

# Semi-annual Report

June 2023

**Publication date**

This report was released for publication on 4 September 2023.

The subsequent event note in the financial statements has been updated to 4 September 2023.

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

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## Castle Private Equity in 2023

(All amounts in USD, unless when indicated otherwise)

	Six months to 30 June 2023	Six months to 30 June 2022
Net asset value	84 million	108 million
Net asset value per share	8.34	10.73
Payments to shareholders	23 million	25 million
Share price in CHF <sup>1)</sup>	5.30	8.25
Private equity assets	82.5 million	93.4 million
Capital calls	—	0.2 million
Distributions	4.6 million	6 million
Investment degree	98 per cent	86 per cent
Uncalled commitments	41 million	43 million
Uncalled as per cent of NAV	49 per cent	40 per cent
Cash position	3 million	16 million
Treasury shares	—	308,371
Shares in circulation	10,104,741	10,104,741

<sup>1)</sup> Representing the closing trade price on the last day of the quarter.

## Dear shareholders

### Adapting to new realities

In the first half of 2023, we saw a different market sentiment emerge as private-market players adapted to the realities of the new environment that took hold in the past year. Managers are establishing new financing relationships and updating value creation assumptions to account for the reality that debt is more than 50 per cent more expensive than it was a year ago. Sellers and buyers are gradually adjusting expectations on asset prices (though this process is far from complete). And general partners are adjusting fundraising expectations and approaches to account for the fact that limited partners plan to commit less capital to private markets this year.

Public markets have rebounded strongly in 2023 with the S&P 500 jumping 16 per cent in the first half and the tech-heavy Nasdaq shooting ahead by 32 per cent. The IPO window has opened a crack, allowing several private equity-backed companies to file offerings. Inflation is moderating in most major economies (except for the UK), and banks are cleaning up their balance sheets. Major lenders have managed to unload more than half of the “hung” leveraged buyout debt they committed to before the economy went sideways.

### Net asset value per share increased by 0.7 per cent during the first half of 2023

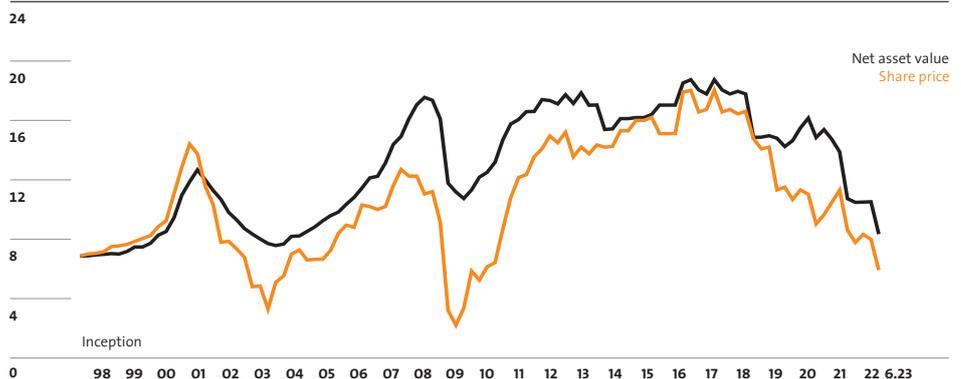
During the first six months of the year, the company’s net asset value (NAV) per share increased by 0.7 per cent to USD 8.34. The positive investment performance was mainly driven by valuation increases throughout Castle’s portfolio, reflecting the impact of public market rebound leading to higher market comparables. Additionally, the increase in the value of the Euro versus the US Dollar added to the positive performance during the first half of 2023.

### Eleventh anniversary of Castle’s harvesting strategy – reaching over USD 800 million in total shareholder distributions

In May 2023, Castle Private Equity distributed a further CHF 2.00 per share from general legal reserves from capital contributions, which was approved at the company’s annual general meeting on 16 May 2023. Since Castle introduced its harvesting strategy eleven years ago, a total of over USD 804 million has been returned to shareholders either via capital repayments and various share buy-back programs.

#### Share price and net asset value since inception

in USD per share



**Lower level of investment distributions reflects increased portfolio maturity**

During the period under review, Castle Private Equity received distribution proceeds of over USD 4.6 million. Cash was typically generated from several trade sale transactions. With no capital calls during the first six months, Castle Private Equity's net liquidity position amounts to USD 1.8 million, after taking account of investment activity within the portfolio and the capital distribution during May 2023.

While the remaining portfolio is of high quality, the investment manager continues to benchmark expected returns with current pricing and, should pricing on the secondary market prove attractive, may consider accelerating the realisation of the portfolio.

We would like to take this opportunity to thank you for your trust and patience. We remain fully committed to persistently execute the harvesting strategy and look forward to updating you on further progress over the coming months.

Yours sincerely,

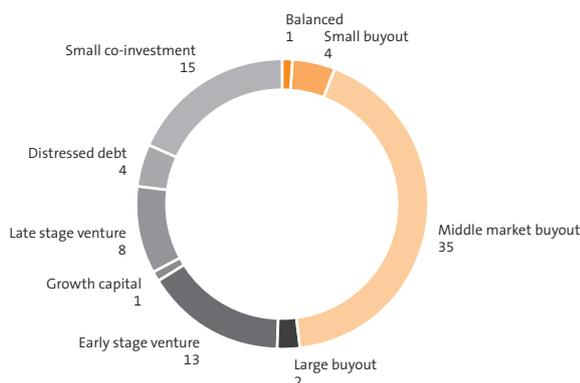
**LGT Private Equity Advisers AG**

**Major exits in the first half of 2023**

Partnership	Company	Sector, location	Exit channel
Viola Ventures III, L.P.	Unity Software Inc	Software, USA	Sale of shares
TPG Partners VI, L.P.	ImmuCor	Health care, USA	Trade sale
EOS Capital Partners IV, L.P.	ShelterPoint Group	Insurance, USA	Dividends received and partial exit
Bain Capital Asia Fund II, L.P.	Retail Zoo	Hospitality, Australia	Trade sale

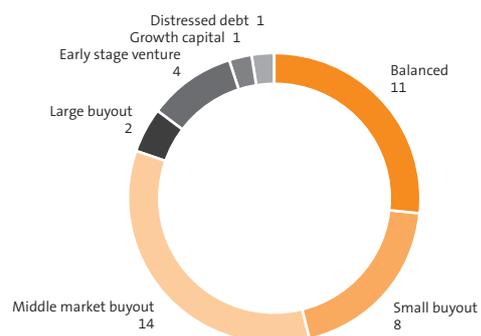
**Private equity assets by financing stage**

in USD millions



**Uncalled commitments by financing stage**

in USD millions



**Unaudited consolidated statement of comprehensive income**

For the period ended 30 June 2023 (all amounts in USD thousands unless otherwise stated)

