

2011

SEMI-ANNUAL REPORT  
AND UNAUDITED CONSOLIDATED  
FINANCIAL STATEMENTS

31 JULY 2011

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## COMPANY OVERVIEW

HarbourVest Global Private Equity Limited ("HVPE" or the "Company") is a Guernsey-incorporated company listed on the Specialist Fund Market of the London Stock Exchange and Euronext Amsterdam by NYSE Euronext, the regulated market of Euronext Amsterdam, registered with the Netherlands Authority for the Financial Markets as a closed-end investment company pursuant to section 1:107 of the Dutch Financial Markets Supervision Act, and authorised as a closed-ended investment scheme in accordance with section 8 of the Protection of Investors (Bailiwick of Guernsey) Law, 1987, as amended, and rule 6.02 of the Authorised Closed-ended Investment Scheme Rules 2008. HVPE is managed by HarbourVest Advisers L.P. (the "Investment Manager"), an affiliate of HarbourVest Partners, LLC ("HarbourVest"), a private equity firm whose history dates back to 1982. HarbourVest is headquartered in Boston and has committed more than \$30 billion to investments.

The Company issued 83,000,000 shares at \$10.00 per share in December 2007.

# Key Highlights and Investment Strategy

## Key Highlights

For the Six Months Ended 31 July 2011

**\$11.17** Economic NAV per Share  
**9.1% increase** (\$924 million Economic NAV)

**\$1,014m**  
NAV of Investments

**Primary Partnership**

**Secondary**

**Direct Investments**

24 HarbourVest funds  
692 partnerships  
5,804 companies

**(\$5m)**  
Net Cash Flows

**\$81.8 million Funded**

(65% of prior financial  
year total)

**\$76.5 million Distributed**

(56% of prior financial  
year total)

**9.6%**  
Net Leverage Ratio

**\$99 million Total  
Outstanding Debt**  
(\$11 million cash)

**\$470m**  
Unfunded Commitments

**\$349 million Allocated /  
\$121 million Not Allocated**

118% Allocated Commitment  
Coverage Ratio

148% Allocated Commitment  
Level Ratio

Please refer to Key Definitions and Methodologies (beginning on page 58).

## Financial Summary

	31 July 2011	31 January 2011	Change
<b>SUMMARY OF ECONOMIC NET ASSET VALUE<sup>1</sup></b>			
(in millions except per share data)			
NAV of Investments	\$1,014.3	\$928.2	\$86.1
Cash and Cash Equivalents	10.7	14.0	(3.3)
Outstanding Debt	(99.4)	(91.0)	(8.4)
Net Other Assets (Liabilities)	(1.7)	(1.5)	(0.2)
<b>Economic NAV</b>	<b>\$923.9</b>	<b>\$849.7</b>	<b>\$74.2</b>
Economic NAV per Share (83.0 million shares outstanding at 31 January 2011; 82.7 million shares outstanding at 31 July 2011)	\$11.17	\$10.24	\$0.93
<b>SUMMARY OF COMMITMENTS</b>			
Unfunded Commitments (Allocated to Underlying Partnerships)	\$348.4	\$386.4	(\$38.0)
Unfunded Commitments (Not Allocated to Underlying Partnerships)	121.3	157.1	(35.8)
<b>Total Unfunded Commitments</b>	<b>\$469.7</b>	<b>\$543.5</b>	<b>(\$73.8)</b>
<b>NAV of Investments + Total Unfunded Commitments</b>	<b>\$1,484.0</b>	<b>\$1,471.7</b>	<b>\$12.3</b>
% Invested	110%	109%	1%
Commitment Level (Total Unfunded Commitments) <sup>2</sup>	161%	173%	(12%)
Commitment Level (Allocated to Underlying Partnerships) <sup>3</sup>	148%	155%	(7%)
Cash + Unused Committed Credit Facility	\$411.3	\$423.0	(\$11.7)
Cash + Remaining Available Credit Facility <sup>4</sup>	\$411.3	\$423.0	(\$11.7)

1 The Company's Investment Manager believes that Economic NAV per share is the most appropriate measure of economic value for investors. Economic NAV excludes the "fair value" of liabilities, booked under U.S. GAAP, related to Put Rights the Company has issued in connection with its 2010 Liquidity Plan. Please refer to page 36 for additional information. As at 31 July 2011, HVPE's NAV per share reported under U.S. GAAP is \$11.17.

2 Reflects the NAV of investments plus total unfunded commitments divided by Economic NAV.

3 Reflects the NAV of investments plus unfunded commitments (allocated to underlying partnerships) divided by Economic NAV.

4 Available credit facility reflects amount available subject to the most restrictive covenant limit applicable.

## Investment Strategy

HVPE seeks to provide a comprehensive private equity solution that delivers top-quartile performance over a multi-year investment cycle. This goal is best achieved through a vehicle with the following characteristics:

- ▶ Highly diversified portfolio of private equity assets
- ▶ Strong balance sheet
- ▶ Strategy of continuous new investments

### Diversification

- **Geography** 64% U.S. | 28% Europe | 8% Asia Pacific and Rest of World
- **Strategy** 62% Buyout | 33% Venture | 5% Other
- **Vintage Year** 19 Vintage years back to 1993

Historical data demonstrates the benefits of a well-diversified portfolio. Long-term returns tend to be cyclical across various segments, and a comprehensive private equity portfolio should strive to be consistently exposed to the most successful managers in their areas of expertise.

### Strong Balance Sheet

- **\$500 million Credit Facility** committed through 2014
- **\$411 million Total Liquid Resources** (cash and available credit facility) available to fund \$349 million of allocated commitments and \$470 million of total commitments

Based on the long-term and often uncertain timing of private equity commitments, listed private equity vehicles should maintain conservative balance sheets with adequate reserves to finance obligations.

### Continuous New Investments

- **New Commitments** \$87 million commitment to Absolute Private Equity, Ltd. (“Absolute”) – a pool of over 70 private equity partnerships – closed in September 2011
- **HarbourVest Fund Commitments** \$99 million committed to 45 private equity managers in 72 partnership and direct investments (including secondary investments)

An efficient portfolio should be fully and consistently committed to the asset class, regardless of economic cycle. Many of the most successful vintage years for private equity investment have been during or just after recessionary periods when investments were more attractively priced.

# Chairman's Letter



Dear Shareholder,

In the six months to 31 July 2011 your company made further steady progress. However, world events since the summer have cast a long shadow over stock markets and the issues about which I write in this letter could, very possibly, be overtaken by subsequent events even before the publication of HVPE's Semi-Annual Report.

Important parts of the developed world are experiencing unprecedented stress and, in many countries, political structures seem ill fitted to deliver decisive action. In the U.S., the most important country for your company and for the world, fighting across the political divide, and the defence of vested interests, sometimes appear to take precedence over good policy making. Meanwhile, the problems of the debt-fuelled housing market, so important for personal finances as well as all financial institutions, remain. But at least the U.S. has a single currency that functions effectively.

It is, though, in parts of Europe that the most urgent problem exists. Politicians seem unable or unwilling to understand that the debt-laden economies either have to enjoy the confidence of the markets or have to be supported by the strong. To date the policy appears to have been "dither and pray". The 21 July announcement by leaders of the Eurozone of the outline of a plan to resolve the Greek debt crisis was followed by weeks of holidays and inaction, and will serve as a classic study of how to spook markets. Those who created the euro have an absolute duty to their citizens and to the world to take decisive action to ensure the stability of the currency. There are no easy answers. It is a question of "least-worst" options. Greece is clearly insolvent, and the manner in which the leaders of the Eurozone deal with that insolvency, and prevent the consequences undermining the whole structure of the euro, will be critical to the entire world.

## The Company and its Portfolio

In the six months to 31 July 2011 HVPE made further good progress with Economic Net Asset Value ("Economic NAV") per share rising from \$10.24 to \$11.17, or by 9.1%. Over the same period, the MSCI World Index (U.S. dollar) rose by 0.1%. The Economic NAV is based overwhelmingly on 30 June valuations of private equity assets together with 31 July valuations of listed investments.

As in previous reporting periods, managers' June valuations exceeded the preliminary estimates and the Company's preliminary 31 July Economic NAV per share of \$10.74 announced on 15 August was uplifted by 43 cents, or 4.0%.

The six months were a very active period for your company's managers. Eight of the Company's twenty five top holdings at 31 January 2011 completed or announced liquidity events through September 2011 and, as detailed in the Investment Manager's Review (page 30), many of the realisations were at significant multiples to cost and significantly higher than the carrying value at the time of the announcement. We have been analysing realisation values in comparison with the latest holding values and the preliminary analysis shows that many realisations were at materially higher values. We hope to make more detail available to shareholders in future reports.

### Currency Hedging

At 31 July 2011, 21%, being the equivalent of \$213 million, of the Company's assets are denominated in euros. In order to provide partial protection against a decline in value of the euro relative to the U.S. dollar, during the six months the Investment Manager converted \$45 million (€31 million) of the Company's borrowings into euros. Whilst this hedging provides partial protection of the Economic NAV, shareholders should note that a decline in the value of the euro also has a positive effect in that it reduces the dollar liability of uncalled commitments denominated in euros.

### Liquidity and Discount

Until stock markets lost their nerve in August, HVPE's shares traded at steadily higher prices, albeit usually in large blocks rather than with daily liquidity. We have welcomed a number of new shareholders and encouraged our joint corporate brokers to place shares with investors whenever possible. However, on 31 May the Company did buy back 300,000 shares which were cancelled. That buy-back added approximately one cent to Economic NAV per share.

I have written for some time that the Board would like to see better liquidity in HVPE's shares, and the Investment Manager and our corporate brokers have been reviewing the position regularly. We do not see regular buy-backs to be a solution and indeed the Company will, as previously announced, only use its buy-back powers sparingly and opportunistically. Meanwhile we will continue to work with our advisors to seek to improve liquidity.

