

## Dear Investor

Public equity markets suffered considerably during May with the MSCI World TR losing 9.6% in US Dollar terms, taking year to date returns into negative territory. The listed private equity sector tended negative as well with negative returns of -6.1% (LPX 50 TR) and -0.6% (LPX Indirect) in Euro terms.

The US Dollar advanced significantly by 7.2% whereas the Euro lost slightly by 0.8% against the Swiss Franc during the month.

Market data	31.05.10	30.04.10	Change mtm	31.12.09	Change ytd
MSCI World TR (USD)	2'610.5	2'887.0	-9.6%	2'796.0	-6.6%
LPX 50 TR (EUR)	802.4	854.9	-6.1%	692.0	15.9%
LPX Indirect (EUR)	38.7	38.9	-0.6%	30.2	27.9%
USD / CHF	1.1548	1.0773	7.2%	1.0355	11.5%
EUR / CHF	1.4209	1.4323	-0.8%	1.4823	-4.1%
GBP / CHF	1.6798	1.6466	2.0%	1.6736	0.4%

Mirroring the difficult market environment RBS reports a slightly higher universe discount of -42.6% for listed PE funds of funds per end of May (vs. -41.1% per end of April).<sup>1</sup>

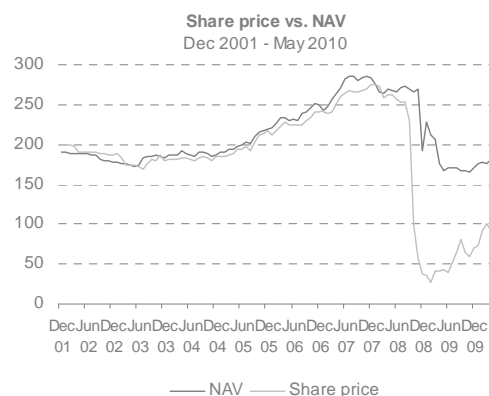
## Performance and portfolio development

During the month, the NAV per share increased by CHF 16.05 to CHF 197.84 (+8.8%). Roughly half of the increase is related to the further strengthening of the US Dollar against the Swiss franc. On the other hand the recently received Q1 reports showed – as expected – upward valuations. By now almost all of the Q1 reports have been received and are reflected in the current NAV. The higher NAV per share and the slightly lower share price (CHF 90.00, -2.2% mtm) imply an increased discount of -54.5% compared to -49.4% per end of April.

On the portfolio level activity remained muted with capital calls equaling distributions at a low level. Furthermore some of the larger capital calls received in May relate to funds that were sold earlier this year (see previous newsletters and press release of 12 March 2010). The cash paid out to these funds will be reimbursed by the buyer upon closing of the transaction which is expected to occur in early July.

Development of key figures	31.05.10	30.04.10	Change mtm	31.12.09*	Change ytd
Total NAV (CHFm)	154.1	143.3	7.5%	143.3	7.5%
NAV per share (CHF)	197.84	181.78	8.8%	171.51	15.4%
Closing price SWX (CHF)	90.00	92.00	-2.2%	69.50	29.5%
Premium / (discount)	(54.5%)	(49.4%)	-5.1%	(59.5%)	5.0%
Net cash (CHFm)	5.6	7.3	-1.7	7.5	-1.9
Investment level	96%	95%	2%	95%	2%
Total commitments vs. NAV	159%	168%	-9%	176%	-17%
Undrawn commitments vs. NAV	56%	58%	-2%	68%	-12%
No. of PE investments	46	46	0	48	-2
FV of PE investments (CHFm)	148.6	136.0	12.6	135.9	12.7

\*Please note that the NAV per 31.12.2009 reflects audited information.



## Administrative announcement

Continuing the cost saving efforts implemented over the past few quarters, in particular the reduction of the management fee from 2% to 1%, shaPE has reviewed the administrative costs and decided to further cut costs by switching from a monthly to a quarterly NAV calculation and publication. This allows us to reduce accounting costs charged by the third party administrator. At the same time we believe that it is sufficient to report once a quarter on the most recent developments. Of course, any events of major importance for the company will still be reported on an ad-hoc basis. As such, this monthly newsletter is the last newsletter in the current format. Around mid July you will receive the first quarterly newsletter that will cover Q2 2010 and will be presented with adjusted content and in a new format.

Freienbach, 17 June 2010

Simon Lamprecht

<sup>1</sup> RBS Investment Funds Team: Daily List for Friday, 28.05.2010.

Please note that the financial data in this newsletter is unaudited information and is based on sources deemed by shaPE to be reliable; however the accuracy of the information cannot be guaranteed and no liability shall be accepted in this respect. Due to an information time lag in the reporting of the investments, the NAV reported in this newsletter may differ from the NAV published by the company at the respective date and from the NAV that will be published in the annual report of the company per the respective date. This newsletter is for information only and does not constitute an offer to subscribe.