	Note	1 January – 30 June 2023	1 January – 30 June 2022
<b>Income</b>			
<b>Income from non-current assets:</b>			
Net gain/(loss) on investments at fair value through profit or loss	4	1,800	(13,477)
<b>Total gains/(losses) from non-current assets</b>		<b>1,800</b>	<b>(13,477)</b>
<b>Income from current assets:</b>			
Net loss on marketable securities at fair value through profit or loss	4	(90)	—
(Loss)/Gain on foreign exchange net		(14)	23
Interest income		186	3
<b>Total gains from current assets</b>		<b>82</b>	<b>26</b>
<b>Total income/(loss)</b>		<b>1,882</b>	<b>(13,451)</b>
<b>Expenses</b>			
Management and performance fees	8	(478)	(828)
Expenses from investments		(23)	(70)
Other operating expenses		(433)	(441)
<b>Total operating expenses</b>		<b>(934)</b>	<b>(1,339)</b>
<b>Operating profit/(loss)</b>		<b>948</b>	<b>(14,790)</b>
Finance costs		(2)	—
<b>Profit/(Loss) for the period before taxes</b>		<b>946</b>	<b>(14,790)</b>
Tax expense	6	(171)	(231)
<b>Profit/(Loss) for the period after taxes</b>		<b>775</b>	<b>(15,021)</b>
<b>Total comprehensive income/(loss) for the period</b>		<b>775</b>	<b>(15,021)</b>
<b>Profit/(Loss) attributable to:</b>			
Shareholders		775	(15,021)
Non-controlling interest		—	—
		<b>775</b>	<b>(15,021)</b>
<b>Total comprehensive income/(loss) attributable to:</b>			
Shareholders		775	(15,021)
Non-controlling interest		—	—
		<b>775</b>	<b>(15,021)</b>
<b>Earnings per share (USD) attributable to equity holders</b>			
Weighted average number of shares outstanding during the period		10,104,741	10,104,741
Basic and diluted profit/(loss) per share		USD 0.08	USD (1.49)

The accompanying notes on pages 10 to 27 form an integral part of these consolidated financial statements.

## Unaudited consolidated balance sheet

As of 30 June 2023 (all amounts in USD thousands unless otherwise stated)

	Note	30 June 2023	31 December 2022
<b>Assets</b>			
<b>Current assets:</b>			
Cash and cash equivalents		2,719	20,793
Accrued income and other receivables		83	131
<b>Total current assets</b>		<b>2,802</b>	<b>20,924</b>
<b>Non-current assets:</b>			
Investments at fair value through profit or loss	4	82,504	85,541
<b>Total non-current assets</b>		<b>82,504</b>	<b>85,541</b>
<b>Total assets</b>		<b>85,306</b>	<b>106,465</b>
<b>Liabilities</b>			
<b>Current liabilities:</b>			
Due to banks	7	578	—
Accrued expenses and other payables		419	372
<b>Total current liabilities</b>		<b>997</b>	<b>372</b>
<b>Equity</b>			
<b>Shareholders' equity:</b>			
Share capital		262	262
Additional paid-in capital		11,860	34,419
Retained earnings		72,186	71,411
<b>Total shareholders' equity before non-controlling interests</b>		<b>84,308</b>	<b>106,092</b>
Non-controlling interests		1	1
<b>Total equity</b>		<b>84,309</b>	<b>106,093</b>
<b>Total liabilities and equity</b>		<b>85,306</b>	<b>106,465</b>
<b>Net asset value per share (USD)</b>			
Number of shares issued as at period end		10,104,741	10,104,741
<b>Number of shares outstanding</b>		<b>10,104,741</b>	<b>10,104,741</b>
<b>Net asset value per share</b>		<b>8.34</b>	<b>10.50</b>

The accompanying notes on pages 10 to 27 form an integral part of these consolidated financial statements.

## Unaudited consolidated statement of cash flows

For the period ended 30 June 2023 (all amounts in USD thousands unless otherwise stated)

	1 January – 30 June 2023	1 January – 30 June 2022
<b>Cash flows from/(used in) operating activities:</b>		
Purchase of investments	—	(458)
Proceeds from callable return of invested capital in investments	—	180
Proceeds from return of invested capital in investments	2,110	1,563
Proceeds from realised gains on investments	1,284	4,473
Proceeds from sales of securities	1,354	—
Interest received	184	3
Investment expenses paid	(23)	(70)
Withholding taxes paid for investments	(171)	(247)
Other operating expenses paid	(815)	(1,191)
<b>Net cash flows from operating activities</b>	<b>3,923</b>	<b>4,253</b>
<b>Cash flows from/(used in) financing activities:</b>		
Finance costs	(3)	—
Proceeds from bank borrowings	2,020	—
Repayments of bank borrowings	(1,446)	—
Distribution of legal reserves/retained earnings to the investors	(22,558)	(25,539)
<b>Net cash flows used in financing activities</b>	<b>(21,987)</b>	<b>(25,539)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(18,064)</b>	<b>(21,286)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>20,793</b>	<b>36,690</b>
Exchange (loss)/gain on cash and cash equivalents	(10)	188
<b>Cash and cash equivalents at end of period</b>	<b>2,719</b>	<b>15,592</b>
<b>Cash and cash equivalents consist of the following as at 30 June:</b>		
Cash at banks	2,719	15,592
Time deposits < 90 days	—	—
<b>Total</b>	<b>2,719</b>	<b>15,592</b>

The accompanying notes on pages 10 to 27 form an integral part of these consolidated financial statements.

**Unaudited consolidated statement of changes in equity**

For the period ended 30 June 2023 (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 2022</b>	<b>270</b>	<b>50,514</b>	<b>(3,428)</b>	<b>101,479</b>	<b>1</b>	<b>148,836</b>
Total comprehensive loss for the period	—	—	—	(15,021)	—	(15,021)
Distribution of legal reserves and retained earnings to the investors	—	(12,684)	—	(12,684)	—	(25,368)
<b>30 June 2022</b>	<b>270</b>	<b>37,830</b>	<b>(3,428)</b>	<b>73,774</b>	<b>1</b>	<b>108,447</b>
<b>1 January 2023</b>	<b>262</b>	<b>34,419</b>	<b>—</b>	<b>71,411</b>	<b>1</b>	<b>106,093</b>
Total comprehensive income for the period	—	—	—	775	—	775
Distribution of legal reserves to the investors	—	(22,559)	—	—	—	(22,559)
<b>30 June 2023</b>	<b>262</b>	<b>11,860</b>	<b>—</b>	<b>72,186</b>	<b>1</b>	<b>84,309</b>

The accompanying notes on pages 10 to 27 form an integral part of these consolidated financial statements.

