

shaPE

Semi-Annual Report

June 2004

Dear Shareholder

During the first six months of 2004, shaPE's Net Asset Value (NAV) per share decreased from CHF 188.79 to CHF 187.08. This represents a decline of 0.9% and is the result of a total investment income of CHF 0.9 million that was offset by a negative income from current assets of CHF 0.1 million and operating expenses of CHF 2 million. Although this is a slowdown of the strong performance of the investment portfolio since the first half of 2003, it does not signal a trend reversal. The reports from the limited partnerships on the development of their underlying direct investments continue to indicate growing revenues and profits, and increased exit opportunities from mergers and acquisitions as well as initial public offerings.

During the period, two new commitments with a total volume of USD 4 million were added to the portfolio of unlisted limited partnerships, increasing the number of commitments to 27 and the total commitment volume to CHF 131.6 million. This was reflected by an increase of the commitment ratio¹ from 98% to 103%, while the investment ratio² increased from 50% to 52%. shaPE will remain focussed on the disciplined development of both ratios, which, in combination with a continued solid performance of the invested capital, will enable future NAV growth.

shaPE currently has investments in 31 listed and unlisted private equity vehicles with a fair market value of CHF 66.2 million and a cost value of CHF 62 million. The large majority of this capital has been deployed in European and North American buyout transactions that were conducted during the economic downcycle since 2000 or acquired under favourable conditions in the secondary market. The portfolio holds a strong potential which shaPE and its partners are committed to further develop and realize in the future.

In addition to the development of shaPE's investment portfolio, the first half of 2004 was marked by a significant development at the board level. At the annual general meeting on 23 June 2004, shaPE's represented shareholders followed the proposal of the board of directors and unanimously elected Mr. Martin Vogel as a new member of the board. Mr. Vogel, who is a member of the executive board of Bank Julius Baer's asset management business and has a longstanding experience in institutional asset management, was subsequently elected president of the board of directors.

We would like to thank you for your trust and your loyalty.



Martin Vogel
President of the Board of Directors



Benedickt G. Brenninkmeijer
Chief Executive Officer

¹ Total commitments as a percentage of net assets

² Total investments as a percentage of net assets

A Brief Portrait

shaPE Capital AG is an investment company, listed at the SWX Swiss Exchange, that provides access to a diversified portfolio of private equity investments. The Company is based in Zug, with the status of a holding company. Its investment activity is handled by the subsidiary in the Cayman Islands and supported by Baer Select Management Ltd., the Investment Manager, and Robeco Institutional Asset Management B.V., the Investment Advisor. shaPE uses a clearly structured investment strategy to focus on selecting and investing in the most suitable private equity managers around the world. In order to minimize investment risks, the investments are well diversified across regions, development stages, sectors and vintage years. This is combined with a strong focus on managers with superior track records. shaPE does not hedge its foreign currency commitments and investments which may lead to a significant exposure to the fluctuations of such currencies. The fee structure, which includes Management and Performance Fees, a hurdle rate and a high water mark, ensures that the interests of the parties involved are aligned with the investor's interests.

Key Facts and Figures (as at 30 June 2004)

shaPE

Closing Stock Price (CHF)	182.00
Stock Price Change (since initial public offering)	(9%)
Stock Price Change (2004)	(2.2%)
NAV per Share (CHF)	187.08
NAV per Share Change (since initial public offering)	(6.4%)
NAV per Share Change (2004)	(0.9%)
Premium/(Discount)	(2.7%)
Capital Invested in % of NAV	52%
Capital Committed in % of NAV	103%

Financial Markets

MSCI world index Change (2004)	3.5%
Swiss Performance Index Change (2004)	5.2%

Exchange Rate

CHF/USD	1.2524
CHF/EUR	1.5237
CHF/GBP	2.2714

Management Summary

In the first six months of 2004, two new commitments to Friedman, Fleischer & Lowe II, L.P. and Forward Ventures V, L.P. with a total volume of USD 4 million were added to shaPE's portfolio of unlisted private equity limited partnerships. While the commitment to Friedman, Fleischer & Lowe with its expertise in North American development capital and buyout transactions forms part of shaPE's strong buyout focus, the commitment to Forward Ventures which targets North American biotech and healthcare investments adds an attractive niche to the overall allocation of the investment portfolio.