Prior to 31 July 2011, the last trade in the Company's shares was at \$7.90, which represented a discount to the preliminary Economic NAV of 26.4% and of 29.3% to the \$11.17 per share reported in this report.

### The Put Rights

Shareholders will recall that holders of 6.9 million Put Rights have the right to sell that number of shares back to the company at \$5.75 per share on 15 November 2011. Notice needs to be received by the Registrars by 3:00 pm (London time) on 11 November 2011 (or by such other date and time as may be notified by the Company to the holders of Put Rights). Full details are set out in the various documents available on the Company's website.

At the 31 August estimated Economic NAV of \$11.05 per share as announced on 15 September, the Put Right price represents a discount of 48%. The last price at which the Company's shares traded prior to publication of this report was \$7.00 on 27 September and, in the absence of further material weakness in stock markets, I trust that the holders of the Put Rights will not find it in their interests to exercise their rights in November. However, I confirm that the Company's modelling makes full allowance for the possibility of exercise of some or all of the Put Rights. Any such exercise would, on present valuations, be highly accretive to NAV for ongoing shareholders.

The Company will make an announcement after 15 November advising how many Put Rights were exercised.

### Absolute Private Equity

I referred in my letter in HVPE's Annual Report to the Company's 26 April 2011 announcement of its intention to participate as to 10% in a consortium of HarbourVest funds seeking to acquire the whole of the capital of the Swiss listed company, Absolute Private Equity, Ltd. ("Absolute"). Subsequent to the April announcement, Absolute's NAV rose strongly, and the initial price offered of \$17.25 per Absolute share represented an even more significant discount to NAV. That fact came to the attention of a number of hedge funds, which acquired shares, and HarbourVest decided to increase the price offered to \$18.50 per share in order to try and achieve control of Absolute. The value of the deal at \$18.50 per share was \$820 million.

As matters turned out, the market turbulence of August was very positive for this transaction as it clearly encouraged holders of Absolute shares to accept the all-cash offer. By 31 August, holders of over 98% of Absolute's shares had accepted the offer and HarbourVest confirmed that, as permitted by Swiss law, Absolute would be de-listed and taken private as soon as possible. This process is expected to be completed within six months.

Given the certainty of Absolute being taken private and with the fundamental attraction of the deal, the Independent Directors of HVPE approved the Investment Manager's recommendation that HVPE should participate as to 14% of the transaction, which closed on 13 September.

The latest NAV of Absolute announced in September 2011 was \$26.43 per share and thus the deal took place at a discount of approximately 30% to latest NAV. Over many months HarbourVest had conducted due diligence on Absolute's portfolio and was confident that it would be highly cash generative. Indeed by 13 September, Absolute had already built up a cash balance of over \$100 million during 2011. The bidding vehicle was financed with a \$200 million short-term bank loan and the balance by equity from the various investing funds. HVPE's investment made on 13 September was \$84 million with a further liability for \$3 million for the acquisition of the remaining shares and costs. The whole of HVPE's investment has been financed by drawing down on the Company's credit facility with the Bank of Scotland plc. As a result, as of today, HVPE has debt of \$191.6 million and a gearing ratio of approximately 19%. The Board considers this transaction to be an appropriate use of the debt facility with the return expected to be many multiples of the cost of the debt with a strong possibility that the entirety of HVPE's debt will be capable of being repaid before the expiry of the facility in December 2014.

It is anticipated that up to \$100 million of the bidding vehicle's debt will be paid down shortly out of Absolute's cash holdings, and that the whole of the further balance of \$100 million will be repaid in the next four months out of realisations within Absolute's portfolio together with some borrowing on Absolute's own balance sheet. Absolute has not made any new commitments since 2008, and its relatively mature portfolio is expected to start distributing cash to HVPE in 2012.

Once the HarbourVest consortium has acquired 100% of Absolute and the listing has been cancelled, in accordance with standard private equity valuation practice, HVPE will hold its investment in Absolute

at underlying NAV. Based on the latest estimates, that would add 67 cents to HVPE's own NAV per share. Meanwhile, from 30 September 2011 and in accordance with the provisions of U.S. GAAP, HVPE will value its investment by reference to a discounted cash flow model. It is expected that this basis of valuation will result in an uplift in NAV of approximately 38 cents per share.

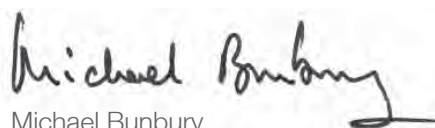
## Conclusion

HVPE is once again operating in very turbulent times. The Board has recently reviewed the Investment Manager's projections, which have been modelled using three different macro economic scenarios, the most negative of which forecasts conditions to be worse than the downturn of 2008 to 2009. In every scenario, the Investment Manager's models show the Company's balance sheet and cash/debt position to be strong. Unlike some other listed private equity companies, HVPE intends to hold to the strategy set out in the 2007 prospectus and continue to make new investments and look for further opportunities such as the Absolute transaction. The Company's aim will continue to be to deliver robust increases in NAV per share ahead of those delivered by listed markets.

Inevitably the turbulence of the last two months will impact the latest estimate of Economic NAV. But the expected uplift in NAV arising from the Absolute transaction should be a significant cushion to ameliorate the effect of a decline in valuations of assets in our existing portfolio. Meanwhile the Investment Manager reports that many underlying companies are continuing to trade satisfactorily, and in the U.S. in particular, companies have very substantial cash balances which they have been, and continue to be, prepared to commit to trade acquisitions.

The risks of a further recession in the developed world have increased markedly in recent weeks and will continue to rise until there is concerted political action to tackle some of the current economic problems. I am not able to predict when that will be. Meanwhile HVPE will continue with its strategy of investing in private equity to deliver superior growth in NAV per share but will keep a very careful eye on the macro economic and political risks that the world faces.

Yours sincerely,



Michael Bunbury  
28 September 2011



## Results for the Six-Month Period Ended 31 July 2011

Valuation gains across the portfolio driven by continuing economic recovery alongside rising public markets

U.S. fund-of-funds represent greatest source of NAV appreciation (\$0.48 per share)

### Economic Net Asset Value Increase

- 9.1% to \$11.17 per share

HVPE's Economic Net Asset Value ("Economic NAV") has increased to \$923.9 million, or \$11.17 per share. This represents a \$0.93 (9.1%) increase per share over the six-month financial period from 31 January 2011 (\$10.24), and a significant milestone for HVPE as Economic NAV per share exceeds its December 2007 IPO level of \$10.00. HVPE's Investment Manager believes that Economic NAV is the most appropriate measure of economic value to holders of its shares. Economic NAV excludes the fair value of the liability arising as a result of the issuance of Put Rights as part of the Company's 2010 Liquidity Plan and represents the most conservative outcome upon the maturity of the Put Rights in November 2011 (see **Balance Sheet Management**). HVPE's NAV per share reported under U.S. GAAP ("U.S. GAAP NAV") in the accompanying Unaudited Consolidated Financial Statements is equal to the Economic NAV.

The increase in Economic NAV occurred alongside an improving economic environment, an appreciating euro, and increasing public markets.

- The 5.1% appreciation of the euro relative to the U.S. dollar from 31 January 2011 through 31 July 2011 had a positive effect on HVPE, which has approximately 21% of the underlying portfolio denominated in euros.
- During the six-month period from 31 December 2010 to 30 June 2011 (the valuation period for HVPE's underlying private investments), public markets (MSCI World Index (USD)) were up 3.4%.

The valuations of HarbourVest's U.S., international, direct, and secondary funds benefited from appreciating public markets and improving operating results for many underlying companies.

## Positive Change in NAV

- **Exhibit A** shows the breakdown of the \$0.93 increase in Economic NAV per share

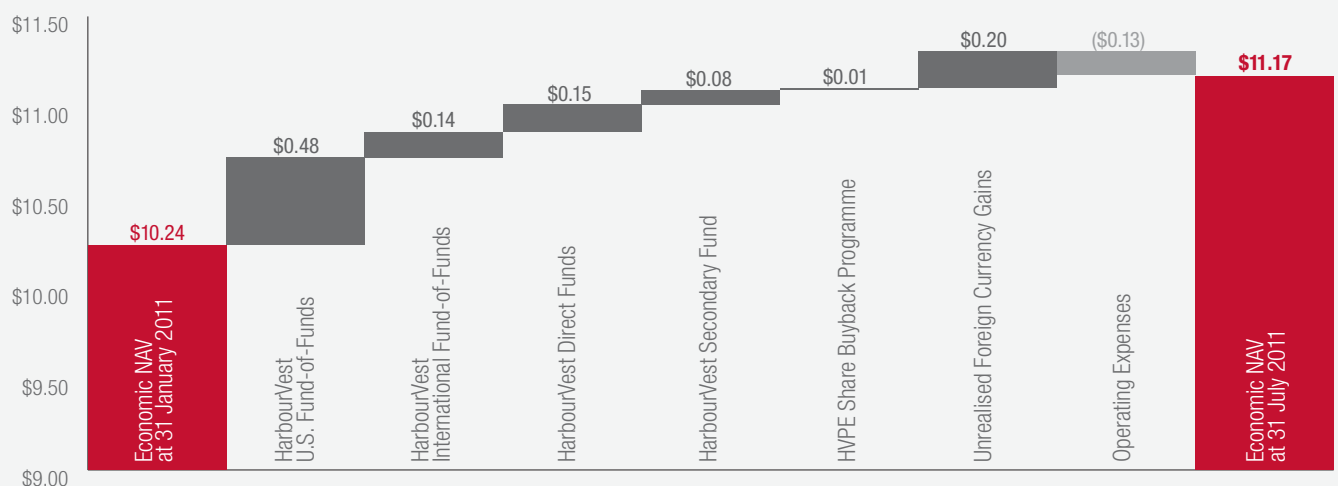
When analysing changes in Economic NAV per share, HVPE's Investment Manager reviews realised and unrealised gains and losses by HarbourVest fund category, as well as the impact of foreign currency movement and expenses.