## Notes to the unaudited consolidated financial statements

For the period ended 30 June 2023

(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.

### 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 2023 correspond to those of the annual report 2022, 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 2022, 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 2023

- Amendments to IAS 1, “Presentation of Financial Statements”, Classifications of liabilities (1 January 2023);
- Amendments to IAS 1, “Presentation of Financial Statements”, Disclosure of Accounting Policies (1 January 2023);
- Amendments to IAS 12, “Income Taxes”, Deferred tax related to assets and liabilities arising from a single transaction (1 January 2023);
- Amendments to IAS 8, “Accounting Policies, Changes in Accounting Estimates and Errors”, Definition of accounting estimates (1 January 2023); and
- Amendments to IAS 1, “Presentation of Financial Statements and IFRS Practice Statement 2 Making Materiality Judgements”, Disclosure of accounting policies (1 January 2023).

There are no IFRS interpretations that are effective for the first time for the financial year beginning on or after 1 January 2023 that have had a material impact on the interim financial statements.

The implementation of these new standards did not have an impact on the consolidated interim financial statements of the Group and did not lead to any changes to the total shareholders’ equity of the Group.

**b) Standards and amendments to published standards effective after 1 January 2023 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 2023 and have not been applied in preparing these consolidated interim financial statements. None of these could have a significant effect on the consolidated interim financial statements.

**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 2023 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 2022.

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 marketable securities at fair value through profit or loss**

As of 30 June 2023 the Group had subscribed interests in 65 (31 December 2022: 69) 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 895,760 (31 December 2022: TUSD 912,721) of which TUSD 855,138 (31 December 2022: TUSD 871,609) was paid in. The details of the investments are shown in the investment schedule on pages 14 to 17 and the investment movement schedule on pages 12 and 13.

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

For the period ended 30 June 2023 (all amounts in USD thousands unless otherwise stated)

2023	Value per 1 January 2023	Additions (capital calls) <sup>2)</sup>	Disposals (returns of capital)	Unrealised gains	Unrealised losses	Value per 30.6.2023	Total real- ised gains/ (losses) per 30.6.2023 <sup>3)</sup>	Net gains/ (losses) per 30.6.2023	Uncalled commit- ment amount
<b>Marketable securities</b>	—	<b>1,444</b>	<b>(1,444)</b>	—	—	—	<b>(90)</b>	<b>(90)</b>	—
<b>Balanced stage</b>	<b>1,169</b>	—	—	—	<b>(371)</b>	<b>798</b>	<b>371</b>	—	<b>10,855</b>
<b>Buyout stage</b>									
large buyout stage	2,764	—	(635)	74	(172)	2,031	27	(71)	1,452
middle market buyout stage	35,183	—	(24,938)	25,325	(995)	34,575	(23,153)	1,177	13,618
small buyout stage	4,085	—	—	5	(534)	3,556	351	(178)	8,352
<b>Total buyout stage</b>	<b>42,032</b>	—	<b>(25,573)</b>	<b>25,404</b>	<b>(1,701)</b>	<b>40,162</b>	<b>(22,775)</b>	<b>928</b>	<b>23,422</b>
<b>Special situations stage</b>									
distressed debt stage	4,063	—	—	35	(264)	3,834	—	(229)	1,037
<b>Total special situations stage</b>	<b>4,063</b>	—	—	<b>35</b>	<b>(264)</b>	<b>3,834</b>	—	<b>(229)</b>	<b>1,037</b>
<b>Venture stage</b>									
early stage venture	16,442	—	(708)	680	(2,851)	13,563	960	(1,211)	4,342
growth capital stage	1,085	—	—	230	—	1,315	—	230	729
late stage venture	8,299	—	(2)	134	(364)	8,067	(2)	(232)	237
<b>Total venture stage</b>	<b>25,826</b>	—	<b>(710)</b>	<b>1,044</b>	<b>(3,215)</b>	<b>22,945</b>	<b>958</b>	<b>(1,213)</b>	<b>5,308</b>
<b>Co-Investment</b>									
small buyout stage	12,451	—	—	2,314	—	14,765	—	2,314	—
<b>Total Co-Investment</b>	<b>12,451</b>	—	—	<b>2,314</b>	—	<b>14,765</b>	—	<b>2,314</b>	—
<b>Total investments</b>	<b>85,541</b>	—	<b>(26,283)</b>	<b>28,797</b>	<b>(5,551)</b>	<b>82,504</b>	<b>(21,446)</b>	<b>1,800</b>	<b>40,622</b>
<b>Total investments and marketable securities</b>	<b>85,541</b>	<b>1,444</b>	<b>(27,727)</b>	<b>28,797</b>	<b>(5,551)</b>	<b>82,504</b>	<b>(21,536)</b>	<b>1,710</b>	<b>40,622</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.

