

Newsletter shaPE Capital AG

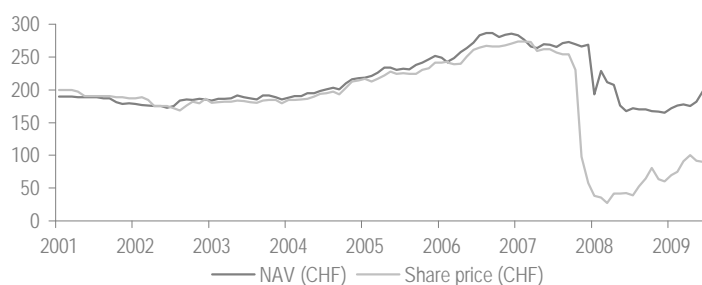
Second quarter 2010

NAV per share (CHF)	184.27
Share price (CHF)	91.25
Premium / (discount) to NAV	(50.5%)

Key figures

	30.06.10 (unaudited)	31.12.09 (audited)	Change
NAV per share and share price			
NAV per share (CHF)	184.27	171.51	7.4%
Share price (CHF)	91.25	69.50	31.3%
Premium / (discount) to NAV	(50.5%)	(59.5%)	9.0%
Balance sheet data			
Total equity (CHFm)	141.2	143.3	-1.4%
Net current assets (CHFm)	5.3	7.5	-29.5%
Total investments (CHFm)	136.0	135.9	0.0%
Unfunded commitments (CHFm)	66.0	96.8	-31.8%
Long term debt (CHFm)	0.0	0.0	0.0%
Exchange rates			
USD / CHF	1.0770	1.0355	4.0%
EUR / CHF	1.3177	1.4823	-11.1%
Market data			
LPX 50 TR (EUR)	775.6	692.0	12.1%
LPX Indirect (EUR)	38.0	30.2	25.8%

Performance since inception (31 Dec 2001)



Asset allocation

	30.06.10	31.12.09	Change
Geography (fair value + unfunded commitment)			
Americas	43%	44%	-1%
Europe	40%	39%	1%
Rest of World	17%	17%	0%
Investment stage (fair value + unfunded commitment)			
Large buyouts	8%	11%	-3%
Small and mid-sized buyouts	65%	62%	3%
Growth capital	5%	5%	0%
Venture capital	16%	15%	1%
Special situations	6%	7%	-1%
Currency exposure (% of total equity)			
CHF	3%	0%	3%
USD	64%	65%	-1%
EUR	28%	30%	-2%
GBP	5%	5%	0%
Top ten investments (% of total investments)			
Infotech Pacific Ventures, L.P.	4.3%	4.2%	0.1%
Willis Stein & Partners III, L.P.	4.3%	4.1%	0.2%
Advent Global Private Equity V-C, L.P.	3.6%	3.6%	0.0%
Capital International Private Equity Fund V, L.P.	3.5%	2.6%	0.9%
Green Equity Investors V, L.P.	3.3%	2.3%	1.0%
Green Equity Investors IV, L.P.	3.2%	3.1%	0.1%
The Lightyear Fund II, L.P.	3.2%	2.4%	0.7%
Capital International Private Equity Fund IV, L.P.	3.0%	2.8%	0.2%
Lindsay Goldberg & Bessemer II-A, L.P.	3.0%	2.6%	0.3%
The Lightyear Fund, L.P.	2.9%	2.4%	0.5%
Total top ten	34.3%	30.3%	4.0%

Portfolio update

We are pleased to present you the first quarterly Newsletter of shaPE in its new format as announced in the previous May Newsletter.

As per 30 June the NAV per share stood at CHF 184.27, an increase by CHF 9.03 (+5.2%) over the quarter. Year to date the share price is up by 31.3% which is in line with the overall listed private equity universe. The discount of -50.5% remains on a high level in line with Swiss Exchange listed peers.

Although the overall portfolio activity is still low, the portfolio has basically turned cash flow neutral in the second quarter (CHF 2.6 million capital calls vs. CHF 2.5 million distributions). Actually, May 2010 turned out to be the first cash flow positive month after 28 consecutive months of negative net cash flows. While this development is primarily attributable to the more mature portfolio it also mirrors the improved exit environment. As several fund managers have announced further exits in the near future, we are cautiously optimistic that this trend will continue. Nevertheless we would like to reiterate that there might be some more difficult months ahead as well.

As commented in previous newsletters, shaPE has been actively managing its portfolio in order to reduce unfunded commitments. During the second quarter three mainly unfunded partnership interests were sold (Friedman Fleischer & Lowe III, L.P., Bain Capital Fund X (US), L.P. and Bain Capital Europe Fund III, L.P.). The sale of these three interests reduced unfunded commitments by approx. CHF 24 million and as such considerably shortened the duration of the portfolio. Per 30 June, total unfunded commitments amounted to CHF 66 million or 47% of total NAV compared to CHF 97 million or 68% of total NAV per year end 2009.

According to the adopted realization strategy shaPE has used a portion of the generated cash to buy back own shares over the second trading line. The current share buyback program enables the company to buy back up to 20% of capital until June 2011. The program is well on track and shaPE just recently reported the crossing of the 10% threshold in own shares.