The largest gains within the portfolio were generated by:

- **HarbourVest VII Venture**
  - Vintage Years 2003 to 2006
  - Developing venture-focused fund-of-funds with underlying holdings across growth strategies and industries
  - Gain was driven by an unrealised valuation increase for social network *Facebook, Inc.*, held via Accel Partners
- **HarbourVest VIII Buyout**
  - Vintage Years 2006 to 2010
  - Actively investing buyout fund-of-funds with holdings across buyout sizes and industries
  - Gain was driven by primary and secondary investments
- **HIPEP IV Direct**
  - Vintage Year 2001
  - Maturing international direct fund
  - Gain was driven by the pending sale of *Nycomed SCA-SICAR* (HVPE's largest underlying holding at 31 January and 31 July 2011), which announced its acquisition by Takeda Pharmaceutical Company Limited in May 2011 (please refer to **Liquidity Events**)
- **HIPEP IV Partnership**
  - Vintage Years 2001 to 2005
  - Maturing international fund-of-funds
  - Gain was also driven by the announced acquisition of *Nycomed*, held indirectly via Nordic Capital

## A | Changes in HVPE Economic NAV Per Share

31 January 2011 to 31 July 2011



## Value Changes by Strategy and Vintage Year

- Buyout and venture both generated strong returns
- Greatest sub-strategy gain was medium buyout
- Recent vintage years outperformed, rising from an impaired base

In order to understand better the drivers of NAV growth, the Investment Manager analyses the relative performance of the Company by strategy and sub-strategy, and vintage year within each strategy. The performance variations among these subsets of the portfolio illustrate the strategic benefit of maintaining a diverse portfolio.

**Exhibit B** highlights the NAV performance of the entire portfolio, the venture portfolio, the buyout portfolio, and the overall portfolio by vintage year. Each bar reflects the six-month performance gain in that segment, while the numbers at the bottom of the chart represent the share of HVPE's NAV at 31 July 2011.

### STRATEGY

Buyout valuations (often benchmarked to public markets) showed improvement alongside rising public markets. The venture market (less correlated to public markets) had continued positive performance following a strong 2010. Within the sub-segments of the buyout and venture portfolios, there was some variation in performance.

- **Buyout** Medium buyouts outpaced small and large buyouts
- **Venture** Early stage slightly outperformed balanced and growth equity

### VINTAGE YEAR

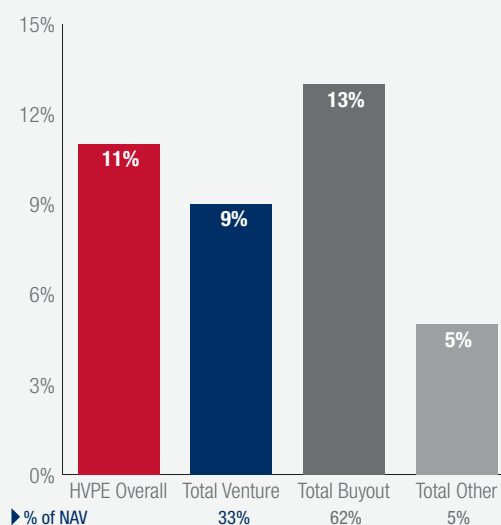
The Investment Manager has also analysed the portfolio by groups of vintage years within periods of similar economic activity.

- 2001 to 2004 buyouts were the strongest overall but represent 15% of NAV
- Recent vintage years continued to outperform, rising from an impaired base
- The most mature portion of the portfolio (pre-2001) continued to generate growth

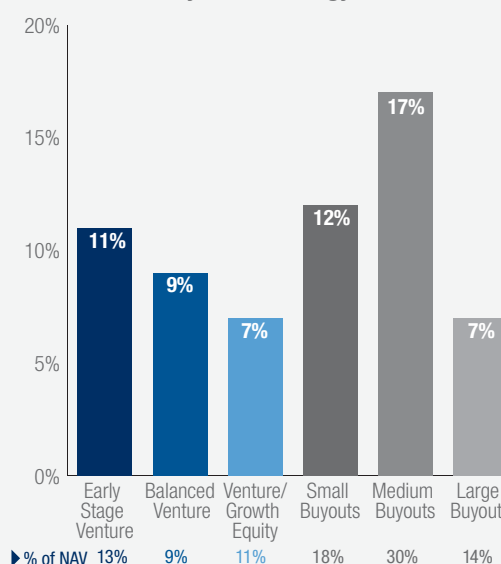
## B Performance by Strategy and Vintage Year

31 January 2011 to 31 July 2011

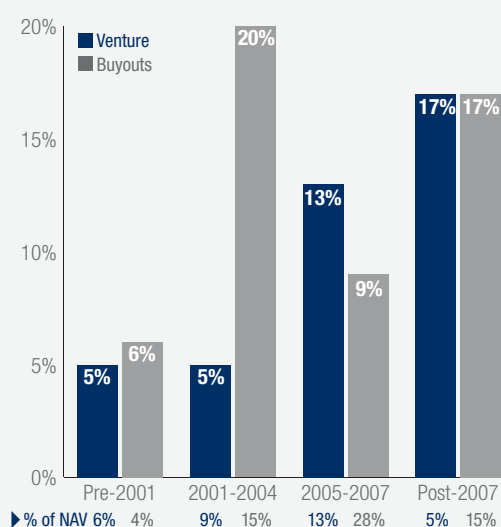
### Performance by Strategy



### Performance by Sub-Strategy



### Performance by Vintage Year



On 31 May 2011, the Company announced the purchase of 300,000 shares at \$7.165 under the Share Buyback Programme. Following cancellation, the number of outstanding shares is 82,700,000.

## Expenses

- \$11 million (\$0.13 per share) for the six-month period
- Include management fees, fees related to the credit facility, and operating expenses (compensation, travel, insurance, and directors' fees, as well as third party and other expenses)

As an investor in HarbourVest funds, HVPE is charged the same management fees on committed capital and is subject to the same performance allocations as other investors in those funds. In HVPE's Unaudited Consolidated Financial Statements, these fees are included in the change in NAV for the HarbourVest funds. However, for the purposes of this analysis, they have been reclassified as direct HVPE expenses in order to provide a comprehensive and transparent view of operating costs. For the six-month period ended 31 July 2011, management fees totalled \$7.0 million, or a rate of 95 basis points on average Private Equity Exposure (NAV of Investments plus Total Unfunded Commitments).

During the six-month period, total credit facility-related expenses (please refer to **Balance Sheet Management** for details on HVPE's long-term \$500 million credit facility) were \$1.7 million. On average, HVPE had \$92.6 million of borrowing outstanding over the six-month period. The Company continued to benefit from historically low interest rates with total borrowing costs averaging 189 basis points over the financial period.

HVPE's operating costs were approximately \$2.3 million in the six months ended 31 July 2011, compared to \$3.1 million during the six-month period ended 31 July 2010.

## Share Buyback Programme

- In March 2011, HVPE announced a Share Buyback Programme

At current discounts to NAV, the programme represents an attractive opportunity to invest in the existing HVPE portfolio in a manner that is immediately accretive to NAV per share.

The Company has appointed J.P. Morgan Cazenove and Oriel Securities Limited (the Joint Brokers) to effect on-market repurchases of class A ordinary shares (Shares) on behalf of the Company on the Specialist Fund Market (SFM) of the London Stock Exchange. The Joint Brokers may purchase shares from time to time on instruction from HVPE or, during closed periods when HVPE would otherwise be prohibited from purchasing its own shares, at their absolute discretion, provided that they meet certain requirements. Please refer to HVPE's website for additional information.

Shares bought back under the Buyback Programme will be cancelled. On 31 May 2011, the Company announced the purchase of 300,000 shares at \$7.165 under the Share Buyback Programme. Following cancellation, the number of outstanding shares is 82,700,000. There are no shares held in treasury. The purchase was accretive to HVPE NAV based on the discount at which the shares were bought.

On 13 September 2011, HVPE (alongside HarbourVest-managed secondary funds) closed its \$87.0 million investment in a public offer for all bearer shares of Absolute Private Equity, Ltd. The offer price represented a 30% discount to Absolute's most recently-reported net asset value per share and is expected to be accretive to HVPE's NAV.

### Net Asset Value Methodology

- NAV based on 30 June 2011 valuations for private holdings and 31 July 2011 valuations for public securities
- Valuations represent Fair Market Value under U.S. GAAP

HVPE's 31 July 2011 Economic NAV is based on the 30 June 2010 NAV of each HarbourVest fund, adjusted for changes in the value of public securities, foreign currency, known material events, cash flows, and operating expenses during July 2011. The valuation of each HarbourVest fund presented on a fair market value basis in accordance with U.S. GAAP.

The 2008 adoption of ASC 820 (formerly FAS 157) in the U.S., which requires managers to present their portfolios on a fair market value basis in accordance with U.S. GAAP, has resulted in some private valuations, particularly buyouts, trending more closely alongside public markets. HVPE's NAV is influenced by public markets in two primary ways. First, the public securities in the portfolio (approximately 16%) are directly influenced by market movements. Second, the private companies in the portfolio whose values are benchmarked against public company comparables can be influenced by market movements in related sectors. In many cases, venture valuations tend to be less correlated to market movements than buyout valuations due to the smaller size of the companies and fewer comparable public companies.

### HVPE's New Fund Commitments

- HVPE has confirmed its participation in the secondary purchase of Absolute Private Equity

In April 2011, HVPE announced that it would participate, along with HarbourVest-managed secondary funds, in a public offer for all bearer shares of Absolute Private Equity, Ltd. ("Absolute"), an investment company with a pool of over 70 private equity partnerships incorporated in Switzerland and listed on SIX Swiss Exchange. The final result, announced on 5 September 2011, is that shareholders have tendered 98.68% of Absolute shares. The transaction closed on 13 September 2011. The offer price represented a 30% discount to Absolute's most recently-reported net asset value per share and is expected to be accretive to HVPE's NAV. In light of the attractive nature of the transaction and with the knowledge that HarbourVest has confirmed that Absolute will be taken private, HVPE increased its commitment to 14% of the transaction. The increased commitment was recommended by the Investment Manager and approved by the Board of Directors. HVPE also has an indirect investment in this transaction of approximately \$12.3 million via its commitment to Dover VII, the global secondary fund. HVPE owns 3.4% of Dover VII.