2022	Value per 1 January 2022	Additions (capital calls) <sup>1)</sup>	Disposals (returns of capital)	Unrealised gains	Unrealised losses	Value per 30.6.2022	Total real- ised gains/ (losses) per 30.6.2022 <sup>2)</sup>	Net gains/ (losses) per 30.6.2022	Uncalled commit- ment amount
<b>Marketable securities</b>	—	—	—	—	—	—	—	—	—
<b>Balanced stage</b>	<b>2,119</b>	—	—	—	<b>(6)</b>	<b>2,113</b>	—	<b>(6)</b>	<b>10,856</b>
<b>Buyout stage</b>									
large buyout stage	3,468	120	(4,889)	4,838	(524)	3,013	(4,847)	(533)	3,244
middle market buyout stage	46,700	158	(5,571)	5,657	(5,620)	41,324	(2,951)	(2,914)	14,222
small buyout stage	6,226	—	—	—	(1,204)	5,022	1,385	181	8,048
<b>Total buyout stage</b>	<b>56,394</b>	<b>278</b>	<b>(10,460)</b>	<b>10,495</b>	<b>(7,348)</b>	<b>49,359</b>	<b>(6,413)</b>	<b>(3,266)</b>	<b>25,514</b>
<b>Special situations stage</b>									
distressed debt stage	5,394	—	(185)	47	(625)	4,631	290	(288)	1,036
<b>Total special situations stage</b>	<b>5,394</b>	—	<b>(185)</b>	<b>47</b>	<b>(625)</b>	<b>4,631</b>	<b>290</b>	<b>(288)</b>	<b>1,036</b>
<b>Venture stage</b>									
early stage venture	32,301	—	(4,846)	5,095	(11,120)	21,430	(4,430)	(10,455)	4,339
growth capital stage	2,445	—	(46)	—	(1,011)	1,388	413	(598)	719
late stage venture	3,651	—	(9,995)	10,739	(206)	4,189	(9,356)	1,177	310
<b>Total venture stage</b>	<b>38,397</b>	—	<b>(14,887)</b>	<b>15,834</b>	<b>(12,337)</b>	<b>27,007</b>	<b>(13,373)</b>	<b>(9,876)</b>	<b>5,368</b>
<b>Co-Investment</b>									
small buyout stage	10,364	—	(1,466)	1,466	(40)	10,324	(1,467)	(41)	—
<b>Total Co-Investment</b>	<b>10,364</b>	—	<b>(1,466)</b>	<b>1,466</b>	<b>(40)</b>	<b>10,324</b>	<b>(1,467)</b>	<b>(41)</b>	—
<b>Total investments</b>	<b>112,668</b>	<b>278</b>	<b>(26,998)</b>	<b>27,842</b>	<b>(20,356)</b>	<b>93,434</b>	<b>(20,963)</b>	<b>(13,477)</b>	<b>42,774</b>
<b>Total investments and marketable securities</b>	<b>112,668</b>	<b>278</b>	<b>(26,998)</b>	<b>27,842</b>	<b>(20,356)</b>	<b>93,434</b>	<b>(20,963)</b>	<b>(13,477)</b>	<b>42,774</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.

In general, movements in investments and securities 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 18 shows the portfolio's non cash transactions and provides a reconciliation to the movement schedules.

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

As of 30 June 2023 (all amounts in USD thousands unless otherwise stated)

	Deal currency	Vintage year	Geography	Commitment 31.12.2022	Cost 1.1.2022	Cost 31.12.2022	Fair value 31.12.2022	Commitment 30.6.2023	Cost 30.6.2023	Fair value 30.6.2023	FMV in %
<b>Balanced stage</b>											
Chancellor Offshore Partnership Fund, L.P.	USD	1997	North America	235,000	—	—	1,157	235,000	—	787	0.95%
Chancellor Partnership Fund, L.P.	USD	1997	North America	14,518	—	—	—	14,518	—	—	0.00%
Crown Global Secondaries plc	USD	2004	North America	30,000	337	256	12	30,000	256	11	0.01%
<b>Total balanced stage</b>				<b>279,518</b>	<b>337</b>	<b>256</b>	<b>1,169</b>	<b>279,518</b>	<b>256</b>	<b>798</b>	<b>0.97%</b>
<b>Buyout stage</b>											
<b>Large buyout</b>											
Clayton, Dubilier & Rice Fund VI, L.P.	USD	1998	North America	10,000	2,581	2,581	1	10,000	2,581	1	0.00%
BC European Capital VII <sup>2)</sup>	EUR	2000	Europe	10,667	2,132	2,132	59	10,911	2,132	60	0.07%
Permira Europe II, L.P. II <sup>2)</sup>	EUR	2000	Europe	10,667	2,262	2,262	79	10,911	2,262	60	0.07%
TPG Parallel III, L.P.	USD	2000	North America	5,000	1,178	1,178	—	5,000	1,178	—	0.00%
T3 Parallel II, L.P.	USD	2001	North America	—	1,030	—	—	—	—	—	0.00%
Warburg Pincus Private Equity VIII, L.P.	USD	2001	North America	15,000	—	—	—	15,000	—	—	0.00%
Permira Europe III, L.P. II <sup>2)</sup>	EUR	2003	Europe	10,667	2,749	2,749	59	10,911	2,736	34	0.04%
Silver Lake Partners II, L.P.	USD	2004	North America	—	1,260	—	—	—	—	—	0.00%
Greenhill Capital Partners II, L.P.	USD	2005	North America	—	701	—	—	—	—	—	0.00%
KKR European Fund II, L.P. <sup>2)</sup>	EUR	2005	Europe	10,666	2,658	60	48	10,910	60	49	0.06%
First Reserve XI, L.P.	USD	2006	North America	15,000	8,931	8,931	10	15,000	8,931	9	0.01%
Permira IV, L.P. 2 <sup>2)</sup>	EUR	2006	Europe	11,200	2,095	2,095	15	11,457	2,095	15	0.02%
Bain Capital Fund X, L.P.	USD	2008	North America	12,000	2,907	3,027	1,462	12,000	3,027	1,534	1.86%
Bain Capital X Coinvestment Fund, L.P.	USD	2008	North America	420	151	151	—	420	151	—	0.00%
TPG Partners VI, L.P.	USD	2008	North America	18,000	5,175	5,175	1,031	18,000	4,552	269	0.33%
<b>Total large buyout</b>				<b>129,287</b>	<b>35,810</b>	<b>30,341</b>	<b>2,764</b>	<b>130,520</b>	<b>29,705</b>	<b>2,031</b>	<b>2.46%</b>