A third commitment to Vantage Point Venture Partners IV, L.P., which shaPE had agreed to acquire through a secondary market transaction and that was announced under subsequent events in the 2003 annual report, could not be closed due to the exercise of a right of first refusal by existing limited partners. Including the new commitments, shaPE had a total volume of CHF 131.6 million committed to 27 unlisted limited partnerships at 30 June 2004. This is represented by a commitment ratio of 103% which compares to a ratio of 98% at 31 December 2003.

shaPE will continue to make primary commitments to newly set up limited partnerships and seek to acquire interests in existing limited partnerships through the secondary market. This

will help to further increase the investment ratio which developed from 50% to 52% during the period. The development of the investment ratio was partly limited by a further sale of listed private equity investments that were valued at a significant premium and generated a realized gain of CHF 0.9 million. This transaction is in line with shaPE's strategy to reduce listed investments and focus on unlisted limited partnership commitments.

shaPE's portfolio of private equity investments displayed a stable performance during the first six months of the year with combined realized and unrealized gains of CHF 0.7 million and dividend and interest income of CHF 0.2 million. The total investment income of CHF 0.9 million was, however, offset by operating expenses of CHF 2 million and losses from the management of current assets of CHF 0.1 million. This resulted in a reduction of the NAV per share by 0.9% from CHF 188.79 to CHF 187.08.

Despite the temporary slowdown of the strong performance of shaPE's private equity portfolio since the first half of 2003, the reports from the limited partnerships on the development of their underlying direct investments are clearly positive, indicating continued growth in revenues and profits. This is underlined by a number of additional exit opportunities that are expected to be realized in the second half of the year. Management therefore continues to have strong confidence in the future potential of shaPE's further developing portfolio.

Market Overview

While in the first quarter of 2004, equity markets showed a continuation of the positive trend from the last six months of 2003, the second quarter displayed a more stagnant and less coherent picture. A similar development was observed in the inflow of capital into global private equity markets with the newly raised funds surpassing the volumes of the first half of 2003 and earlier years since the economic downturn, but not quite meeting the levels of the second half of 2004. In combination with North American capital investments that were in line with funds raised and a booming European buyout market, this has, however, lead to an increasingly healthy balance between available capital and investment opportunities.

The investment activities continued to benefit from the leverage opportunities in a low interest rate environment with North American high yield markets being particularly buoyant. The continued, albeit slightly reduced, positive performance of economic fundamentals in North America and the more developed European private equity markets further supported the development at the level of the operating companies in shaPE's mostly buy-out oriented private equity portfolio.

In terms of exits and capital realizations, the private equity market also showed further improvement. The opportunities for mergers and acquisitions continued to grow, and the number of private equity backed initial public offerings in the US and the UK reached a level that was not seen since the start of the economic downturn in the year 2000. This and the refinancing opportunities in the debt markets have encouraged private equity players to realize value that has been created over the past years.

Portfolio Overview

Primary Commitments

3i Europartners IVA, L.P.

3i Europartner iVa is showing a steady investment pace and currently holds a portfolio of 20 investments across Europe. The partnership has a generalistic focus with a bias towards development capital and buyout transactions and recently announced two new acquisitions in the electrical household goods and the automobile supplier industries.

Advent Global Private Equity IV-D, L.P.

The portfolio currently contains twelve investments with 60% of total capital commitments being called. In the first six months of 2004, two new investments in Dufry, an international operator of tax free airport stores, and Sportsfive, a French sports rights agency were announced.

Apax Europe V- A, L.P.

On 7 July 2004, portfolio company Azimut, an Italian financial service provider, realized an initial public offering at the Milan stock exchange. This led to an increased valuation and a partial realization of the investment. In addition, a significant number of new investments were made during the period and more than half the commitment has been called.

Atlas Venture Fund VI, L.P.

At the end of the first half of 2004, the portfolio consisted of 33 companies of which three had filed for an initial public offering. 30% of the commitments have been called and invested in North American and Western European venture capital transactions in the life sciences, communications and information technology industries.

Barclays Private Equity European Fund

The fund is steadily developing and contained investments in 24 companies at the end of the period, with 60% of the committed capital being called. The latest investments include a French engineering group and a UK based luggage brand. During the period, two of the fund's investments were sold, realizing very attractive returns.

Capital International Equity Fund IV, L.P.

This limited partnership is focussed on equity investments in global emerging markets. The investment activities started in early 2004, with two investments in the Latin American retail and media industry until 30 June 2004.

The Third Cinven Fund (No.1), L.P.

The fund is currently bidding for a number of large European buyout transaction among which are Groupe Partouche, a French casino operator, W.H. Smith, a UK retail chain and the Dutch phone directory business from VNU. In addition, Cinven was able to realize the earlier announced sale of its Unique Pub Company at an attractive money multiple.

Crimson@Velocity Fund, L.P.

The fund, which has a focus on venture capital transactions on the Pacific Rim that benefit from technology outsourcing to the region, has invested in 21 companies since inception in the year 2000. During the first half of 2004, the fund made one new investment in a Taiwan based designer and manufacturer of portable computers and information appliances and realized another investment. The fund is currently preparing the exit of a number of additional portfolio companies.