HVPE's Absolute investment will be held through an acquisition vehicle. HVPE's commitment to the investment is approximately \$87 million, net of funds borrowed by the acquisition vehicle. The Company's interest has been financed through the use of its existing \$500 million credit facility. Substantially all of the purchase price of HVPE's investment in Absolute is expected to be repaid through distributions generated by the mature Absolute portfolio over the next three years.

Please refer to the **Recent Events** section of the Investment Manager's Review for additional information on the Absolute transaction.

## HVPE's Share of HarbourVest Funds' New Commitments

- HVPE's HarbourVest funds committed \$99 million to primary, secondary, and direct investments

The Company also continued to benefit from the ongoing commitments made by nine of the actively-investing HarbourVest funds in the portfolio (including HarbourVest IX Venture, Buyout, and Credit). In total, these funds made new commitments to:

- 45 private equity managers (excluding HarbourVest)
- 72 primary, secondary, and direct investments (secondary investments can include transactions made up of multiple partnerships). Secondary investments often include managers and partnerships already held in the portfolio.
- This includes:
  - \$50 million to primary investments
  - \$20 million to secondary investments
  - \$29 million to direct investments

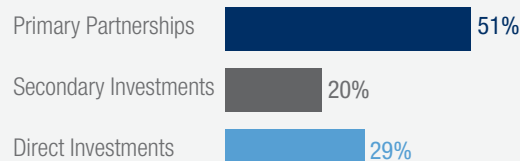
The largest new primary commitments during the financial year were to partnerships with the following characteristics:

Manager	Geography	Strategy
ABRY Partners	U.S.	Medium Buyouts
Berkshire Partners	U.S.	Medium Buyouts
CHAMP Ventures	Asia Pacific	Small Buyouts
Chequers Partenaires	Europe	Medium Buyouts
CICLAD	Europe	Small Buyouts
EQT Managers	Europe	Medium Buyouts
Quadrige Capital	Europe	Small Buyouts
The Wicks Group	U.S.	Small Buyouts
Vestar Capital Partners	U.S.	Medium Buyouts
Waterland Private Equity	Europe	Medium Buyouts

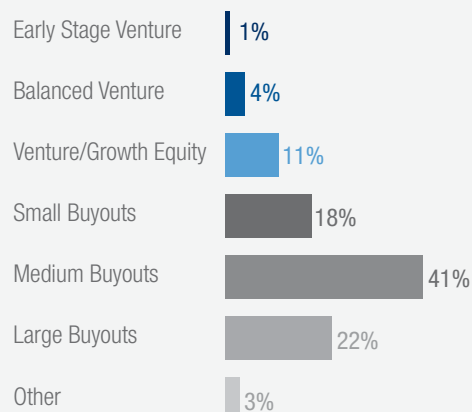
## C HVPE's Share of HarbourVest Funds' New Commitments

Six Months Ended 31 July 2011

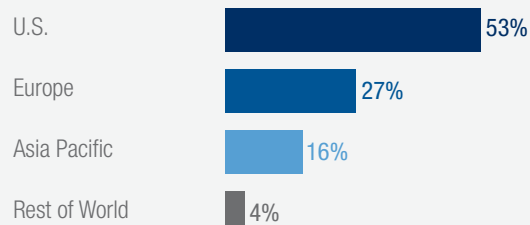
### Type



### Strategy



### Geography



## Portfolio Review

Portfolio diversification is a key component of HVPE's strategy.

Diversification by vintage year, strategy, geography, and industry are key to HVPE's ongoing success

The Company achieves its diversification by investing in a broad selection of HarbourVest funds, which in turn make primary, secondary, and direct investments and provide access to underlying investments that are further diversified.

### HVPE Portfolio Structure

- 24 HarbourVest funds
- 692 underlying partnerships
- 5,804 underlying portfolio companies

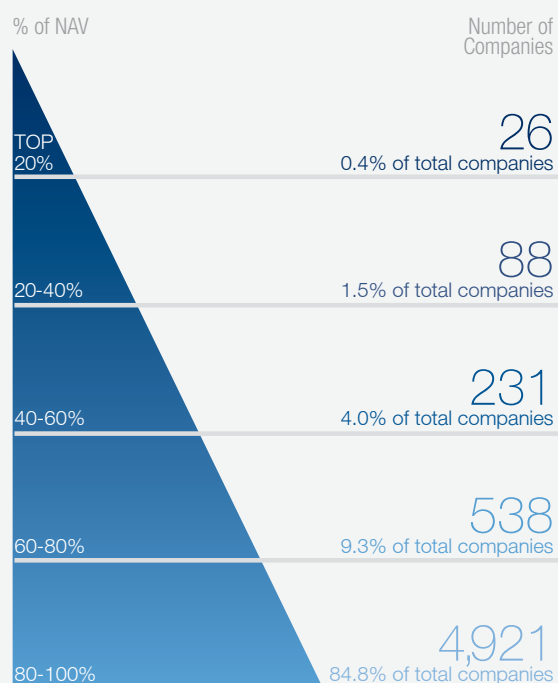
As illustrated in **Exhibit D**, at the underlying company level:

- 80% of the value of the portfolio is represented by 883 companies (15% of total companies by number) with a median portfolio value of approximately \$0.5 million.
- The 20% of the portfolio made up of the largest investments contains 26 companies that represent 1.7% to 0.4% of NAV.
- The quintile with the smallest investments includes 4,921 companies (85% of total companies by number). These companies have a median position size of approximately \$19,000 and in many cases reflect the early stage venture model where small investments are made in start-up companies.

Because of its diversification, the Investment Manager believes that the risks associated with an investment in HVPE may be inherently lower than those of an investment in a single private equity fund or a listed fund managed by a single underlying manager.

- Primary 55% | Secondary 23% | Direct 22%
- Top 25 companies represented approximately 19% of NAV
- No single company represented more than 3.7% of NAV
- Largest exposure to a single manager is 2.5% (other than HarbourVest)

### D | Concentration of Portfolio by Number of Companies



## Key Portfolio Facts at 31 July 2011

HVPE analyses its portfolio by vintage year, year of investment, strategy, geography, and industry and strives to be fully diversified across all of these metrics, as illustrated in

**Exhibit E.** The investment objective is to create a comprehensive private equity portfolio that is well positioned across all market cycles.

Vintage year and year of investment are broken out between buyout and venture.

### Vintage Year and Year of Investment

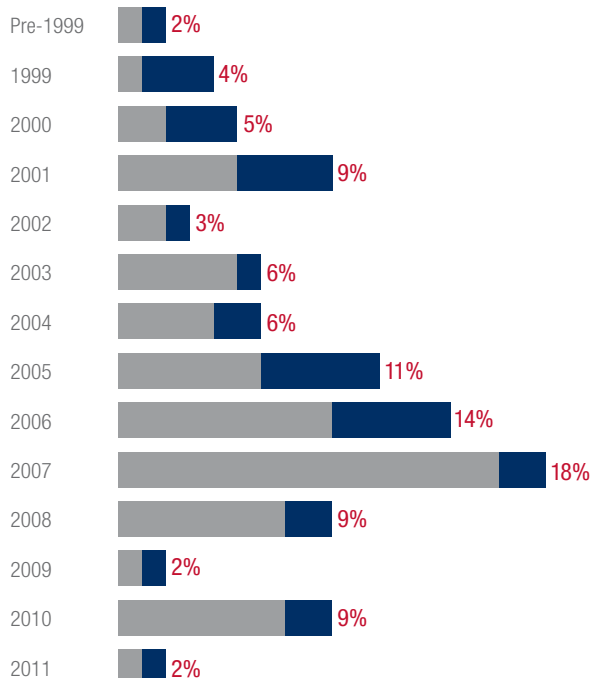
- HVPE's vintage year diversification is measured using the year of initial capital call for primary partnerships and direct funds and the year of purchase for secondary investments. Year of investment diversification is based on the year the underlying portfolio company investment was made
- Investments spread over a range of 19 vintage years back to 1993, and a total of 23 years of investment
- Within the 2005 to 2007 year of investment (a period of record high valuations), the portfolio remains well diversified by strategy with 2005 to 2007 buyouts representing 28% of total NAV (2005 to 2007 large buyout investments represent 9% of NAV)
- By vintage year and year of investment, approximately 57% of NAV is prior to 2005 and post 2007

### E | Portfolio Diversification by Investment Period

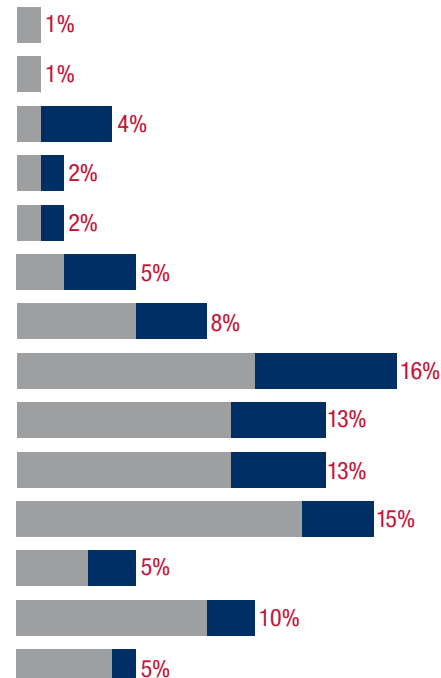
At 31 July 2011

■ Buyout/Other ■ Venture

#### Vintage Year\*



#### Year of Investment\*



Diversification charts add to 100% of NAV. Please refer to Key Definitions and Methodologies.