	Deal currency	Vintage year	Geography	Commitment 31.12.2022	Cost 1.1.2022	Cost 31.12.2022	Fair value 31.12.2022	Commitment 30.6.2023	Cost 30.6.2023	Fair value 30.6.2023	FMV in %
<b>Middle market buyout</b>											
The Triton Fund (No. 9) L.P. <sup>2)</sup>	EUR	1999	Europe	9,271	720	720	79	9,484	720	77	0.09%
Bain Capital Fund VII-E, L.P.	USD	2002	Europe	8,000	1,177	1,177	16	8,000	1,177	16	0.02%
Bain Capital Fund VIII-E, L.P. <sup>2)</sup>	EUR	2004	Europe	—	3,167	—	—	—	—	—	0.00%
Newbridge Asia IV, L.P.	USD	2005	Asia	10,000	2,921	2,880	—	—	—	—	0.00%
SB Asia Investment Fund II, L.P.	USD	2005	Asia	7,000	347	43	1,877	7,000	(2)	1,541	1.87%
Court Square Capital Partners II, L.P.	USD	2006	North America	15,000	5,064	5,064	274	15,000	5,064	273	0.33%
Polish Enterprise Fund VI, L.P. <sup>2)</sup>	EUR	2006	Europe	10,666	2,386	2,386	—	10,912	2,386	1	0.00%
The Triton Fund II, L.P. <sup>2)</sup>	EUR	2006	Europe	12,800	4,042	2,919	518	13,094	2,919	532	0.64%
Advent Latin American Private Equity											
Fund IV, L.P.	USD	2007	Other	10,000	1,249	1,249	903	10,000	1,249	904	1.10%
CDH China Fund III, L.P.	USD	2007	Asia	9,000	—	—	255	9,000	—	265	0.32%
CDH Supplementary Fund III, L.P.	USD	2007	Asia	3,000	—	—	14	3,000	—	13	0.02%
Crown Asia-Pacific Private Equity plc	USD	2007	Asia	40,000	3,215	2,815	8,345	40,000	2,415	7,547	9.15%
EOS Capital Partners IV, L.P.	USD	2007	North America	15,000	3,156	3,156	6,139	15,000	2,734	5,567	6.75%
Genstar Capital Partners V, L.P.	USD	2007	North America	10,000	1,597	265	156	10,000	265	84	0.10%
SAIF Partners III, L.P.	USD	2007	Asia	10,000	2,480	2,121	8,057	10,000	2,048	9,413	11.41%
Bain Capital Europe Fund III, L.P. <sup>2)</sup>	EUR	2008	Europe	10,667	1,537	1,954	543	10,912	1,954	507	0.61%
Hahn & Company I, L.P.	USD	2011	Asia	10,000	897	897	3,344	10,000	897	3,575	4.33%
Bain Capital Asia Fund II, L.P.	USD	2012	Asia	10,000	3,544	3,335	4,663	10,000	2,976	4,260	5.16%
<b>Total middle market buyout</b>				<b>200,404</b>	<b>37,499</b>	<b>30,981</b>	<b>35,183</b>	<b>191,402</b>	<b>26,802</b>	<b>34,575</b>	<b>41.91%</b>
<b>Small buyout</b>											
MBO Capital FCPR <sup>2)</sup>	EUR	2002	Europe	5,333	—	—	—	5,456	—	—	0.00%
Nmas1 Private Equity Fund No.2 L.P. <sup>2)</sup>	EUR	2002	Europe	5,333	918	918	236	5,456	918	242	0.29%
Wynnchurch Capital Partners II, L.P.	USD	2006	North America	7,500	1,776	1,776	7	7,500	1,776	3	0.00%
Crown European Buyout											
Opportunities II plc <sup>2)</sup>	EUR	2007	Europe	32,000	—	—	3,120	32,735	—	2,746	3.33%
PortPEP Limited (Secondary – Port) <sup>2),3)</sup>	EUR	2011	Europe	11,520	—	—	722	11,784	—	565	0.68%
<b>Total small buyout</b>				<b>61,686</b>	<b>2,694</b>	<b>2,694</b>	<b>4,085</b>	<b>62,931</b>	<b>2,694</b>	<b>3,556</b>	<b>4.31%</b>
<b>Total buyout stage</b>				<b>391,377</b>	<b>76,003</b>	<b>64,016</b>	<b>42,032</b>	<b>384,853</b>	<b>59,201</b>	<b>40,162</b>	<b>48.68%</b>

	Deal currency	Vintage year	Geography	Commitment 31.12.2022	Cost 1.1.2022	Cost 31.12.2022	Fair value 31.12.2022	Commitment 30.6.2023	Cost 30.6.2023	Fair value 30.6.2023	FMV in %
<b>Special situations stage</b>											
<b>Distressed debt</b>											
Sun Capital Securities Offshore Fund, Ltd.	USD	2004	North America	10,000	4,058	4,058	114	10,000	4,058	130	0.16%
OCM Principal Opportunities Fund IV, L.P.	USD	2006	North America	10,000	—	—	—	10,000	—	—	0.00%
Sun Capital Securities Offshore Fund, Ltd. (Second Tranche)	USD	2006	North America	10,000	1,576	1,576	175	10,000	1,576	195	0.24%
Fortress Investment Fund V (Fund D), L.P.	USD	2007	North America	7,500	759	574	3,223	7,500	574	3,204	3.88%
OCM Opportunities Fund VII, L.P.	USD	2007	North America	10,000	—	—	117	10,000	—	88	0.11%
Castlelake I, L.P.	USD	2007	North America	15,000	—	—	429	15,000	—	211	0.26%
Oaktree European Credit Opportunities Fund, L.P. <sup>2)</sup>	EUR	2008	Europe	10,666	4,592	4,592	—	10,912	4,592	—	0.00%
OCM European Principal Opportunities Fund II, L.P. <sup>2)</sup>	EUR	2008	Europe	8,000	—	—	—	8,184	—	—	0.00%
OCM Opportunities Fund VIIb, L.P.	USD	2008	North America	13,500	—	—	5	13,500	—	6	0.01%
<b>Total distressed debt</b>				<b>94,666</b>	<b>10,985</b>	<b>10,800</b>	<b>4,063</b>	<b>95,096</b>	<b>10,800</b>	<b>3,834</b>	<b>4.65%</b>
<b>Total special situations stage</b>				<b>94,666</b>	<b>10,985</b>	<b>10,800</b>	<b>4,063</b>	<b>95,096</b>	<b>10,800</b>	<b>3,834</b>	<b>4.65%</b>
<b>Venture stage</b>											
<b>Early stage venture</b>											
Strategic European Technologies N.V. <sup>2)</sup>	EUR	1997	Europe	7,309	—	—	—	7,477	—	—	0.00%
Invesco Venture Partnership Fund II, L.P.	USD	1999	North America	15,000	1,309	1,309	48	15,000	1,309	48	0.06%
Balderton Capital I, L.P.	USD	2000	Europe	5,333	1,854	—	—	5,333	—	—	0.00%
Chancellor V, L.P.	USD	2000	North America	20,000	2,430	1,804	—	20,000	1,729	62	0.08%
Galileo III FCPR <sup>2)</sup>	EUR	2000	Europe	6,739	—	—	365	6,894	—	374	0.45%
Global Life Science Venture Fund II, L.P. <sup>2)</sup>	EUR	2002	Europe	5,333	3,174	3,174	27	5,456	3,174	27	0.03%
Balderton Capital II, L.P.	USD	2005	Europe	4,000	2,846	160	—	—	—	—	0.00%
Battery Ventures VII, L.P.	USD	2005	North America	3,000	379	370	—	—	—	—	0.00%
Benchmark Israel II, L.P.	USD	2005	Other	4,602	875	875	1,930	4,602	875	1,753	2.12%
H.I.G. Venture Partners II, L.P.	USD	2005	North America	5,000	3,491	3,491	830	5,000	3,491	748	0.91%
Battery Ventures VIII, L.P.	USD	2007	North America	4,000	1,697	1,697	1,192	4,000	1,595	993	1.20%
Battery Ventures VIII Side Fund, L.P.	USD	2008	North America	978	167	167	127	978	167	131	0.16%
Viola Ventures III, L.P.	USD	2008	Other	6,000	—	—	9,420	6,000	—	7,272	8.81%
Mangrove III S.C.A. SICAR <sup>2)</sup>	EUR	2008	Europe	5,333	5,558	5,558	2,503	5,456	5,558	2,155	2.61%
<b>Total early stage venture</b>				<b>92,627</b>	<b>23,780</b>	<b>18,605</b>	<b>16,442</b>	<b>86,196</b>	<b>17,898</b>	<b>13,563</b>	<b>16.44%</b>