Forward Ventures V, L.P.

This partnership was added to the portfolio in early 2004. It contains four recent investments in the US biotechnology and healthcare sector in which it expects to make 12 to 15 investments in total.

Friedmann, Fleischer & Lowe II, L.P.

No investments have been made since inception of the partnership which was added in the first half of 2004. It is focussed on the North American market for medium sized buyouts, development capital transactions and recapitalizations.

Freeman Spogli Equity Partners V, L.P.

Since the start of the investment activities in late 2003, the partnership, which is focussed on buyouts in the North American retail, direct marketing, catalogue and distribution sectors, has closed one investment.

Green Equity Investors IV, L.P.

During the first six months of 2004, the partnership acquired a distributor of flowers and gifts via the internet and the telephone and participated in the recapitalization of a cash-and-carry wholesaler. Both investments are based in North America. A third and earlier announced transaction to invest in a U.S. retailer of DVDs, videocassettes and video games will most likely not be closed due to deteriorating market conditions.

JP Morgan Partners Global Investors (Cayman), L.P.

In the period until 30 June 2004, the partnership invested in seven new portfolio companies, made nine follow-on investments and realized or partially realized three of its existing investments. While there were also some smaller write-downs, an additional number of portfolio companies filed for an initial public offering in the second half of 2004.

Kelso Investment Associates VII, L.P.

This limited partnership is primarily focussed on large North American buyout transactions. Until 30 June 2004, it had not made any investments.

Lindsay Goldberg & Bessemer, L.P.

In the second quarter of 2004, the partnership announced three additional investments in a business with an exclusive license to distribute spirits in the state of Maine, in a supplier of poultry, processed beef and fish products to McDonald's, and in a chemical pipeline and storage business in Louisiana.

Nordic Capital V, L.P.

In the first six months of 2004, the partnership announced its first two transactions which include the partial acquisitions of a Nordic wholesale group and of a Finnish company that is active in human and financial resources management. Both transactions are awaiting their final closing.

Permira Europe III, L.P.

During the reporting period, the partnership acquired Debitel, a mobile phone service provider in Germany, France, Denmark, The Netherlands and Slovenia and announced the acquisition of an Automobile Association from Centrica. In addition the partnership is jointly bidding with Cinven for Groupe Partouche of France, W.H. Smith of the UK and the Dutch telephone directory business from VNU.

Swander Pace Capital III, L.P.

During the first six months of the year, the partnership acquired a leading designer and manufacturer of components for the bicycle industry and a producer of powdered cellulose. The partnership is focussed on North American buyout and growth transaction in the middle market for consumer products.

Wellspring Capital Partners III, L.P.

The partnership currently contains five investments. There were no additional transactions during the reporting period.

Willis Stein & Partners III, L.P.

During the first six months of 2004, the partnership agreed to sell portfolio company Aurum Technology and announced three new investments in Lincoln Snacks, Jays Foods and in CompuPay. In addition, a number of follow-on investments were made in existing portfolio companies to provide working capital or to fund acquisitions.

Secondary Commitments**Bain Capital VI Coinvestment Fund, L.P.**

The partnership consists of interests in four companies in the office supply, pharmaceuticals, retail and communication industries. Approximately 75% of the capital is invested in North America. Subsequent to the end of the reporting period, portfolio company Domino's realized an initial public offering on the New York Stock Exchange at an attractive valuation.

Deutsche European Partners IV, L.P.

During the period, Deutsche European Partners announced the sale of its Laurel Pub Company. In addition, Probitas Pharma, a Spanish pharmaceuticals group announced its initial public offering which, however, was postponed due to adverse market conditions.

Green Equity Investors III, L.P.

At the end of the second quarter, the portfolio consisted of twelve remaining investments. The partnership fully realized two and partially realized another three of its investments during the period, yielding an attractive return.

Heartland Industrial Partners, L.P.

The partnership currently holds four investments in automotive and manufacturing companies and is fully invested. One of the portfolio companies, TriMas, filed for an initial public offering.

Industri Kapital 2000

The partnership contains 15 remaining portfolio companies and is coming to the end of its investment phase. It is expected that the remaining commitments will be reserved for potential follow-on investments. During the period, one investment was fully and another investment was partially realized, yielding an attractive return.

Stonebridge Equity Fund II, L.P.

The fund holds interests in five companies in manufacturing, telecommunications and industrial activities. Portfolio company Telmar, which supplies information services and software solutions to the advertising industry, announced the acquisition of Commnet Supply.

