

Strictly confidential

# CROWN EUROPEAN PRIVATE EQUITY PLC

Unaudited Financial Statements  
For the six months ended 30 June 2012

Registered Number: 401701

CROWN EUROPEAN PRIVATE EQUITY  
30 June 2012



# Table of contents

Directors and other information	04
Background to the Company	05
Interim management report and responsibility statement	06
Investment Advisor's report	07
Unaudited statement of comprehensive income	11
Unaudited balance sheet	12
Unaudited statement of changes in equity	13
Unaudited cash flow statement	14
Unaudited notes to the financial statements	15
Unaudited portfolio of investments	16

## Directors and other information

### Board of Directors

Konrad Baechinger (Swiss)  
Urs Gaehwiler (Swiss)  
Paul Garvey (Irish)  
André Lagger (Swiss)  
Roberto Paganoni (Dutch)  
Tycho Sneyers (Belgian)  
Desmond Tobin (Irish)

### Trustee and Custodian

Credit Suisse International, Dublin Branch  
Kilmore House  
Park Lane  
Spencer Dock  
Dublin 1  
Ireland

### Investment Advisor and Distributor

LGT Capital Partners Limited  
Schuetzenstrasse 6  
8808 Pfaeffikon  
Switzerland

### Secretary and Registered Office

LGT Fund Managers (Ireland) Limited  
Segrave House  
19/20 Earlsfort Terrace  
Dublin 2  
Ireland

#### *Main contacts:*

Tycho Sneyers  
Robert Schlachter

#### *Main contact:*

Kathryn O'Driscoll

### Investment Manager

LGT Capital Partners (Ireland) Limited  
Segrave House  
19/20 Earlsfort Terrace  
Dublin 2  
Ireland

### Independent Auditors

PricewaterhouseCoopers  
Chartered Accountants  
and Registered Auditors  
One Spencer Dock  
North Wall Quay  
Dublin 1  
Ireland

#### *Main contact:*

Brian Goonan

### Administrator

LGT Fund Managers (Ireland) Limited  
Segrave House  
19/20 Earlsfort Terrace  
Dublin 2  
Ireland

### Legal Advisor and Listing Sponsor

Dillon Eustace  
33 Sir John Rogerson's Quay  
Dublin 2  
Ireland

#### *Main contact:*

Paul Garvey

### Irish Paying Agent

LGT Bank (Ireland) Limited  
Segrave House  
19/20 Earlsfort Terrace  
Dublin 2  
Ireland

## Background to the Company

The following information is derived from and should be read in conjunction with the full text and definitions section of Crown European Private Equity plc's ("CROWN EUROPEAN PRIVATE EQUITY", "CEPE" or the "Company") prospectus (the "Prospectus").

### Structure

Fund size	EUR 609.0 million
Date of incorporation	4 May 2005
Initial closing date	15 December 2005
Final closing date	15 December 2006
Vintage year	2005
Commitment period:	
Start date	15 December 2005
End date	15 December 2009
Investment period	up to 15 December 2014
Fund expiry date	15 December 2017
Extension periods	up to three one-year extensions

The Company is a closed-ended investment company with variable capital, incorporated on 4 May 2005 with limited liability under the laws of Ireland. The Company was authorized by the Central Bank of Ireland on 8 June 2005 pursuant to the provisions of Part XIII of the Companies Act, 1990 and had a final closing on 15 December 2006.

The Class A Shares, Class B Shares and Class O Shares of the Company were admitted to the Official List of the Irish Stock Exchange on 1 May 2008.

The Prospectus was reissued on 6 May 2011 to include updated financial information in accordance with the Prospectus (Directive 2003/71/EC) Regulations 2005. A further supplement to the Prospectus was issued on 1 July 2011 in respect of the appointment of Credit Suisse International, Dublin Branch, as Custodian.

### Investment objective

The objective of the Company is to provide shareholders with attractive long-term capital appreciation from a diversified portfolio of primary and secondary private equity partnership investments.