	Deal currency	Vintage year	Geography	Commitment 31.12.2022	Cost 1.1.2022	Cost 31.12.2022	Fair value 31.12.2022	Commitment 30.6.2023	Cost 30.6.2023	Fair value 30.6.2023	FMV in %
<b>Growth capital</b>											
Summit Partners Europe Private Equity											
Fund, L.P. <sup>2)</sup>	EUR	2009	Europe	7,467	2,771	2,696	1,085	7,638	2,696	1,315	1.59%
<b>Total growth capital</b>				<b>7,467</b>	<b>2,771</b>	<b>2,696</b>	<b>1,085</b>	<b>7,638</b>	<b>2,696</b>	<b>1,315</b>	<b>1.59%</b>
<b>Late stage venture</b>											
Columbia Capital Equity Partners III (Cayman), L.P.											
	USD	2000	North America	5,000	1,310	2	—	—	—	—	0.00%
New Enterprise Associates 10, L.P.											
	USD	2000	North America	10,000	6,354	378	644	10,000	378	431	0.52%
Columbia Capital Equity Partners IV (Non-US), L.P.											
	USD	2005	North America	10,000	—	—	1,098	10,000	—	1,072	1.30%
Index Ventures III (Jersey), L.P. <sup>2)</sup>											
	EUR	2005	Europe	7,467	—	—	5,898	7,638	—	6,031	7.31%
New Enterprise Associates 12, L.P.											
	USD	2006	North America	5,000	3,276	564	448	5,000	564	383	0.46%
Index Ventures IV (Jersey), L.P. <sup>2)</sup>											
	EUR	2007	Europe	5,333	1,984	1,901	211	5,456	1,901	150	0.18%
<b>Total late stage venture</b>				<b>42,800</b>	<b>12,924</b>	<b>2,845</b>	<b>8,299</b>	<b>38,094</b>	<b>2,843</b>	<b>8,067</b>	<b>9.78%</b>
<b>Total venture stage</b>				<b>142,894</b>	<b>39,475</b>	<b>24,146</b>	<b>25,826</b>	<b>131,928</b>	<b>23,437</b>	<b>22,945</b>	<b>27.81%</b>
<b>Co-Investment and other</b>											
<b>Small buyout</b>											
Co-Investment 4 <sup>2)</sup>											
	EUR	2011	Europe	—	1,466	—	—	—	—	—	0.00%
Co-Investment 5 <sup>2)</sup>											
	EUR	2011	Europe	4,266	5,440	5,440	12,451	4,365	5,440	14,765	17.90%
<b>Total small buyout</b>				<b>4,266</b>	<b>6,906</b>	<b>5,440</b>	<b>12,451</b>	<b>4,365</b>	<b>5,440</b>	<b>14,765</b>	<b>17.90%</b>
<b>Total Co-Investment and other</b>				<b>4,266</b>	<b>6,906</b>	<b>5,440</b>	<b>12,451</b>	<b>4,365</b>	<b>5,440</b>	<b>14,765</b>	<b>17.90%</b>
<b>Total investments at fair value through profit or loss</b>				<b>912,721</b>	<b>133,706</b>	<b>104,658</b>	<b>85,541</b>	<b>895,760</b>	<b>99,134</b>	<b>82,504</b>	<b>100.00%</b>
<b>Total</b>				<b>912,721</b>	<b>133,706</b>	<b>104,658</b>	<b>85,541</b>	<b>895,760<sup>4)</sup></b>	<b>99,134</b>	<b>82,504</b>	<b>100.00%</b>

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

<sup>2)</sup> Total commitment translated from EUR value at 1.091150 as of 30 June 2023 and 1.066650 as of 31 December 2022.

<sup>3)</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>4)</sup> Total paid in amounted to TUSD 855,138 (31 December 2022: TUSD 871,609).

## 5. Cash flow reconciliation

The following is a reconciliation between the cash flow statement on page 8 and the investments movement schedules on pages 12 and 13.

1 January 2023 – 30 June 2023	Investments			Marketable securities	
	Additions (capital calls)	Disposals (returns of capital)	Realised gains and losses net withholding taxes	Additions (capital calls)	Disposals (returns of capital) and realised losses <sup>4)</sup>
<b>Movement schedule (page 12)</b>	—	(26,283)	21,446	1,444	(1,444)
Cash flows for operating activities	—	2,110	1,284	—	—
Purchase of investments	—	—	—	—	—
Sale of marketable securities	—	—	—	—	1,444
Non-cash transactions					
Deemed distributions and account reclassification <sup>1)</sup>	—	24,171	(22,728)	—	—
In kind distributions <sup>2)</sup>	—	—	—	(1,444)	—
Revaluation of foreign currency positions <sup>3)</sup>	—	2	(2)	—	—
<b>Total cash and non-cash transactions</b>	—	26,283	(21,446)	(1,444)	1,444
<b>Reconciliation</b>	—	—	—	—	—

1 January 2022 – 30 June 2022	Investments			Marketable securities	
	Additions (capital calls)	Disposals (returns of capital)	Realised gains and losses net withholding taxes	Additions (capital calls)	Disposals (returns of capital) and realised losses <sup>4)</sup>
<b>Movement schedule (page 13)</b>	278	(26,998)	20,963	—	—
Cash flows for operating activities	—	1,563	4,473	—	—
Purchase of investments	(458)	—	—	—	—
Proceeds from callable return of invested capital in investments	180	—	—	—	—
Purchase of marketable securities	—	—	—	—	—
Sales of marketable securities	—	—	—	—	—
Non-cash transactions					
Deemed distributions and account reclassification <sup>1)</sup>	—	24,843	(24,844)	—	—
In kind distributions <sup>2)</sup>	—	—	—	—	—
Revaluation of foreign currency positions <sup>3)</sup>	—	592	(592)	—	—
Accounts receivable					
<b>Total cash and non-cash transactions</b>	(278)	26,998	(20,963)	—	—
<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.