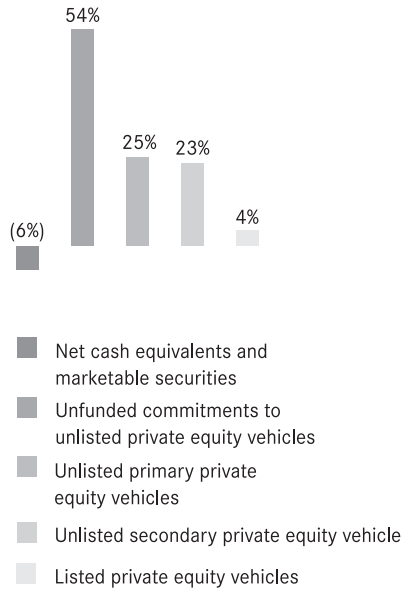
Warburg Pincus International Partners, L.P.

During the reporting period, the partnership invested in six additional portfolio companies that are active in packaging, filtration, software development and implementation, telecommunications, entertainment and geological exploration. The partnership also made a follow-on investment in its Indian optical storage company.

Asset Allocation

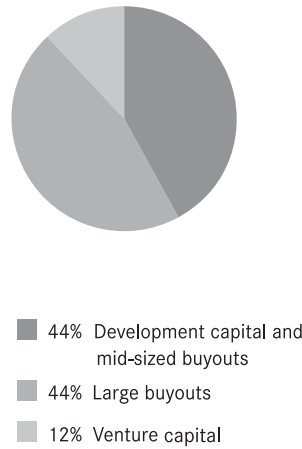
Allocation to Asset Categories

Asset Allocation as at 30 June 2004



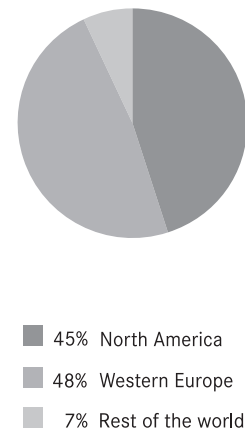
Allocation to Investment Stage

Commitments to unlisted private equity vehicles by stage as at 30 June 2004



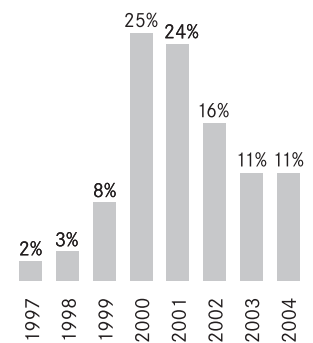
Allocation to Geographic Region

Commitments to unlisted private equity vehicles by geography as at 30 June 2004



Allocation to Vintage Year

Commitments to unlisted private equity vehicles by vintage as at 30 June 2004



Consolidated Financial Statements

Consolidated Balance Sheet

(Amounts in CHF)	Notes	30.06.04 Unaudited	31.12.03 Audited
Assets			
Cash and cash equivalents		10 637 493	18 570 443
Money market investments		52 450 905	48 996 084
Receivables and accrued income		34 792	23 516
<i>Current Assets</i>		<i>63 123 190</i>	<i>67 590 043</i>
Investments	3	66 187 664	64 834 523
<i>Non-current Assets</i>		<i>66 187 664</i>	<i>64 834 523</i>
Total Assets		129 310 854	132 424 566
Liabilities and Shareholders' Equity			
Payables and other short-term liabilities		1 535 444	2 897 623
Tax Accrual		7 500	15 000
<i>Current Liabilities</i>		<i>1 542 944</i>	<i>2 912 623</i>
Share capital paid in		68 600 000	68 600 000
Additional paid-in capital		62 397 792	62 397 792
Less treasury shares at cost		(561 708)	-
Reserves for stock option plan		70 393	50 281
Accumulated deficit carried forward		(1 536 130)	(9 852 797)
Net income / (loss) for the period		(1 202 437)	8 316 667
<i>Shareholders' Equity</i>		<i>127 767 910</i>	<i>129 511 943</i>
Total Liabilities and Shareholders' Equity		129 310 854	132 424 566
Number of shares outstanding at balance sheet date		682 976	686 000
Net Asset Value per share		187.08	188.79

Consolidated Statement of Income

(Amounts in CHF)	Notes	01.01.04 - 30.06.04 Unaudited	01.01.03 - 30.06.03 Unaudited
Operating Income			
Realized gains / (losses) on investments, net	3	1 721 747	(1 174 170)
Unrealized gains / (losses) on investments, net	3	(1 032 217)	7 885 644
Dividend and interest income from investments	3	218 114	64 001
<i>Income from Investments</i>		<i>907 644</i>	<i>6 775 475</i>
Interest income from current assets		152 539	146 972
Gains / (losses) on foreign exchange		(278 555)	51 295
Other income		-	539
<i>Income / (Loss) from Current Assets</i>		<i>(126 016)</i>	<i>198 806</i>
Operating Expenses			
Management and advisory fees		(1 307 721)	(1 201 964)
Other expenses		(668 960)	(762 930)
<i>Operating Expenses</i>		<i>(1 976 681)</i>	<i>(1 964 894)</i>
Net Income / (Loss) before Tax		(1 195 053)	5 009 387
Taxes		(7 384)	(17 532)
Net Income / (Loss) for the Period		(1 202 437)	4 991 855
Weighted average number of shares outstanding during period		685 103	686 000
Earnings / (loss) per share (basic and diluted)		(1.76)	7.28