The Company's portfolio shall comprise substantially of European buyout funds. The target is to invest between 50% and 70% of subscribed capital into middle market private equity partnerships and approximately 10% to 20% of subscribed capital into larger private equity partnerships. Finally, the portfolio may comprise up to 20% in venture fund investments and up to 20% in secondary private equity partnership investments.

The Company shall not invest more than 15% of subscribed capital in any one underlying primary private equity partnership. The Company's investment in any one primary private equity partnership investment shall not equal to more than 20% of the target fund size of such primary private equity partnership.

## Interim management report and responsibility statement

This Interim Management Report and Responsibility Statement have been prepared in accordance with the Transparency (Directive 2004/109/EC) Regulations 2007 and the related Transparency Rules issued by the Central Bank of Ireland. For clarification purposes, this half-yearly financial report has not been audited or reviewed by auditors pursuant to the Auditing Practices Board guidance on Review of Interim Financial Information.

### Review of business

The CROWN EUROPEAN PRIVATE EQUITY fund started committing on 15 December 2005. As of 30 June 2012, the Company has committed a total of EUR 602,426,326 to both primary investments and secondary transactions. An overview of the commitments made and investment performance to date is contained in the Investment Advisor's report on pages 7 to 9. A summary of the unaudited portfolio of investments is included on pages 16 and 17.

During the six-month period to 30 June 2012, the Company generated a profit of EUR 40,644,360 which, in addition to the net capital distributed in the period, increased the net assets of the Company to EUR 488,917,936 compared to EUR 444,382,999 for the previous period ended 30 June 2011.

The Company continued to make gains during the six months to 30 June 2012 and these gains were broadly similar to the same period last year. The current period's gains are mainly focused on 2006 and 2007 vintage investments. The largest ten investment gains produced 77% of the total gains with no investments recording a negative performance in excess of EUR 1.0 million during the period.

Distributions from investments during the six months to 30 June 2012 were down 67% from the same period last year and the Company distributed EUR 14.0 million (or 2.30% of subscribed capital) compared to EUR 44.2 million (or 7.25% of subscribed capital) distributed in the six months to 30 June 2011. The Company called EUR 4.9 million (or 0.80% of subscribed capital) during the period bringing investors' contributions to 79.35% of their subscribed capital.

### Events since the period end

No events or transactions have occurred since the period ended 30 June 2012 that could materially affect the Company's performance.

### Principal risks and uncertainties

The Company's performance is influenced by the broader economic environment and events such as a further economic downturn could also adversely effect the Company's future performance for the six-month period to 31 December 2012.

### Responsibility statement

The Directors are responsible for preparing the financial statements for the six months ended 30 June 2012 in accordance with the Transparency (Directive 2004/109/EC) Regulations 2007 and the related Transparency Rules issued by the Central Bank of Ireland, applicable Irish law and International Financial Reporting Standards ("IFRS") as adopted by the European Union.

The Directors confirm that, to the best of their knowledge:

- > the Company's condensed set of financial statements for the half year ended 30 June 2012, which has been prepared in accordance with IFRS, gives a true and fair view of the assets, liabilities, financial position and profit or loss of the Company;
- > the Interim Management Report includes a fair review of the important events that have occurred during the first six months of the financial year, and their impact on the financial statements, and a description of the principal risks and uncertainties for the remaining six months of the current financial year; and
- > there are no changes in related parties' transactions described in the last annual report that could have a material effect on the financial position or performance of the Company in the first six months of the current financial year.