\* Percentages reflect total Vintage Year / Year of Investment.



### Strategy (Stage of Investment)

- Venture capital assets (early stage, balanced, and growth equity) make up 33% of NAV
- Buyout investments make up 62% of NAV, with 14% of the total portfolio in large buyout transactions

### Geography

- The geographic diversification varies significantly across venture and buyout
  - Within venture, approximately 80% is held in the U.S., with 14% in Europe and 6% in the rest of the world
  - Within buyout, approximately 56% is held in the U.S., with 34% in Europe and 10% in the rest of the world
- Underlying partnerships are based in 29 countries and denominated in seven different currencies

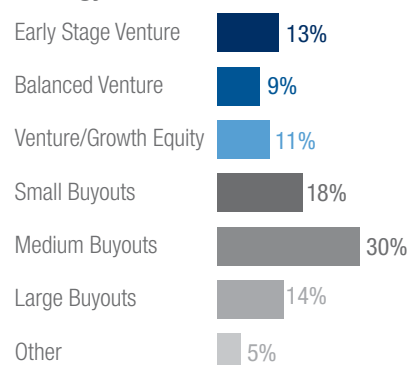
### Industry

- HVPE's broadly diversified industry allocation is positioned defensively in the current economic environment
- Diversification reflects HVPE's significant venture capital allocation with meaningful exposure to technology and software (18%) and medical/biotech (17%)

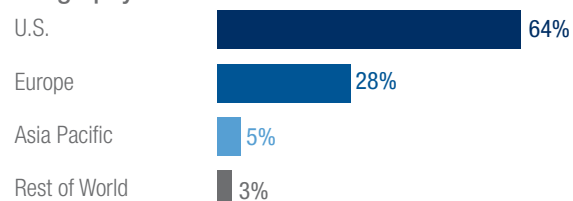
## E | Portfolio Diversification by Strategy, Geography, and Industry

At 31 July 2011

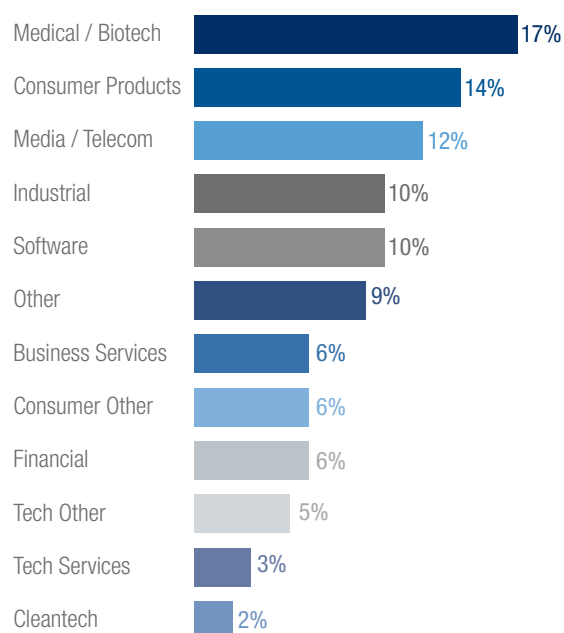
### Strategy



### Geography



### Industry



## Fund Listing

All data shown in U.S. dollars (millions) at 31 July 2011

24 HarbourVest funds across 19 vintage years at different stages of development

All HarbourVest funds are denominated in U.S. dollars with the exceptions of HIPEP VI Partnership (€), HIPEP V 2007 European Buyout (€), and HSLE (£).

Fund/Investment Name	Vintage Year(s)	Original Commitment Amount (\$)	% of Fund Owned by HVPE	% Called
<b>U.S. FUND-OF-FUNDS</b>				
HarbourVest IV Partnership	1993 – 1996	\$56.0	28.5%	95.0%
HarbourVest V Partnership	1996 – 1999	148.0	24.4	98.5
HarbourVest VI Partnership	1999 – 2005	258.8	9.2	96.5
HarbourVest VI Buyout Partnership	1999 – 2003	10.0	0.9	94.0
HarbourVest VII Venture Partnership	2003 – 2006	132.5	6.6	87.5
HarbourVest VII Buyout Partnership	2003 – 2007	70.0	3.5	84.0
HarbourVest VIII Venture	2006 – 2011	50.0	2.4	67.5
HarbourVest VIII Buyout	2006 – 2011	250.0	8.5	56.3
HarbourVest VIII Mezzanine and Distressed Debt	2006 – 2011	50.0	10.3	61.0
HarbourVest IX Venture*	2010 – 2014	20.0	3.3	3.5
HarbourVest IX Buyout *	2011 – 2014	25.0	4.7	0.8
HarbourVest IX Credit Opportunities*	2011 – 2014	5.0	3.5	4.0
<b>Total U.S. Fund-of-Funds (12)</b>				
<b>INTERNATIONAL FUND-OF-FUNDS</b>				
HIPEP II Partnership	1995 – 1998	\$145.0	18.1%	98.1%
HIPEP III Partnership	1998 – 2001	230.0	13.8	97.5
HIPEP IV Partnership	2001 – 2005	125.0	5.8	94.5
HIPEP V 2007 European Buyout	2007 – 2008	68.1	24.9	62.0
HIPEP VI Partnership*	2008 - 2011	143.2	7.8	7.0
<b>Total International Fund-of-Funds (5)</b>				
<b>DIRECT FUNDS</b>				
HarbourVest V Direct	1997	\$48.0	15.8%	100.0%
HarbourVest VI Direct	1999	87.5	17.3	98.5
HIPEP II Direct	1995	21.0	20.8	100.0
HIPEP IV Direct	2001	80.0	21.4	100.0
2007 Direct Fund	2007	100.0	13.6	78.0
HarbourVest Senior Loans Europe	2010	14.4	7.8	100.0
<b>Total Direct Funds (6)</b>				
<b>GLOBAL SECONDARY FUND</b>				
Dover VII	2007 - 2011	\$100.0	3.4%	65.5%
<b>TOTAL</b>				

\* Fund has not held final close at 31 July 2011.

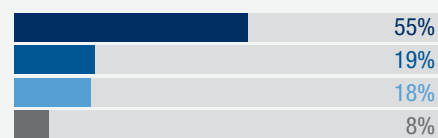
\$ Called during Six Months Ended 31 July 2011	\$ Distributed during Six Months Ended 31 July 2011	Investment Value (NAV)	Investment Value as % of Total	Amount Unfunded	Amount Unfunded as % of Total	Total Exposure
\$0.0	\$0.0	\$2.4	0.2%	\$2.8	0.6%	\$5.2
0.7	5.1	21.9	2.2	2.2	0.5	24.1
1.3	16.7	125.0	12.3	9.0	1.9	134.0
0.0	0.7	4.7	0.5	0.6	0.1	5.3
5.3	7.9	126.1	12.4	16.6	3.5	142.7
1.4	3.2	57.1	5.6	11.2	2.4	68.3
4.2	1.9	38.1	3.8	16.3	3.5	54.4
12.5	4.2	156.4	15.4	109.4	23.3	265.8
2.8	1.0	28.4	2.8	19.5	4.2	47.9
0.7	0.0	0.6	0.1	19.3	4.1	19.9
0.2	0.0	0.1	0.0	24.8	5.3	24.9
0.2	0.0	0.2	0.0	4.8	1.0	5.0
<b>\$29.3</b>	<b>\$40.7</b>	<b>\$561.0</b>	<b>55.3%</b>	<b>\$236.5</b>	<b>50.4%</b>	<b>\$797.5</b>
\$0.0	\$1.8	\$4.9	0.5%	\$2.9	0.6%	\$7.8
1.2	20.3	47.8	4.7	5.7	1.2	53.5
0.6	8.9	86.8	8.5	6.9	1.5	93.7
0.0	0.0	44.5	4.4	26.0	5.5	70.5
4.9	0.0	8.0	0.8	133.9	28.5	141.9
<b>\$6.7</b>	<b>\$31.0</b>	<b>\$192.0</b>	<b>18.9%</b>	<b>\$175.4</b>	<b>37.3%</b>	<b>\$367.4</b>
\$0.0	\$0.3	\$1.0	0.1%	\$0.0	0.0%	\$1.0
0.0	0.0	18.0	1.8	1.3	0.3	19.3
0.0	0.0	0.2	0.0	0.0	0.0	0.2
0.0	1.5	51.5	5.1	0.0	0.0	51.5
27.8	0.0	92.8	9.2	22.0	4.7	114.8
0.0	0.0	16.4	1.6	0.0	0.0	16.4
<b>\$27.8</b>	<b>\$1.8</b>	<b>\$179.9</b>	<b>17.8%</b>	<b>\$23.3</b>	<b>5.0%</b>	<b>\$203.2</b>
\$18.0	\$3.0	\$81.4	8.0%	\$34.5	7.3%	\$115.9
<b>\$81.8</b>	<b>\$76.5</b>	<b>\$1,014.3</b>	<b>100.0%</b>	<b>\$469.7</b>	<b>100.0%</b>	<b>\$1,484.0</b>

## F Portfolio Allocation

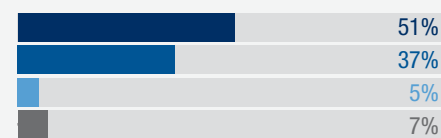
Based on:

U.S. Fund-of-Funds  
International Fund-of-Funds  
Direct Funds  
Global Secondary Fund

Investment Value (\$1,014.3 million)



Amount Unfunded (\$469.7 million)



## Largest Managers at 31 July 2011

- No external manager represents more than 2.5% of NAV
- HVPE's investments provided exposure to 692 fund interests across multiple high-quality managers (compared to 668 at 31 January 2011)

For each strategy and region, the largest private equity managers based on HVPE's NAV at 31 July 2011 are listed here. The managers are grouped by percentage of investment value and shown in alphabetical order. As the investment manager of the HarbourVest direct funds, HarbourVest Partners, LLC is the largest manager held in HVPE, although not listed here.