Consolidated Statement of Cash Flow

(Amounts in CHF)	01.01.04 - 30.06.04 Unaudited	01.01.03 - 30.06.03 Unaudited
Cash Flow from Operating Activities		
Purchase / Sales of marketable securities, net	(3 442 564)	19 912 724
Purchase of investments	(9 964 437)	(25 589 150)
Sale proceeds and capital distributions received from investments	9 300 826	3 414 748
Dividends and interests received from investements	207 304	64 001
Interest received from current assets	140 076	172 345
Other income received	-	539
Operating expenses paid	(3 318 928)	(3 588 501)
Interest paid	(80)	(2 696)
Taxes paid	(14 884)	(28 232)
<i>Cash Flow from (used in) Operating Activities</i>	<i>(7 092 687)</i>	<i>(5 644 222)</i>
Cash Flow from Financing Activities		
Purchase of treasury shares	(561 708)	-
<i>Cash Flow from Financing Activities</i>	<i>(561 708)</i>	-
<i>Foreign Exchange Differences on Cash</i>	<i>(278 555)</i>	<i>53 991</i>
Net Increase / (Decrease) in Cash and Cash Equivalents	(7 932 950)	(5 590 231)
Cash and cash equivalents at the beginning of the period	18 570 443	58 434 622
Cash and Cash Equivalents at the end of the Period	10 637 493	52 844 391

Consolidated Statement of Changes in Shareholders' Equity

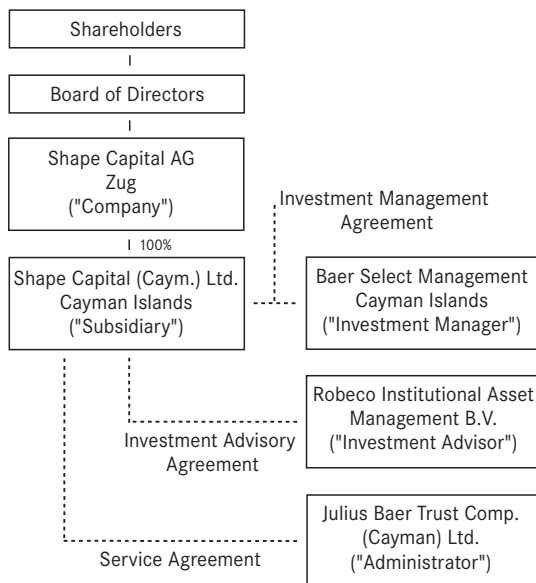
(Amounts in CHF)

	Share Capital	Additional Paid-in Capital	Less Treasury Shares	Other Reserves Stock Options Plan	Retained Earnings	Total Unaudited
Opening Balance 01.01.03	68 600 00	62 397 792	0	10 057	(9 852 792)	121 155 052
Stock option granted				20 112		20 112
Net income/(loss) for the period					4 991 855	4 991 855
Closing Balance 30.06.03	68 600 000	62 397 792	0	30 169	(4 860 942)	126 167 019
Opening Balance 01.01.04	68 600 000	62 397 792	0	50 281	(1 536 130)	129 511 943
Stock options granted				20 112		20 112
Purchase treasury shares			(561 708)			(561 708)
Net income / (loss) for the period					(1 202 437)	(1 202 437)
Closing Balance 30.06.04	68 600 000	62 397 792	(561 708)	70 393	(2 738 567)	127 767 910

Notes to the consolidated financial statements

1. Organization and business activity

shaPE Capital AG is an investment Company, that provides easy access to private equity investments. The Company was incorporated under the laws of Switzerland on September 17, 2001 and is based in Zug, with the status of a holding company. Its investment activities are conducted by the wholly-owned subsidiary, shaPE Capital (Cayman) Ltd. in the Cayman Islands and supported by Baer Select Management Ltd., the Investment Manager, and Robeco Institutional Asset Management B.V., the Investment Advisor. The Company has one direct employee.



Since November 2001 the shares of the company have been listed on the Swiss Stock Exchange (SWX).

shaPE uses a clearly structured investment philosophy to focus on selecting and investing in the most suitable private equity companies around the world. In order to minimize investment risks, shaPE diversifies its investments across different regions, age of companies, sectors and vintage years. The fee structure, which includes Management and Performance Fees, a hurdle rate and a high water mark, ensures that the interests of the parties involved are aligned with the investor's interests.