### On behalf of the Board

Desmond Tobin

Paul Garvey

17 August 2012

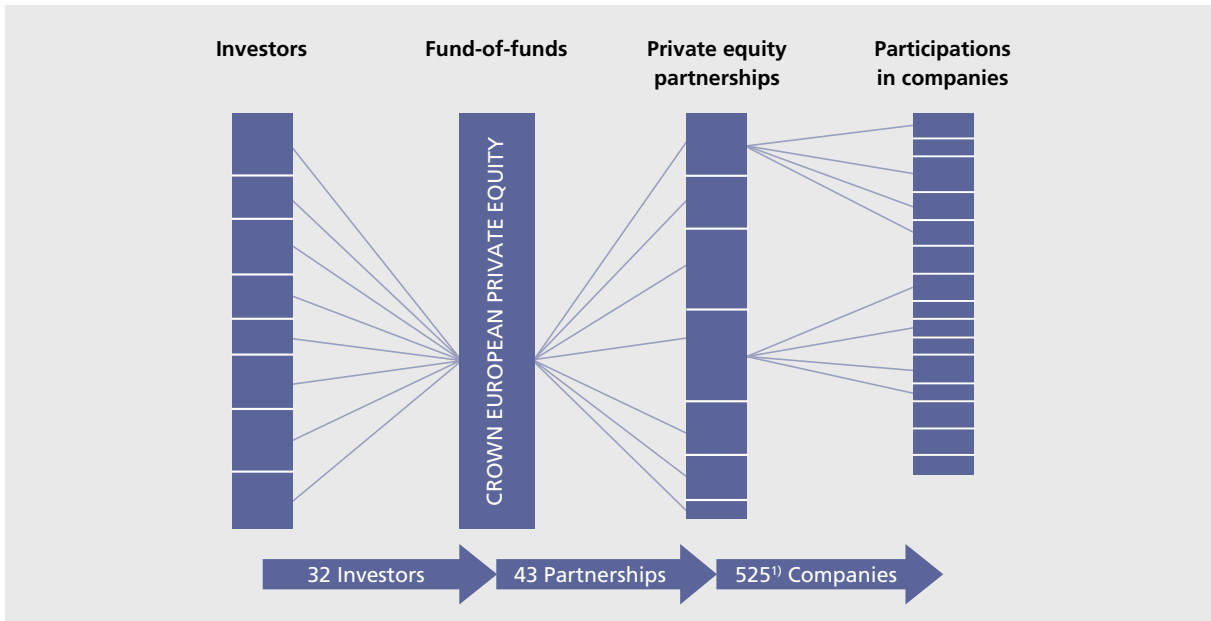
# Investment Advisor's report

## NAV SUMMARY

CEPE's net asset value ("NAV") as of 30 June 2012 amounts to EUR 488.9 million, an increase of EUR 31.5 million compared to the year ended 31 December 2011.

## PORTFOLIO STRUCTURE

### PORTFOLIO STRUCTURE AS OF 30 JUNE 2012



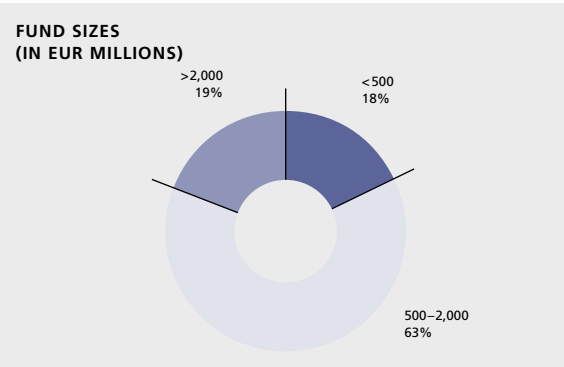
**NOTE:**

¹) Based on the latest available financial information from the underlying private equity partnerships, i.e. 31 March 2012 and 31 December 2011.