### LARGEST MANAGERS BY STRATEGY BASED ON INVESTMENT VALUE

Top 25 Venture Capital/ Growth Equity	Top 25 Buyout	Top 10 Mezzanine and Other
<ul style="list-style-type: none"> <li>– In aggregate, these managers represented 16.9%</li> <li>– The five largest managers represented 6.1%</li> </ul>	<ul style="list-style-type: none"> <li>– In aggregate, these managers represented 26.2%</li> <li>– The five largest managers represented 9.1%</li> </ul>	<ul style="list-style-type: none"> <li>– In aggregate, these managers represented 2.4%</li> <li>– The five largest managers represented 1.4%</li> </ul>
<b>1.0% to 1.5%</b>	<b>2.0% to 2.5%</b>	<b>Up to 0.5%</b>
Accel Partners	The Blackstone Group	ABRY Partners
New Enterprise Associates	CVC Capital Partners	Clearwater Capital Partners
Oak Investment Partners	<b>1.5% to 2.0%</b>	Falcon Investment Advisors
TA Associates	Bain Capital	Hutton Collins Partners
<b>0.5% to 1.0%</b>	<b>1.0% to 1.5%</b>	Indigo Capital
Austin Ventures	Arcapita Bank	Oaktree Capital Management
DCM	Doughty Hanson & Co	RBS Asset Management
Draper Fisher Jurvetson	IK Investment Partners	Summit Partners†
Highland Capital Partners	The Jordan Company	Sun Capital Partners
Holtzbrinck Ventures	Nordic Capital	Welsh, Carson, Anderson & Stowe
InterWest Partners	Providence Equity Partners	
Menlo Ventures	Silver Lake Management	
Pitango Venture Capital	<b>Up to 1.0%</b>	
Polaris Venture Partners	Accretive Exit Capital Partners	
Sanderling Venture Partners	Alpha Group	
Sequoia Capital	American Capital	
Sofinnova Partners*	Apollo Management†	
Summit Partners	BC Partners	
Thoma Bravo	CHS Capital	
<b>Up to 0.5%</b>	Clyde Blowers Capital	
Battery Ventures	GTCR Golder Rauner	
Foundation Capital	Hellman & Friedman	
HealthCare Ventures	Investcorp Private Equity	
Index Venture	Kelso & Company	
Tempo Capital Partners	Leonard Green & Partners	
Tenaya Capital	Quadriga Capital	
Versant Ventures†	Thoma Bravo†	
	TPG Capital	

\* Jean-Bernard Schmidt, an Independent Director of HVPE, is a former Managing Partner of Sofinnova Partners.

† Manager not included in largest managers at 31 January 2011.

## LARGEST MANAGERS BY REGION BASED ON INVESTMENT VALUE

Top 25 U.S.	Top 25 Europe	Top 10 Asia and Rest of World
<ul style="list-style-type: none"> <li>– In aggregate, these managers represented 25.7%</li> <li>– The five largest managers represented 8.0%</li> </ul>	<ul style="list-style-type: none"> <li>– In aggregate, these managers represented 16.3%</li> <li>– The five largest managers represented 7.0%</li> </ul>	<ul style="list-style-type: none"> <li>– In aggregate, these managers represented 3.7%</li> <li>– The five largest managers represented 2.2%</li> </ul>
<b>2.0% to 2.5%</b>	<b>1.5% to 2.5%</b>	<b>0.5% to 1.0%</b>
The Blackstone Group	CVC Capital Partners	Pitango Venture Capital
<b>1.5% to 2.0%</b>	<b>1.0% to 1.5%</b>	<b>Up to 0.5%</b>
Bain Capital	Doughty Hanson & Co	Advent International
<b>1.0% to 1.5%</b>	IK Investment Partners	Baring Vostok Capital Partners
Accel Partners	Nordic Capital	CHAMP Private Equity
Arcapita Bank	<b>0.5% to 1.0%</b>	Clearwater Capital Partners
The Jordan Company	Alpha Group	CVC Capital Partners Asia†
New Enterprise Associates	Apax Partners	Gestion TechnoCap
Oak Investment Partners	BC Partners	Mid Europa Partners
Providence Equity Partners	CapVis Limited	NewQuest Capital Advisors†
Silver Lake Management	Clyde Blowers Capital	Unitas Capital
TA Associates	EQT Managers	
Thoma Bravo	Holtzbrinck Ventures	
<b>0.5% to 1.0%</b>	Quadriga Capital	
Accretive Exit Capital Partners	Sofinnova Partners*	
American Capital	<b>Up to 0.5%</b>	
Apollo Management†	ABÉNEX Capital†	
Draper Fisher Jurvetson	Accel Partners	
GTCR Golder Rauner	Bain Capital Europe	
Hellman & Friedman	BS Investments	
Highland Capital Partners†	Cinven Limited	
Kelso & Company	Exponent Private Equity	
Leonard Green & Partners	Index Venture	
Polaris Venture Partners	Investcorp Private Equity	
Sequoia Capital	Kennet Venture Partners†	
Summit Partners	KKR Associates Europe	
TPG Capital	Permira Advisers	
Welsh, Carson, Anderson & Stowe	Tempo Capital Partners	

\* Jean-Bernard Schmidt, an Independent Director of HVPE, is a former Managing Partner of Sofinnova Partners.

† Manager not included in largest managers at 31 January 2011.

## Largest Underlying Companies at 31 July 2011

- No single portfolio company represents more than 3.7% of NAV
- Four companies are greater than 1% of NAV

The 25 largest portfolio company investments based on NAV are listed by percentage of investment value. Companies in **dark blue** below are held at least in part in HarbourVest direct funds and represent 17 of the top 25 holdings. In most cases, HarbourVest has access to more detailed financial and operating information on these companies, and in some cases, HarbourVest representatives sit on the companies' Board of Directors. Among HVPE's top 25 companies at 31 January 2011, there were seven liquidity events announced or completed through 31 July 2011. These include *Nycomed* and *Flexera Software* (announced intended sales); *MobileAccess Networks* (acquired in March 2011); and *Transmode* (TRMO) (completed an IPO on the Swedish stock exchange in May 2011). These events are detailed further in the **Liquidity Events** section. There are seven companies listed below not included in HVPE's largest companies at 31 January 2011. Two are new investments (*Capsugel* and *FCR* (*Re Community*)), three completed or announced realisations (*Jack Wolfskin*, *Kosmos Energy*, and *Clyde Union Pumps*), and two represent valuation changes (*PLATO* and *GTS*).

### LARGEST UNDERLYING COMPANIES BASED ON INVESTMENT VALUE

- In aggregate, these investments represented 19.4%
- The five largest investments represented 9.4%

Company	Strategy	% of Investment Value at 31 July 2011	Location	Status	Description
Nycomed SCA-SICAR <sup>1</sup>	Buyout	3.68%	Denmark	Private	Specialty pharmaceuticals
MYOB Limited <sup>2</sup>	Buyout	2.36	Australia	Private	Accounting software
Facebook, Inc.	Venture	1.37	U.S.	Private	Online social network
The Sun Products Corporation	Buyout	1.10	U.S.	Private	Private-label household products
Earth Networks, Inc. (AWS Convergence Technologies, Inc.)	Venture	0.84	U.S.	Private	Localised convergence content
Acromas Holdings (Saga/AA)	Buyout	0.83	U.K.	Private	Financial, insurance, and travel services
CDW Corporation	Buyout	0.62	U.S.	Private	Multi-branded information technology services
Falcon Group (T-Mobile Czech Republic, Ceske Rakiokomunikace)	Buyout	0.59	Czech Republic	Private	Telecommunications services
Radiation Therapy Services	Buyout	0.56	U.S.	Private	Radiation therapy for cancer treatment
Pepkor Holdings <sup>1</sup>	Buyout	0.55	South Africa	Private	Clothing retailer
Capsugel*	Buyout	0.54	U.S.	Private	Drug delivery systems
Mimeo.com, Inc.	Venture	0.54	U.S.	Private	Online digital printing
Flexera Software, Inc. <sup>1</sup>	Buyout	0.53	U.S.	Private	Enterprise software solutions
PODS Enterprises, Inc.	Buyout	0.49	U.S.	Private	Mobile storage, moving, and packing
York Risk Services Group, Inc.	Buyout	0.48	U.S.	Private	Insurance claims management services
MobileAccess Networks, Inc. <sup>1</sup>	Venture	0.46	U.S.	Private	Wireless telecommunications transport
Jack Wolfskin GmbH & Co. KGaA <sup>*1</sup>	Buyout	0.45	Germany	Private	Outdoor apparel
Freightliner Group Limited	Buyout	0.44	U.K.	Private	Railway container transportation
Smurfit Kappa Group plc	Buyout	0.44	Ireland	Public	Paper-based packaging products
Kosmos Energy, LLC <sup>*3</sup>	Buyout	0.43	U.S.	Public	Oil exploration in West Africa
FCR, LLC (Re Community Holdings)*	Buyout	0.42	U.S.	Private	Recycling centers
Clyde Union Pumps <sup>*2</sup>	Buyout	0.41	U.K.	Private	Pumps and repairs
Legrand Holdings S.A. <sup>4</sup>	Buyout	0.41	France	Public	Electrical products and systems
PLATO Learning, Inc.*	Buyout	0.41	U.S.	Private	Online educational software
GTS CE Holding B.V.*	Buyout	0.41	Hungary	Private	Fiber optic communications

\* Company not included in top 25 at 31 January 2011.

<sup>1</sup> Company announced or closed sale during six months to 31 July 2011.

<sup>2</sup> Company announced sale subsequent to 31 July 2011.

<sup>3</sup> Kosmos Energy, LLC completed an IPO in May 2011.