The Company's investment strategy aims to create value for Shareholders through long-term capital gains. Accordingly, it is currently not intended to pay any dividend to the Shareholders.

2. Accounting policies and valuation principles

(a) Basis of presentation

These consolidated semi-annual financial statements comprise the financial statements of shaPE Capital AG, Zug and its fully-owned subsidiary, shaPE Capital (Cayman) Limited, Cayman Islands. There were no changes in the scope of consolidation during the period under review.

The consolidated semi-annual financial statements are prepared in accordance with International Accounting Standard (IAS) 34, "Interim Financial Reporting" as well as the provisions of the Additional Rules of the SWX Swiss Exchange for the Listing of Investment Companies.

The accounting policies applied for the consolidated semi-annual financial statements correspond to those of the audited consolidated financial statements 2003 as presented in the Annual Report 2003.

(b) Use of estimates

The preparation of financial statements in conformity with International Financial Reporting Standards (IFRS) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(c) Accounting policies and valuation principles

The company's accounting policies are disclosed in the Annual Report 2003.

Valuation principles used for Investments

Investments in funds, limited partnerships as well as direct investments are classified as "available-for-sale". All investments are initially recognised at cost and subsequently re-measured at fair value. Changes in the fair value of investments are recognised as "*unrealized gains / (losses) on investments*" in the income statement as they arise.

Unlisted investments

Private equity investments for which market quotations are not readily available are valued at fair value as determined in good faith by the Board of Directors based on the recommendation of the investment manager. No third party valuations are used. In this respect, investments in other investment companies which are not publicly traded are normally valued at the underlying net asset value as advised by the managers or administrators of these investment companies, unless the Board of Directors are aware of reasons why such a valuation would not be the best approximation of fair value. All fair valuations may differ significantly from values that would have been used had ready markets existed, and the differences could be material.

Based on a assessment of all appropriate indicators of fair value, shaPE makes a good faith estimate of the fair values as of the valuation date. In estimating the fair value of fund investments or investments in limited partnerships, shaPE considers all appropriate and applicable factors relevant to their value. Such factors may include, but are not limited to the following:

- Reference to the fund's / partnership's most recent reporting information
- Reference to recent transaction prices
- Results of an assessment of the underlying fund's / partnership's assets and expected returns
- Results of operational and environmental assessment

Purchases and sales of investments are recognized on the trade date, which is the date that the Group commits to purchase or sell the asset. Cost of purchase includes transaction cost.

Listed investments

When a financial instrument is traded in an active and liquid market, its quoted market price provides the best evidence of fair value. The appropriate quoted market price for an asset held or liability to be issued is usually the current bid price and, for an asset to be acquired or liability held, the current offer or asking price. When the current bid and offer prices are unavailable, the price of the most recent transaction may provide evidence of the current fair value provided that there has not been a significant change in economic circumstances between the transaction date and the reporting date.

When there is infrequent activity in a market, the market is not well established or small volumes are traded relative to the number of trading units of a financial instrument to be valued, quoted market prices may not be indicative of the fair value of the instrument. In these circumstances, as well as when a quoted market price is not available, estimation techniques may be used to determine the fair value with sufficient reliability.