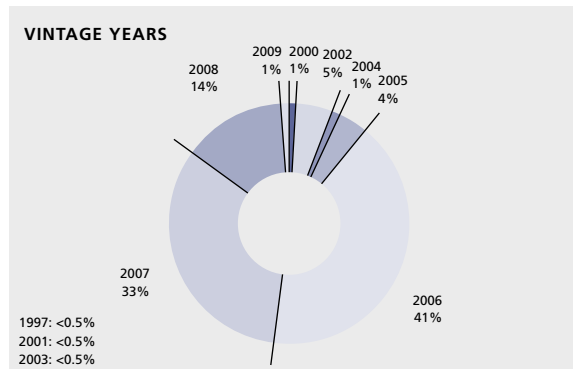
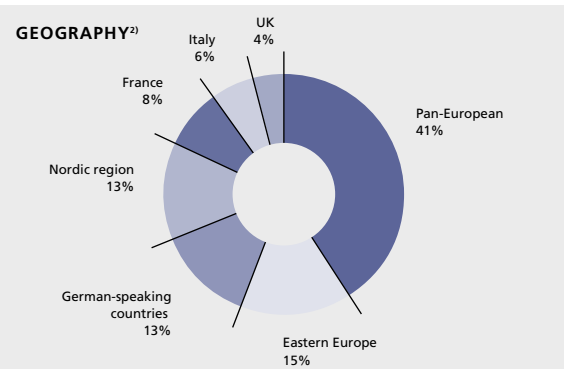
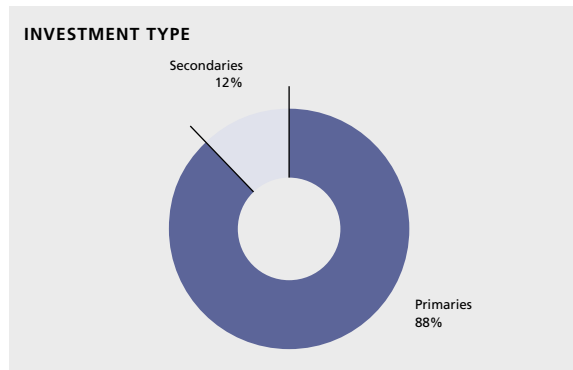
**PORTFOLIO REVIEW AT PARTNERSHIP LEVEL**

**Commitments**

CEPE has committed EUR 528.0 million (87.6% of total commitments) to 24 primary private equity partnerships and EUR 74.5 million (12.4% of total commitments) to seven secondary transactions comprising 19 private equity partnerships. The total commitments of EUR 602.4 million amount to 98.9% of the investors' total subscribed capital of EUR 609.0 million.



**COMMITMENTS STRUCTURE<sup>1)</sup>**



**NOTES:**

<sup>1)</sup> Based on CEPE's commitments in private equity partnerships.  
<sup>2)</sup> Based on the stated geographical investment focus of the private equity partnerships.

**PORTFOLIO REVIEW AT COMPANY LEVEL<sup>1)</sup>**

CEPE has indirectly invested in 525 companies of which 387 are still active and 138 have been fully realized.

CEPE does not have a specific geographical or industrial target allocation but seeks broad diversification across these two dimensions.

**INVESTMENT ACTIVITY**

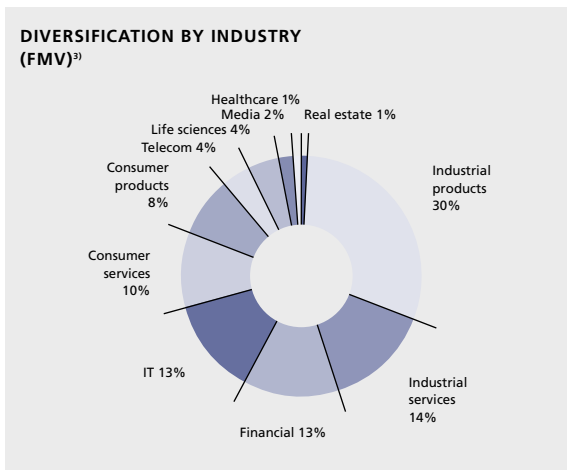
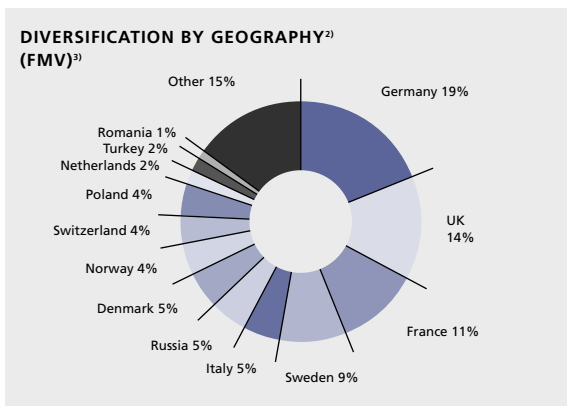
On 15 December 2009, the commitment period for CEPE ended.