<sup>4</sup> Public position partially sold during six months to 31 July 2011.

## Largest Underlying Publicly-Listed Securities at 31 July 2011

- 16% of the portfolio represents publicly-listed securities
- No single public holding represents more than 0.5% of NAV

At 31 July 2011, approximately 16% of the HVPE investment portfolio was made up of publicly-listed securities compared to 17% at 31 January 2011. Eight of the top 25 positions are a result of IPOs during the financial period. HVPE holds many of its publicly-listed securities indirectly through fund interests managed by third parties. In many cases, the shares are subject to lock-up provisions following an IPO. The liquidation of indirectly held publicly-listed securities is at the discretion of the third party manager, which can sell shares and distribute the proceeds to HarbourVest funds or distribute the shares to HarbourVest funds. When HarbourVest funds receive stock distributions, HarbourVest focuses on achieving liquidity for investors as soon as is practical, subject to market conditions.

### LARGEST UNDERLYING PUBLICLY-LISTED SECURITIES BASED ON INVESTMENT VALUE

- In aggregate, these investments represented 6.9%
- The five largest investments represented 2.0%

Company	% of Investment Value at 31 July 2011	Location	Description
Smurfit Kappa Group plc	0.44%	Ireland	Paper-based packaging products
Kosmos Energy, LLC*,†	0.43	U.S.	Oil exploration in West Africa
Legrand Holdings S.A.	0.41	France	Electrical products and systems
The Nielsen Company	0.39	U.S.	Marketing and media information
Avago Technologies, Inc.	0.37	Singapore	Semiconductor components
FleetCor Technologies, Inc.	0.37	U.S.	Commercial fleet card programs
Yandex*,†	0.36	Russia	Internet search engine
TDC A/S	0.34	Denmark	Telecommunications services
KAR Auction Services (Adesa Inc.)	0.30	U.S.	Vehicle auctions
Sensata Technologies, Inc.	0.28	U.S.	Auto sensors and controls
LinkedIn Corporation*,†	0.27	U.S.	Online network for professionals
Qihoo 360 Technology 360 Company, Ltd.*,†	0.26	China	Online security
Transmode Holding AB*,†	0.26	Sweden	Optical solutions for metro telecommunications networks
Abertis Infraestructuras SA	0.25	Spain	Mobility and telecommunication infrastructure
HCA Inc.*,†	0.25	U.S.	Acute care hospitals
HomeAway, Inc.*,†	0.23	U.S.	Online vacation home rentals
Brenntag Group	0.22	Germany	Industrial and specialty chemicals
Rockwood Holdings, Inc.	0.21	U.S.	Specialty chemicals
Green Dot Corporation	0.20	U.S.	General purpose reloadable debit cards
International Mining Machinery, Ltd.	0.20	China	Coal mining equipment
NXP B.V.	0.20	Netherlands	Semiconductor-based solutions
TeamHealth, Inc.	0.18	U.S.	Outsourced physician services
Amadeus Technology Group SA	0.18	Spain	Global airline travel and logistics
Fusion-io, Inc.*,†	0.17	U.S.	Silicon-based storage technology
Graham Packaging Company*	0.17	U.S.	Plastic packaging containers

\* Company not included in top 25 public companies at 31 January 2011.

† Company completed IPO during the six-month period to 31 July 2011.

# Commitment Trends and Net Cash Flow

## Commitments

- Total unfunded commitments of \$470 million
- Unfunded commitments reduced by \$74 million net during the financial year

The Investment Manager's analysis of the appropriate level of commitments considers various factors, including HVPE's distinct three-tiered fund-of-funds structure, the anticipated pace of capital calls and distributions, the current economic environment, and the flexibility provided by HVPE's long-term credit facility.

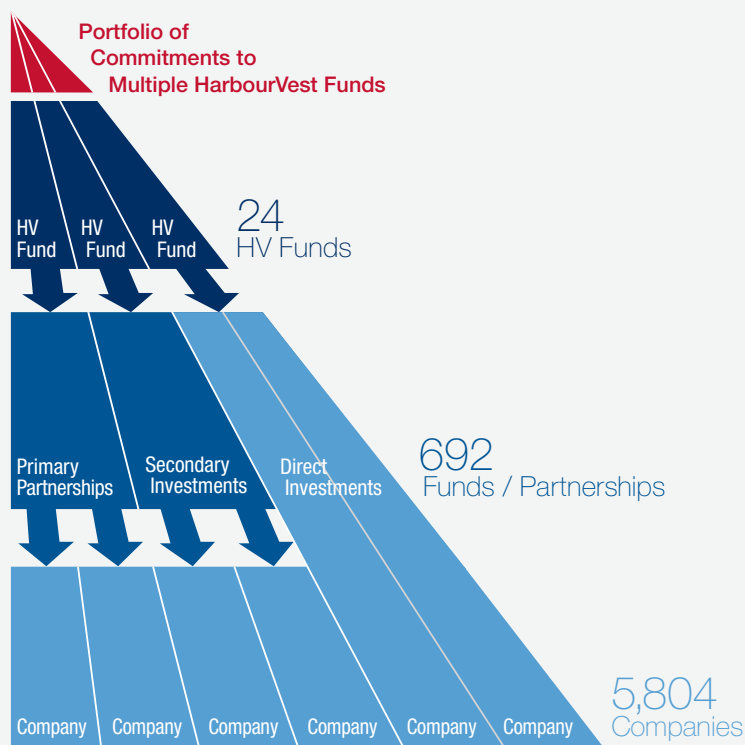
**Exhibit G** illustrates the impact on commitments of HVPE's distinct three-tiered fund-of-funds structure. HVPE makes commitments to HarbourVest funds, which in turn commit capital to underlying partnerships and/or companies. As a result of this three-tiered investment structure, HVPE's expected drawdown schedule differs significantly from its listed peers.

## EXTENDED DRAWDOWN PERIOD

Most listed fund-of-funds vehicles make commitments directly to newly-formed third party partnerships, which are expected to draw down most of their commitments over three to five years. In contrast:

1. HVPE makes the majority of its commitments to newly-formed HarbourVest primary fund-of-funds, which typically have a seven to nine-year drawdown period.
2. This extended drawdown period reflects the fact that HarbourVest primary fund-of-funds commit capital to partnerships over a period of three to four years, which in turn build their portfolios and generally draw down most capital over the next three to five years.
3. This drawdown model could increase the level of commitments that HVPE can support in comparison to some of its listed peers.

## G Investment Structure



## Private Equity Exposure\*

**\$121.3 million Unfunded Commitments**  
(Not Allocated To Underlying Partnerships)†

**\$348.4 million Unfunded Commitments**  
(Allocated to Underlying Partnerships)

**\$469.7 million Total Unfunded Commitments**

**\$1,014.3 million NAV of Investments**

**\$1,484.0 million Total Private Equity Exposure\***

\* Private Equity Exposure equals the sum of NAV of Investments plus total Unfunded Commitments.

† At 31 July 2011, \$121.3 million of HVPE's total unfunded commitments of \$469.7 million represent commitments to HarbourVest funds that have not yet been committed to underlying partnerships.



## ALLOCATED VERSUS UNALLOCATED COMMITMENTS

In order to reflect the differences in expected drawdown periods appropriately, the Company divides its total commitments into “allocated” and “unallocated” segments. Of the Company’s total outstanding unfunded commitments:

- 74% has been allocated by HarbourVest funds to underlying investments,
- 26% has not yet been allocated to underlying partnerships.
- All of the Company’s commitments to HarbourVest direct and secondary funds are classified as “allocated” commitments because their drawdown profiles are more similar to those of third party partnerships.
- The Company anticipates that its allocated commitments will be drawn down over a three to five-year period. In contrast, the commitments that have not been allocated are expected to be drawn over a longer period of up to seven to nine years.

**Exhibit H** illustrates the change in HVPE’s unfunded commitments in the six months ended 31 July 2011 and the movement of those commitments from “not allocated” to “allocated” to drawn capital (and part of HVPE’s NAV). During the six-month financial period, total unfunded commitments decreased by \$73.8 million. Capital calls of \$81.8 million were offset by \$8.0 million in currency movement.

## H | Analysis of Commitments (\$ millions)

31 January 2011 to 31 July 2011

COMMITMENTS	NOT ALLOCATED	ALLOCATED	TOTAL
<b>At 31 January 2011</b>	<b>\$157.1</b>	<b>\$386.4</b>	<b>\$543.5</b>
New Commitments To HarbourVest Funds	0.0	0.0	0.0
Commitments Allocated (Net)*	(40.2)	40.2	0.0
Drawdowns	0.0	(81.8)	(81.8)
FX Change†	4.4	3.6	8.0
<b>At 31 July 2011</b>	<b>\$121.3</b>	<b>\$348.4</b>	<b>\$469.7</b>

\* Commitments allocated during the period are net of (i) timing differences between underlying partnership capital calls and related HarbourVest fund capital calls, (ii) foreign currency changes for underlying partnerships, and (iii) changes in HVPE ownership levels of HarbourVest funds that have not yet held their final close.

† Foreign Currency (FX) Change relates solely to non-U.S. dollar denominated HarbourVest funds.

## Mix of Underlying Unfunded Commitments

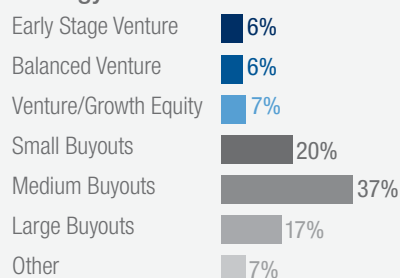
- The mix of HVPE's unfunded underlying partnership commitments indicates the potential evolution of NAV over time

On a look-through basis to the underlying partnerships, HVPE's portion of unfunded commitments related to the fund-of-funds and secondary portfolios is shown in **Exhibit I**. As an indicator of future trends in the portfolio, the underlying commitments indicate that HVPE's strategy mix is likely to shift in the direction of buyouts, particularly small and medium buyouts, and away from venture as allocated commitments are funded. The geographic mix is likely to shift slightly towards Asia Pacific.