3. Investments

Unlisted Investments

Strategic Focus	Geographic Focus	Vintage	CCY	Commitment Original Currency	Commitment CCY	Fair Value as at 01.01.2004 CHF	Invested Capital 2004 CHF	Returned Capital 2004 CHF	Realized Gain/(Loss) 2004 CHF	Change in Unrealized Gain/(Loss) 2004 CHF	Fair Value as at 30.06.2004 CHF	Cost Value as at 30.06.2004 CHF	Divid./Interest Received 2004 CHF
Development Capital	Europe	2003	EUR	1 000 000	EUR	1 523 700	184 084	341 231		(14 097)	511 218	537 114	
Development Capital	Western Europe	2001	EUR	5 500 000	EUR	8 380 350	4 404 612	831 248		43 226	5 279 086	5 476 083	
Development Capital and Buyouts	Western Europe	2001	EUR	7 500 000	EUR	11 427 750	4 477 153	1 264 198	(1 291 149)	(559 715)	4 404 247	5 053 246	9 264
Venture Capital	North America and Western Europe	2000	USD	4 650 000	USD	5 823 660	1 107 277	491 327		32 958	1 631 562	2 303 534	
Development Capital	Western Europe	2002	EUR	2 500 000	EUR	3 809 250	1 796 072	598 059	(134 632)	(59 821)	2 229 248	2 157 723	
Development Capital	Rest of the World	2003	USD	4 000 000	USD	5 009 600	0	587 642	(25 741)	1 947	564 852	562 905	
Venture Capital	North America and Pacific Rim	2000	USD	3 000 000	USD	3 757 200	1 430 815	209 353	(196 469)	109 926	1 629 761	2 602 611	3 766
Development Capital and Buyouts	United States	2003	USD	3 000 000	USD	3 757 200	0	253 950		(716)	253 234	253 950	
Development Capital and Buyouts	United States	2004	USD	1 000 000	USD	1 252 400	0	8 886		50	8 936	8 886	
Venture Capital	United States	2004	USD	3 000 000	USD	3 757 200	0	476 187		(14 716)	461 471	476 187	
Development Capital and Buyouts	United States	2002	USD	4 500 000	USD	5 635 800	143 465	627 757	(44)	(20 299)	715 855	785 569	
Venture Capital and Buyouts	Global	2001	USD	4 096 247	USD	5 130 140	1 504 514	454 894		10 962	1 970 370	2 447 913	
Development Capital and Buyouts	United States	2003	USD	2 000 000	USD	2 504 800	0	20 396		(21)	20 375	20 396	
Development Capital and Buyouts	United States	2002	USD	5 000 000	USD	6 262 000	604 639	1 288 947	(69 131)	(20 594)	1 798 267	2 128 297	
Development Capital	Europe	2003	EUR	1 000 000	EUR	1 523 700	9 026	101 335		(20 612)	89 749	131 798	
Buyouts	Europe	2003	EUR	2 000 000	EUR	3 047 400	0	137 948		(3 858)	134 090	137 948	
Buyouts	United States	2003	USD	3 000 000	USD	3 757 200	30 301	287 251		(31 392)	286 160	356 690	
Buyouts	Western Europe	2002	EUR	5 000 000	EUR	7 618 500	3 089 811	65 304	(907 172)	(275 294)	2 373 393	2 434 101	126 197
Development Capital	United States	2003	USD	4 000 000	USD	5 009 600	1 399 858	40 341	(101 055)	26 095	1 358 041	1 635 997	17 290
Development Capital	North America	2000	USD	7 500 000	USD	9 393 000	5 385 376	539 657	(60 890)	63 334	5 424 689	6 845 929	35 396
Development Capital and Buyouts	Western Europe and Rest of the World	2000	USD	3 500 000	USD	4 383 400	1 625 111	1 115 795		619	2 741 525	2 102 065	338
Various	Various	[1]	USD	23 007 955	USD	28 815 163	28 767 191	210 144	(2 091 685)	(159 482)	26 811 291	18 280 210	
<i>Total Unlisted Investments</i>													<i>192 251</i>

[1] Fund Investments held and gross commitments made by RGS Capital L.P. (Amounts reflecting 40% stake of shaPE Capital)

Development Capital	United States	1998	USD	3 000 000	USD	1 785 743	75 144	(111 422)		22 897	1 772 362	1 620 310	
Buyouts	Europe	1999	EUR	6 000 000	EUR	3 861 828		(90 324)		(86 706)	3 684 798	2 021 918	
Development Capital and Buyouts	United States	1999	USD	1 800 000	USD	2 529 930		(768 200)		221 588	1 983 318	494 066	
Development Capital	United States	2000	USD	5 200 000	USD	6 183 833		(890 619)		78 221	6 262 054	5 922 488	
Development Capital	Europe	2000	EUR	10 249 110	EUR	12 698 625		(42 108)		(296 589)	11 511 417	6 591 965	
Development Capital	United States	1997	USD	2 200 000	USD	1 469 279	102 049	(42 108)		17 494	1 546 714	1 752 581	
Net cash held within RGS Capital L.P.													(123 188)
<i>Total RGS Capital, L.P.</i>													<i>18 280 210</i>

Total unfunded commitments as at June 30, 2004

CHF 69.5 Mio.

Investments (continued)

Listed Investments

Strategic Focus	Geographic Focus	CCY	Number of Shares		Fair Value as at 01.01.2004 CHF	Purchases 2004 CHF	Sales 2004 CHF	Realized Gain/(Loss) 2004 CHF	Change in Unrealized Gain/(Loss) 2004 CHF	Fair Value as at 30.06.2004 CHF	Cost Value as at 30.06.2004 CHF	Divid./Interest Received 2004 CHF
			01.01.2004 shares held	30.06.2004 shares held								
Candover Investments Plc.	North America and Western Europe	GBP	56 165	0	1 651 499	(1 723 373)	243 967	(172 093)	-	-	-	-
Electra Investment Trust Plc.	Global	GBP	79 647	79 647	1 193 913			137 569	1 331 482	1 074 401		
Pantheon Intl. Participation Plc.	North America and Western Europe	GBP	149 678	149 678	1 597 421			(23 341)	1 574 080	1 589 560		
Schroder Ventures Intl.	Global with a focus on Western Europe	GBP	195 275	0	2 092 698	(2 222 607)	689 774	(599 865)	-	-		
3i Group Plc.	Western Europe	GBP	119 526	120 515	1 634 233	12 587		29 802	1 676 622	1 663 622		23 884
Capital Southwest Corp.	North America	USD	9 200	9 200	705 454			202 608	908 062	952 495		1 979
<i>Total Listed Investments</i>					<i>8 875 218</i>	<i>(3 945 980)</i>	<i>933 741</i>	<i>385 320</i>	<i>5 490 246</i>	<i>5 280 078</i>		<i>25 863</i>