**LGT Capital Partners Limited**  
Pfaeffikon, Switzerland

Tycho Sneyers

Robert Schlachter

**17 August 2012**



**NOTES:**

<sup>1)</sup> Based on the latest available financial information from the underlying private equity partnerships, i.e. 31 March 2012 and 31 December 2011.

<sup>2)</sup> Geography refers to the location of the company's head office.

<sup>3)</sup> Fair market value ("FMV") refers to the valuations ascribed to the various portfolio companies of the underlying private equity partnerships.

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# Unaudited statement of comprehensive income

## FOR THE PERIOD ENDED 30 JUNE 2012

Amounts are reported in EUR	For the six months ended 30 June 2012	For the six months ended 30 June 2011
<b>Operating income</b>		
– Interest income	45,604	225,504
– Dividend income	50,503	216,231
– Gains/(losses) on foreign exchange, net	6,082	(41,800)
– Net gain on investments at fair value through profit or loss	44,575,632	45,259,491
<b>Total net income</b>	<b>44,677,821</b>	<b>45,659,426</b>
<b>Operating expenses</b>		
– Investment management fee	(1,111,725)	(1,004,983)
– Administration fee	(140,150)	(126,679)
– Custodian and trustee fees	(69,787)	(63,310)
– Audit fee	(9,570)	(14,956)
– Partnership expenses	(2,657,712)	(3,194,284)
– Other operating expenses	(57,553)	(53,403)
<b>Total operating expenses</b>	<b>(4,046,497)</b>	<b>(4,457,615)</b>
<b>Profit before taxation</b>	<b>40,631,324</b>	<b>41,201,811</b>
Withholding tax	13,036	449,448
<b>Profit for the period</b>	<b>40,644,360</b>	<b>41,651,259</b>
<b>TOTAL COMPREHENSIVE PROFIT FOR THE PERIOD</b>	<b>40,644,360</b>	<b>41,651,259</b>

## EARNINGS PER SHARE BY SHARE CLASS (“EPS”) – basic and diluted (note 3)

Share class	2012 EUR	2011 EUR
“A”	10.02	9.78
“B”	9.55	9.32
“O”	11.55	11.26

The accompanying notes are an integral part of the financial statements.

All amounts arose solely from continuing operations. There are no gains and losses other than those dealt with in the statement of comprehensive income.

On behalf of the Board

Desmond Tobin

Paul Garvey

17 August 2012

## Unaudited balance sheet

### AS OF 30 JUNE 2012

Amounts are reported in EUR	As of 30 June 2012	As of 31 December 2011 (Audited)
<b>Assets</b>		
– Cash at bank	58,023	8,500,460
– Investments at fair value through profit or loss	489,458,450	444,786,986
– Accrued income and other receivables	141,300	4,831,471
<b>TOTAL ASSETS</b>	<b>489,657,773</b>	<b>458,118,917</b>
<b>Equity</b>		
<b>Capital and reserves attributable to equity holders</b>		
– Share capital	361,746,000	370,881,000
– Retained earnings	127,171,936	86,527,576
<b>Total equity<sup>1)</sup></b>	<b>488,917,936</b>	<b>457,408,576</b>
<b>Liabilities</b>		
– Accrued expenses and other payables	739,837	710,341
<b>Total liabilities</b>	<b>739,837</b>	<b>710,341</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>489,657,773</b>	<b>458,118,917</b>

The accompanying notes are an integral part of the financial statements.

