244 for cancellation). On 12 July 2012, the 1,500,000 shares purchased in the 2011 share buyback program were cancelled.

<sup>6)</sup> Of which 1,782,385 owned by the Group (575,885 in treasury and 1,206,500 for cancellation). On 22 August 2013, the 4,170,000 shares purchased on the 2012/2013 share buyback program were cancelled.

<sup>7)</sup> Of which 2,057,885 owned by the Group (575,885 in treasury and 1,482,000 for cancellation). On 12 August 2014, 1,900,000 shares purchased on the 2013/2014 share buyback program were cancelled.

<sup>8)</sup> Of which 3,659,175 owned by the Group (3,659,175 for cancellation). On 6 August 2015, 2,166,000 shares purchased on the 2013/2014 share buyback program were cancelled.

<sup>9)</sup> Of which 4,400,900 owned by the Group (4,400,900 for cancellation).

<sup>10)</sup> Adjusted for capital repayments of CHF 0.75 cents/USD 0.77 cents on 23 May 2013, CHF 1.25 cents/USD 1.37 cents on 6 December 2013.

<sup>11)</sup> Adjusted for capital repayments of CHF 1.25/USD 1.40 on 22 May 2014, and CHF 1.40/USD 1.43 on 5 December 2014.

### Listing

SIX Swiss Exchange 4885474 (Swiss)

### Price information

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### Publication of net asset value

www.castlepe.com

### Registered office

Castle Private Equity AG, Schützenstrasse 6, CH-8808 Pfäffikon, Switzerland

Telephone +41 55 415 94 94, Fax +41 55 415 94 97

### Investment manager

LGT Private Equity Advisers AG, Herrengasse 12, FL-9490 Vaduz, Principality of Liechtenstein

Telephone +423 2352929, Fax +423 2352955, lgt.pea@lgt.com

Benedikt Meyer, general manager,

Telephone +423 235 2324, benedikt.meyer@lgt.com

Dr Roberto Paganoni, chairman of the board of directors,

Telephone +423 235 2332

### Market maker

LGT Bank AG, Herrengasse 12, FL-9490 Vaduz, Principality of Liechtenstein,

Telephone +423 2351839

www.castlepe.com

**Registered office**

Castle Private Equity AG  
Schützenstrasse 6, CH-8808 Pfäffikon  
Switzerland  
Telephone +41 55 415 9494  
Fax +41 55 415 9497

**Investment manager**

LGT Private Equity Advisers AG  
Herrengasse 12, FL-9490 Vaduz  
Principality of Liechtenstein  
Telephone +423 235 2929  
Fax +423 235 2955  
E-mail [lgt.cpe@lgt.com](mailto:lgt.cpe@lgt.com)

**[www.castlepe.com](http://www.castlepe.com)**