Summary

Investment Category	Commitment Reporting Currency CHF	Fair Value as at 01.01.2004 CHF	Invested Capital/Purchases 2004 CHF	Returned Capital/Sales 2004 CHF	Realized Gain/(Loss) 2004 CHF	Change in Unrealized Gain/(Loss) 2004 CHF	Fair Value as at 30.06.2004 CHF	Cost Value as at 30.06.2004 CHF	Divid./Interest Received 2004 CHF
<i>Total Unlisted Investments</i>	<i>131 579 013</i>	<i>55 959 305</i>	<i>9 951 850</i>	<i>(5 354 846)</i>	<i>788 006</i>	<i>(646 897)</i>	<i>60 697 418</i>	<i>56 709 152</i>	<i>192 251</i>
<i>Total Listed Investments</i>	<i>0</i>	<i>8 875 218</i>	<i>12 587</i>	<i>(3 945 980)</i>	<i>933 741</i>	<i>(385 320)</i>	<i>5 490 246</i>	<i>5 280 078</i>	<i>25 863</i>
Total Investments	131 579 013	64 834 523	9 964 437	(9 300 826)	1 721 747	(1 032 217)	66 187 664	61 989 230	218 114

Total unfunded commitments as at June 30, 2004

CHF 69.5 Mio.

4. Major Shareholders

The following shareholders have disclosed a participation exceeding 5% of the share capital of the company:

(Holding in % of share capital at date of disclosure)		30.06.2004	31.12.2003
	Date of disclosure	Holding in %	Holding in %
Bank Julius Baer & Co. Ltd., Zürich	24.02.2004	19.78%	19.75%

In order to hedge the market risk related to the stock option plan (see Annual Report 2003 – Note 13 of the consolidated financial statements), the company has acquired 3'024 own shares at a price of CHF 185.75 per share in May 2004.

5. Related party transactions

Entities of Julius Baer Group are considered as related parties. In the period under review, the following related party transactions took place:

Baer Select Management Ltd, Cayman acts as Investment Manager of the company. The consolidated semi-annual financial statements contain accruals of CHF 0.64 Mio. for Management Fees owed for the period under review. The fee will be payable within 60 days after the end of the company's fiscal year only.

Julius Baer Trust Company (Cayman) Ltd. and Julius Baer Family Office AG, Zug provide administrative services for the companies in the Cayman Island and in Zug. The consolidated semi-annual financial statements include payments or accruals of CHF 0.15 Mio. for the services rendered in the first half of the year.

Based on an office rent contract with Julius Baer Family Office AG, Zug a rent of CHF 13'740 was paid for the first half of the year

Bank Julius Baer & Co. Ltd., New York acts as custodian for the money market investments and the listed investments held by the company. For the period under review the custodian fee amounts to approx. CHF 28'000. Furthermore, all the companies cash accounts are held with Bank Julius Baer & Co. Ltd. in New York and Zurich. Interests are paid at market rates.

6. Commitments, contingencies and off-balance sheet transactions

Capital commitments to Limited Partnerships are disclosed in Note 3. For the company's contingent liability with respect to the stock option plan we refer to Note 13 of the Consolidated Financial Statements 2003.

7. Events subsequent to the balance sheet date

After the balance sheet date as of June 30, 2004 shaPE has made the following capital commitments:

Accent Equity 2003 Fund	EUR	2.5 Mio.
Exponent Private Equity Partners L.P.	GBP	1.0 Mio.

Information for Investors

Swiss Security Number	1.288.584
ISIN	CH0012885841
Ticker	SHPN

Accounting Standards

IFRS

Organization

Board of Directors	Martin Vogel Juerg W. Sturzenegger Daniel Sauter
Chief Executive Officer	Benedickt G. Brenninkmeijer
Investment Advisor	Robeco Institutional Asset Management B.V., Rotterdam
Management	Baer Select Management Ltd., Cayman Islands
Auditors	PricewaterhouseCoopers

Contact

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