### NET ASSET VALUE BY SHARE CLASS ("NAV")

Shares issued	As of 30 June 2012			As of 31 December 2011 (Audited)		
	Total NAV (in EUR)	Number of shares in issue	NAV per share (in EUR)	Total NAV (in EUR)	Number of shares in issue	NAV per share (in EUR)
"A"	326,913,086	2,696,627.45	121.23	305,808,118	2,752,135.75	111.12
"B"	48,774,730	426,016.76	114.49	45,601,613	434,953.97	104.84
"O"	113,230,120	793,857.35	142.63	105,998,845	809,291.82	130.98
<b>Total</b>	<b>488,917,936</b>	<b>3,916,501.56</b>		<b>457,408,576</b>	<b>3,996,381.54</b>	

On behalf of the Board

Desmond Tobin

Paul Garvey

17 August 2012

**NOTE:**

<sup>1)</sup> The total equity refers to the net asset value ("NAV") of the Company.

## Unaudited statement of changes in equity

### FOR THE PERIOD ENDED 30 JUNE 2012

Amounts are reported in EUR	Share capital	Retained earnings	Total
<b>At 1 January 2011</b>	<b>386,715,000</b>	<b>16,016,740</b>	<b>402,731,740</b>
– Total comprehensive profit for the period	–	41,651,259	41,651,259
– Issue of shares	44,152,500	–	44,152,500
– Repurchase of own shares	(44,152,500)	–	(44,152,500)
<b>Net increase for the period</b>	<b>–</b>	<b>41,651,259</b>	<b>41,651,259</b>
<b>At 30 June 2011</b>	<b>386,715,000</b>	<b>57,667,999</b>	<b>444,382,999</b>
<b>At 1 January 2012</b>	<b>370,881,000</b>	<b>86,527,576</b>	<b>457,408,576</b>
– Total comprehensive profit for the period	–	40,644,360	40,644,360
– Issue of shares	4,872,000	–	4,872,000
– Repurchase of own shares	(14,007,000)	–	(14,007,000)
<b>Net (decrease)/increase for the period</b>	<b>(9,135,000)</b>	<b>40,644,360</b>	<b>31,509,360</b>
<b>At 30 June 2012</b>	<b>361,746,000</b>	<b>127,171,936</b>	<b>488,917,936</b>

The accompanying notes are an integral part of the financial statements.

## Unaudited cash flow statement

### FOR THE PERIOD ENDED 30 JUNE 2012

Amounts are reported in EUR

	For the six months ended 30 June 2012	For the six months ended 30 June 2011
<b>Cash flows from/(used in) operating activities</b>		
– Purchase of investments	(11,441,143)	(30,515,844)
– Proceeds from return of invested capital in investments	7,662,230	20,553,002
– Proceeds from realized gains on investments	8,442,431	14,698,141
– Interest received	45,812	225,447
– Operating expenses paid	(4,022,849)	(3,953,528)
<b>Net cash flows from operating activities</b>	<b>686,481</b>	<b>1,007,218</b>
<b>Cash flows from/(used in) financing activities</b>		
– Proceeds from issue of shares	4,872,000	44,152,500
– Payments for repurchase of own shares	(14,007,000)	(44,152,500)
<b>Net cash flows (used in)/from financing activities</b>	<b>(9,135,000)</b>	<b>–</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(8,448,519)</b>	<b>1,007,218</b>
– Cash and cash equivalents at beginning of period	8,500,460	9,349,232
– Exchange gains/(losses) on cash and cash equivalents	6,082	(41,800)
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>58,023</b>	<b>10,314,650</b>

The accompanying notes are an integral part of the financial statements.

# Unaudited notes to the financial statements

## 1. Summary of accounting policies

### Basis of presentation

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the EU, and Irish statute comprising the Companies Acts, 1963 to 2012.

The principles of accounting applied in the interim financial statements as per 30 June 2012 correspond to those of the audited annual report for 2011, unless otherwise stated.

### 2. Investments at fair value through profit or loss

As of 30 June 2012, the Company has subscribed interests in 43 private equity partnerships (mainly limited partnerships). The total committed capital amounted to EUR 602,426,326 of which EUR 487,155,688 was contributed to date. The details of the commitments are shown in the unaudited portfolio of investments on pages 16 and 17. The commitments to these private equity partnerships will be funded by contributions from the Company's investors.