<sup>4)</sup> Further information under note 4.

## 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.

Castle Private Equity AG, Pfäffikon: For Swiss federal, cantonal and communal tax purposes, an income tax is levied. However, there is a participation exemption on dividend income and capital gains on qualifying participations. The result of the participation exemption relief is that dividend income and capital gains are almost fully excluded from taxation.

Castle Private Equity (Overseas) Ltd., Grand Cayman: 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.

Castle Private Equity (International) plc, Dublin: 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	30.6.2023 TUSD	30.6.2022 TUSD
Profit/(Loss) for the period before taxes	946	(14,790)
Applicable tax rate	7.8%	7.8%
Income tax	74	(1,154)
Effect from: non-taxable income	(74)	1,154
<b>Total</b>	<b>—</b>	<b>—</b>

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

Taxes	30.6.2023 TUSD	30.6.2022 TUSD
Withholding tax expense for investments	171	231
<b>Total</b>	<b>171</b>	<b>231</b>

## 7. Due to banks

The Company has access to a TCHF 1,000 credit facility with LGT Bank Ltd., Vaduz (related party) based on a loan agreement dated 23 May 2023 which was paid back on 31 July 2023 and was terminated effective 10 August 2023. An interest margin of 1 per cent per annum is applied to the credit limit under this loan agreement for tenors up to one month.

## 8. Shareholders' equity

The share capital of the Company at 30 June 2023 amounts to TUSD 262 (31 December 2022: TUSD 262) consisting of 10,104,741 (31 December 2022: 10,104,741) issued and fully paid registered shares with a par value of USD 0.054 (31 December 2022: CHF 0.05) each. In the general meeting on 16 May 2023 the board of directors approved a distribution of reserves in the amount of CHF 2.00 per registered share which took place on 26 May 2023. Further, the board of directors resolved to amend the articles of association with regard to the currency of share capital from CHF to USD effective retroactively as of 1 January 2023. The revised stock corporation law now allows the issuance of share capital in the foreign currency that is essential for the business activity. For Castle Private Equity AG, this is the US Dollar. Existing stock corporations have the opportunity to change the currency in which the share capital is denominated.

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 84,309 as of 30 June 2023 (31 December 2022: TUSD 106,093).

The following distribution of legal reserves/retained earnings were paid out to the investors between 2021 and 2023:

Date of payment	USD/share	CHF/share
21.05.2021	3.33	3.00
16.05.2022	2.51	2.50
26.05.2023	2.23	2.00

### Treasury shares

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

During the period from 1 January to 30 June 2023 the Company has purchased no treasury shares (31 December 2022: Nil) and no treasury shares were sold (31 December 2022: Nil). As at 30 June 2023 the Company holds no treasury shares (31 December 2022: Nil). Treasury shares were treated as a deduction from the consolidated shareholders' equity using cost values. (31 December 2022: TUSD Nil). The gains and losses on sales of treasury shares were credited/debited to the retained earnings account.

**Share buyback 2<sup>nd</sup> line (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 board of directors decided and announced on 18 March 2021 to prematurely terminate the share buyback program at SIX Swiss Exchange, which started on 14 June 2019. Overall, a total of 578,598 registered shares or 5.56% of the current share capital and voting rights were bought back. All treasury share have been cancelled in the meantime.

Altogether the Company holds no treasury shares as of 30 June 2023 (31 December 2022: Nil). The treasury shares would be treated as a deduction from shareholder's equity at the average purchase price.

**Treasury shares**

Treasury shares 1 <sup>st</sup> line held by the Company	From	To	Cancelled	Number of shares	Average price USD	Cost TUSD
<b>Buyback programs</b>						
2 <sup>nd</sup> line program initiated on 14 June 2019, expanded and amended purpose announced on 27 December 2019						
Additions 2020	03.01.2020	30.04.2020	12.08.2020	85,074	13.03	1,109
Additions 2020	06.05.2020	31.12.2020	15.08.2022	204,387	11.02	2,251
Additions 2021	01.01.2021	31.12.2021	15.08.2022	103,984	11.32	1,177
<b>Total</b>				<b>393,445</b>	<b>11.53</b>	<b>4,537</b>

Movement of treasury shares 1 <sup>st</sup> line	Number of shares	Cost TUSD
Treasury shares held as of 31 December 2021	308,371	3,428
Cancellation on 15 August 2022	(308,371)	(3,428)
Treasury shares held as of 31 December 2022	—	—

Summary of treasury shares held by the Company as of 30 June 2023	Number of shares	Average price USD	Cost TUSD
Treasury shares 1 <sup>st</sup> line	—	—	—
Treasury shares 2 <sup>nd</sup> line	—	—	—
<b>Total of treasury shares held as of 30 June 2023</b>	<b>—</b>	<b>—</b>	<b>—</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 significant 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	30.6.2023 TUSD	31.12.2022 TUSD	30.6.2022 TUSD
Castle Private Equity (International) PLC	LGT Private Equity Advisers AG/	Management fees	478	1,156	625
	Investment Management Agreement/indirect	Management fees payable	211	266	272
		Performance fees	—	—	203
		Performance fees payable	—	—	203
	LGT Fund Managers (Ireland) Ltd./	Administration fees	13	43	24
	Management Agreement/direct	Administration fees payable	19	14	24
	LGT Fund Managers (Ireland) Ltd./	Investment management fees	—	—	—
	LGT Capital Partners Ltd./				
	LGT Private Equity Advisers AG/	Advisory fees	—	—	—
	Advisory Agreement/indirect	Directors' fees	—	—	—
Directors/indirect					
Castle Private Equity (Overseas) Limited	LGT Fund Managers (Ireland) Ltd./	Administration fees	—	—	—
	Administration Services Agreement/direct	Administration fees payable	—	—	—
	LGT Bank Ltd./				
	Loan Agreement/direct	Cash at banks	199	196	206
	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	—	5	—
Castle Private Equity AG	LGT Bank Ltd./	Cash at banks	59	165	185
	LGT Group/indirect	Due to banks	578	—	—
	LGT Fund Managers (FL) Ltd./	Administration fees	32	65	32
	Administrative Services Agreement/direct	Administration fees payable	16	—	—
	LGT Capital Partners Ltd./				
	Domicile Agreement/direct	Domicile fees	5	10	5
	LGT Capital Partners Ltd./				
	Management Agreement/direct	General managers expenses	53	109	56
Directors/direct	Directors' fees	92	201	100	

## 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 2023</b>					
<b>Income/(Loss)</b>					
Net gain/(loss) on investments at fair value through profit or loss	1,068	297	1,329	(894)	1,800
Net loss on marketable securities investments at fair value through profit or loss	(90)	—	—	—	(90)
<b>Total income/(loss)</b>	<b>978</b>	<b>297</b>	<b>1,329</b>	<b>(894)</b>	<b>1,710</b>
<b>As of 30 June 2022</b>					
<b>Income/(Loss)</b>					
Net gain/(loss) on investments at fair value through profit or loss	548	(1,899)	(3,217)	(8,909)	(13,477)
<b>Total income/(loss)</b>	<b>548</b>	<b>(1,899)</b>	<b>(3,217)</b>	<b>(8,909)</b>	<b>(13,477)</b>

The non-current assets are geographically allocated as follows:

	30.6.2023 TUSD	In %	31.12.2022 TUSD	In %
<b>Non-current assets:</b>				
North America	26,255	31.9%	16,828	19.8%
Europe	20,688	25.1%	28,474	33.3%
Asia	26,615	32.3%	26,555	31.0%
Other	8,946	10.7%	13,684	15.9%
<b>Total non-current assets</b>	<b>82,504</b>	<b>100.0%</b>	<b>85,541</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 judgement, considering factors specific to the asset or liability.

The determination of what constitutes “observable” requires significant judgement by the Group. The Group considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Group’s financial assets (by class) measured at fair value at 30 June 2023 and 31 December 2022:

As of 30 June 2023	Level 1 TUSD	Level 2 TUSD	Level 3 TUSD	Total TUSD
<b>Assets</b>				
<b>Assets at fair value through profit or loss:</b>				
Investments	–	–	82,504	82,504
<b>Total</b>	<b>–</b>	<b>–</b>	<b>82,504</b>	<b>82,504</b>
As of 31 December 2022	Level 1 TUSD	Level 2 TUSD	Level 3 TUSD	Total TUSD
<b>Assets</b>				
<b>Assets at fair value through profit or loss:</b>				
Investments	–	–	85,541	85,541
<b>Total</b>	<b>–</b>	<b>–</b>	<b>85,541</b>	<b>85,541</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 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>30.6.2023 in %</b>	<b>31.12.2022 in %</b>
<b>Balanced stage</b>	1%	1%
<b>Buyout stage</b>		
Large buyout stage	2%	3%
Middle market buyout stage	42%	41%
Small buyout stage	4%	5%
<b>Special situations stage</b>		
Distressed debt stage	5%	5%
<b>Venture stage</b>		
Early stage venture	16%	19%
Growth capital stage	2%	1%
Late stage venture	10%	10%
<b>Co-Investment</b>		
Large buyout stage	0%	0%
Small buyout stage	18%	15%
<b>Total</b>	<b>100%</b>	<b>100%</b>

## 12. Subsequent events

Since the balance sheet date of 30 June 2023 Castle Private Equity AG purchased no treasury shares.

Since the balance sheet date of 30 June 2023, 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: 0.8946

	2017	2018	2019	2020	2021	2022	June 2023	Since inception
<b>Share information</b>								
Number of outstanding shares at year end (ooo) <sup>1)</sup>	26,324 <sup>2)</sup>	18,022 <sup>3)</sup>	10,498 <sup>4)</sup>	10,209 <sup>5)</sup>	10,105	10,105 <sup>6)</sup>	10,105 <sup>6)</sup>	
USD net asset value <sup>1)</sup>	18.52	17.96	14.97	15.50	14.73	10.50	8.34	
CHF closing price <sup>1)</sup>	17.90	16.20	13.75	10.00	9.55	7.70	5.30	
<b>Share performance</b>								
USD net asset value	8.7%	5.3% <sup>7)</sup>	0.9% <sup>8)</sup>	3.5%	15.3% <sup>9)</sup>	(28.7%) <sup>10)</sup>	0.7% <sup>11)</sup>	21.4% <sup>12)</sup>
USD closing price	—	—	—	—	—	—	—	—
CHF closing price	16.6%	(9.5%)	(15.1%)	(27.3%)	(4.5%)	(19.4%)	(31.2%)	(49.0%)

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

<sup>2)</sup> Of which 1,876,234 owned by the Group. On 26 September 2017, 2,904,511 shares purchased via share buyback program were cancelled.

<sup>3)</sup> Of which 6,231,357 owned by the Group. On 7 August 2018, 8,301,455 shares purchased via share buyback program were cancelled.

<sup>4)</sup> Of which 764,336 owned by the Group. On 22 August 2019, 6,759,973 shares purchased via share buyback program were cancelled.

<sup>5)</sup> Of which 204,387 owned by the Group. On 10 August 2020, 849,410 shares purchased via share buyback program were cancelled.

<sup>6)</sup> On 22 August 2022, 308,371 shares purchased via share buyback were cancelled.

<sup>7)</sup> Adjusted for distributions of general legal reserves from capital contributions of CHF 1.00/USD 1.01 on 22 May 2018.

<sup>8)</sup> Adjusted for distributions of general legal reserves from capital contributions of CHF 3.00/USD 2.97 on 20 May 2019.

<sup>9)</sup> Adjusted for distributions of general legal reserves from capital contributions of CHF 3.00/USD 3.33 on 21 May 2021.

<sup>10)</sup> Adjusted for distributions of general legal reserves from capital contributions/retained earnings of CHF 2.50/USD 2.51 on 16 May 2022.

<sup>11)</sup> Adjusted for distributions of general legal reserves from capital contributions of CHF 2.50/USD 2.80 on 26 May 2023.

<sup>12)</sup> Adjusted for distributions of general legal reserves from capital contributions/retained earnings for all since inception.

### Listing

SIX Swiss Exchange 4885474 (Swiss security number)

### Price information

Reuters: CPE.S

Bloomberg: CPEN SW <Equity>

### Publication of net asset value

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