### 3. Earnings per share

Basic earnings per share is calculated by dividing the shareholders' profit for the period by the weighted average number of participating shares for each period.

The Company has not issued any shares or other instruments that are considered to have a dilutive potential.

## 4. Events since the period end

As of 17 August 2012, the Company has contributed the following capital to existing private equity partnership investments:

Partnership	EUR
P24	2,500,000
P22	1,481,650
P2	967,678
P14	850,870
P20	353,936
S4-2	103,819
P5	100,000
S6-2	88,740
P9	78,367
P6	68,896
S2-1	23,321
S7-1	8,867
S7-4	6,201
<b>TOTAL</b>	<b>6,632,345</b>

## 5. Approval of financial statements

The Directors approved the financial statements on 17 August 2012.

## Unaudited portfolio of investments

FOR THE PERIOD ENDED 30 JUNE 2012 <sup>1), 2), 3)</sup>

	Partner- ship currency	Capital commit- ments: partnership currency	Capital com- mitments: EUR	30 June 2012 Fair value (EUR)	30 June 2012 Percentage of total equity (%)	31 December 2011 Fair value (EUR) (Audited)	31 December 2011 Percentage of total equity (%) (Audited)
<b>Primary investments</b>							
<b>Vintage year 2005</b>							
P1	EUR	15,000,000	15,000,000	11,777,148	2.4	12,029,550	2.6
<b>Vintage year 2006</b>							
P2	EUR	25,000,000	25,000,000	27,970,987	5.7	24,987,202	5.5
P3	EUR	9,918,728	9,918,728	1,665,903	0.3	1,553,612	0.3
P4	GBP	13,500,000	16,693,154	11,551,993	2.4	12,171,064	2.6
P5	EUR	10,000,000	10,000,000	9,693,043	1.9	9,630,852	2.1
P6	EUR	40,000,000	40,000,000	48,337,310	9.9	40,281,443	8.8
P7	EUR	15,000,000	15,000,000	13,527,816	2.7	14,492,444	3.2
P8	EUR	30,000,000	30,000,000	30,295,158	6.2	22,381,877	4.9
P9	EUR	40,000,000	40,000,000	36,538,789	7.5	36,634,491	8.0
P10	USD	13,500,000	10,642,072	10,564,511	2.2	10,531,267	2.3
P11	EUR	35,000,000	35,000,000	22,856,959	4.7	21,051,383	4.6
<b>Vintage year 2007</b>							
P12	EUR	40,000,000	40,000,000	27,775,301	5.7	25,449,983	5.6
P13	EUR	12,000,000	12,000,000	11,276,451	2.3	10,627,747	2.3
P14	USD	25,237,500	19,894,762	20,941,398	4.3	13,689,194	3.0
P15	EUR	12,500,000	12,500,000	7,351,904	1.5	6,728,933	1.5
P16	EUR	14,000,000	14,000,000	9,575,449	2.0	7,856,888	1.7
P17	EUR	30,000,000	30,000,000	27,450,368	5.6	26,247,000	5.7
P18	EUR	20,000,000	20,000,000	19,025,277	3.9	18,257,304	4.0
P19	EUR	25,000,000	25,000,000	24,395,250	5.0	22,068,881	4.8
P20	EUR	25,000,000	25,000,000	16,124,096	3.3	15,754,442	3.4
<b>Vintage year 2008</b>							
P21	GBP	14,000,000	17,311,419	8,198,612	1.7	6,530,543	1.5
P22	EUR	15,000,000	15,000,000	8,756,716	1.8	7,520,000	1.7
P23	EUR	25,000,000	25,000,000	16,390,019	3.4	14,023,007	3.1
P24	EUR	25,000,000	25,000,000	11,717,377	2.4	10,682,488	2.3
<b>Sub-total primary investments</b>			<b>527,960,135</b>	<b>433,757,835</b>	<b>88.8</b>	<b>391,181,595</b>	<b>85.5</b>

**NOTES:**

<sup>1)</sup> Investments have been assigned an alphanumeric code for reasons of confidentiality.

<sup>2)</sup> A complete statement of portfolio changes is available to shareholders from the registered office of the Company free of charge.

<sup>3)</sup> The notes to the accounts are an integral part of the financial statements.

# Unaudited portfolio of investments

FOR THE PERIOD ENDED 30 JUNE 2012 <sup>1), 2), 3)</sup>

	Partner- ship currency	Capital commit- ments: partnership currency	Capital com- mitments: EUR	30 June 2012 Fair value (EUR)	30 June 2012 Percentage of total equity (%)	31 December 2011 Fair value (EUR) (Audited)	31 December 2011 Percentage of total equity (%) (Audited)
<b>Secondary transactions</b>							
<b>Closing year 2006</b>							
Transaction No. 1							
NA <sup>4)</sup>	EUR	19,880	19,880	–	–	–	–
S1-1	EUR	7,000,000	7,000,000	2,972,149	0.6	3,093,180	0.7
S1-2	EUR	8,964,044	8,964,044	66,000	0.0	70,000	0.0
S1-3	EUR	4,750,000	4,750,000	5,417,585	1.1	4,805,100	1.1
Transaction No. 2							
S2-1	EUR	6,335,674	6,335,674	8,171,527	1.7	8,055,964	1.8
S2-2	EUR	13,128,542	13,128,542	1,765,237	0.4	2,279,052	0.5
<b>Closing year 2007</b>							
Transaction No. 3							
S3-1	EUR	3,265,000	3,265,000	452,347	0.1	388,351	0.1
Transaction No. 4							
S4-1	GBP	5,772,687	7,138,101	2,726,261	0.6	3,455,384	0.7
S4-2	EUR	2,350,000	2,350,000	888,334	0.2	512,989	0.1
Transaction No. 5							
S5-1	GBP	3,371,117	4,168,487	2,810,985	0.6	2,819,571	0.6
S5-2	GBP	1,025,725	1,268,340	37,776	0.0	79,812	0.0
S5-3	GBP	82,472	101,979	–	–	–	–
<b>Closing year 2009</b>							
Transaction No. 6							
S6-1	EUR	2,219,161	2,219,161	1,107,527	0.2	1,181,392	0.3
S6-2	USD	3,220,775	2,538,942	8,676,303	1.7	8,129,634	1.8
S6-3	EUR	3,879,814	3,879,814	14,257,397	2.9	13,009,156	2.8
S6-4	EUR	2,000,000	2,000,000	824,513	0.1	789,341	0.2
Transaction No. 7							
S7-1	EUR	591,394	591,394	909,251	0.2	868,485	0.2
S7-2	EUR	958,742	958,742	137,540	0.0	230,308	0.1
S7-3	EUR	931,265	931,265	129,524	0.0	212,343	0.0
S7-4	EUR	2,856,826	2,856,826	4,350,359	0.9	3,625,329	0.7
<b>Sub-total secondary transactions</b>			<b>74,466,191</b>	<b>55,700,615</b>	<b>11.3</b>	<b>53,605,391</b>	<b>11.7</b>
<b>Investments at fair value through profit or loss</b>			<b>602,426,326</b>	<b>489,458,450</b>	<b>100.1</b>	<b>444,786,986</b>	<b>97.2</b>
<b>Other net assets and liabilities</b>				<b>(540,514)</b>	<b>(0.1)</b>	<b>12,621,590</b>	<b>2.8</b>
<b>TOTAL EQUITY</b>				<b>488,917,936</b>	<b>100.0</b>	<b>457,408,576</b>	<b>100.0</b>

**NOTES:**

<sup>1)</sup> Investments have been assigned an alphanumeric code for reasons of confidentiality.

<sup>2)</sup> A complete statement of portfolio changes is available to shareholders from the registered office of the Company free of charge.

<sup>3)</sup> The notes to the accounts are an integral part of the financial statements.

<sup>4)</sup> The partnership agreement was terminated on 31 December 2007.

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