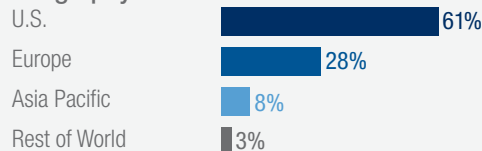
## I Diversification of Unfunded Commitments

At 31 July 2011 (Strategy, Geography, Vintage Year)\*

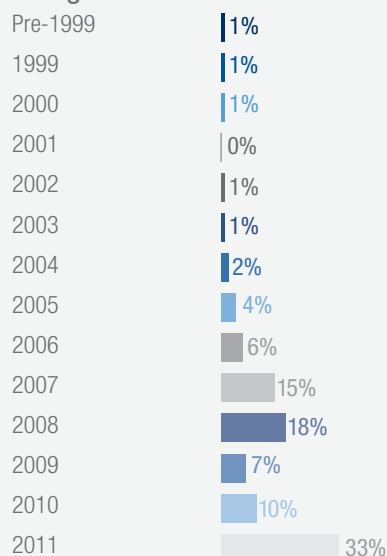
### Strategy



### Geography



### Vintage Year



\* Strategy, Geography, and Vintage Year each add to 100%.

## J Funding of Underlying Primary Commitments by Vintage Year Period\*

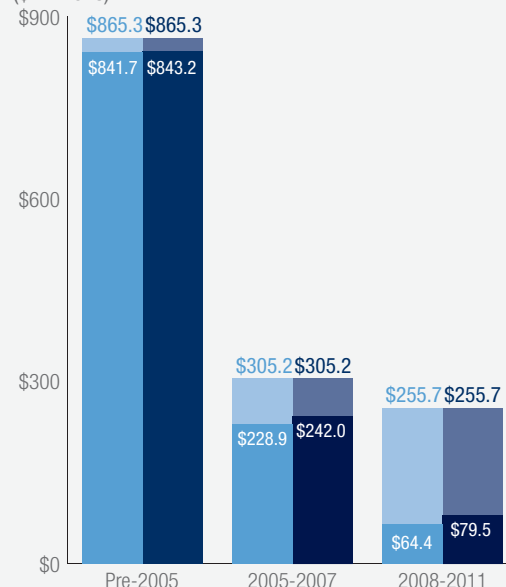
31 January 2011

Committed (light blue) Funded (dark blue)

31 July 2011

Committed (light blue) Funded (dark blue)

(\$ millions)



\* Includes underlying primary commitments only.

## Funding of Underlying Primary Commitments by Vintage Year

- The largest increases in funding occurred in the most recent vintage year partnerships

HVPE's underlying unfunded commitments span a range of partnerships across many vintage years. For each group of vintage years, **Exhibit J** illustrates the percentage of commitments funded at 31 July 2011 relative to 31 January 2011. The largest increases in commitments funded were in the most recent vintage years, where the partnerships are at the peak of their investment periods.

## Cash Flows

- Net negative cashflows of \$5 million
- Capital calls and distributions on pace to exceed prior year totals
  - Capital calls of \$81.8 million are more than 60% of \$126.6 million called in prior financial year
  - Distributions of \$76.5 million are over half of \$137.2 million total distributed in prior financial year

From 1 February 2011 to 31 July 2011, HVPE funded \$81.8 million of capital calls and received \$76.5 million in distributions from HarbourVest funds, resulting in net negative cash flows of \$5.3 million. During the period:

- HarbourVest fund-of-funds were \$35.7 million cash flow positive.
- Direct funds were net \$26.0 million cash flow negative as \$27.8 million was funded to HarbourVest 2007 Direct Fund, which is actively making new investments.
- The global secondary fund (Dover VII) was \$15.0 million cash flow negative.

Cash flow trends, shown in **Exhibit K**, varied significantly during the first and second financial quarters.

The first financial quarter was \$6.1 million cash flow negative, but distributions outpaced capital calls during the second financial quarter, which was \$0.8 million cash flow positive. The newer fund-of-funds in the portfolio continue to call capital to fund underlying partnerships, which are offset by distributions from the more mature fund-of-funds. Conversely, HarbourVest 2007 Direct Fund and Dover VII are calling capital for new investments, and HVPE does not have significant exposure to maturing direct and secondary funds.

## Capital Calls

- \$81.8 million funded to 15 HarbourVest funds (excluding HSLE), including HarbourVest IX
  - **HarbourVest 2007 Direct Fund**
    - \$28 million funded
    - 28% of commitment called for new and follow-on investments
  - **Dover VII (global secondary fund)**
    - \$18 million funded
    - 18% of commitment called primarily for new investments
  - **HarbourVest VIII Buyout**
    - \$13 million funded (HVPE's largest currently investing commitment)
    - 5% of commitment called for unfunded and new commitments

## K Total Quarterly Capital Calls and Distributions (\$ millions)

1 February 2011 to 31 July 2011

### Six Months to 31 July 2011

- U.S. Fund-of-Funds
- International Fund-of-Funds
- Direct Funds
- Secondary Funds
- TOTAL**

### Capital Calls

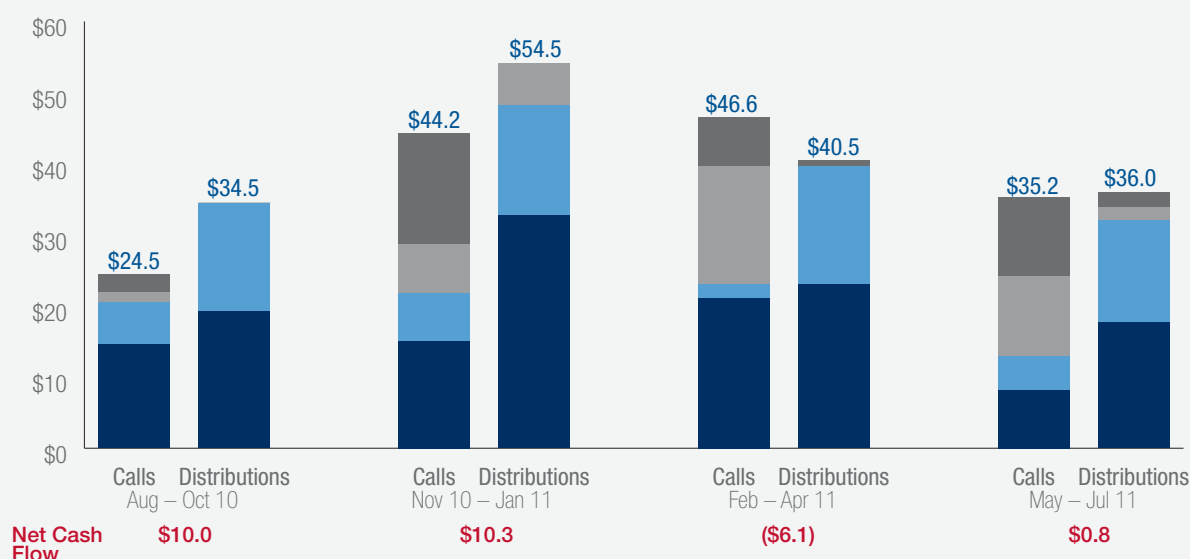
(\$29.3)  
(\$6.7)  
(\$27.8)  
(\$18.0)  
**(\$81.8)**

### Distributions

\$40.7  
\$31.0  
\$1.8  
\$3.0  
**\$76.5**

### Net Cash Flow

\$11.4  
\$24.3  
(\$26.0)  
(\$15.0)  
**(\$5.3)**



Within the HarbourVest funds, the 25 largest underlying investments made during the six months ended 31 July 2011 were made in the companies profiled in **Exhibit L**.

## L Top 25 New Investments (\$ millions)

Based on changes in HVPE Total Cost from 31 January 2011 to 31 July 2011

Company	Description	Increase in HVPE Total Cost
FCR, LLC (Re Community Holdings)	Recycling centers	\$4.2
Vistra Group S.A.	Offshore company formation and trust services	3.9
Del Monte Foods Company	Branded food and pet products	3.9
Wayfair LLC (CSN Stores LLC)	Online household goods retailer	3.1
HealthGrades, Inc.	Online medical information for consumers	3.0
Autobar Group Limited	Vending machine operator	1.6
Prosol Gestion SA	Specialised food retailer	1.4
Smurfit Kappa Group plc*	Paper-based packaging products	1.4
Actis Consumer Grooming Products Limited (Supermax)	Shaving blade and razors	1.1
Hozelock	Garden watering equipment	1.0
Protective Industries, Inc. (Caplugs)	Caps and plugs for protection in shipping and storage	0.9
China Hydroelectric Corporation	Hydropower projects	0.9
Realogy Corporation	Real estate and relocation services	0.9
Caesars Entertainment Corporation	Gaming and lodging group	0.8
The Colomer Group	Hair and nail care products	0.8
Algeco Scotsman Group	Modular construction installation	0.8
SteriGenics International, Inc.	Contract sterilisation and ionisation services	0.7
Zabka Polska S.A.	Convenience stores	0.7
J. Crew Group, Inc.	Specialty clothing retailer	0.6
Triton Container International Limited	Marine cargo container leasing	0.6
Capio Sanidad	Healthcare and diagnostic services	0.5
Mivisa Envases, S.A.U.	Food can manufacturer	0.5
Prestige Cruise Holdings, Inc.	Cruise line	0.5
Tripwire, Inc.	System security and compliance software	0.5
Norwegian Cruise Lines Corporation	Cruise line	0.5
<b>TOTAL</b>		<b>\$34.8</b>

\* Additional investment related to a Dover VII secondary transaction.  
Companies in dark blue are held in HarbourVest Direct Funds.

## Distributions

- \$77 million received from 14 HarbourVest funds

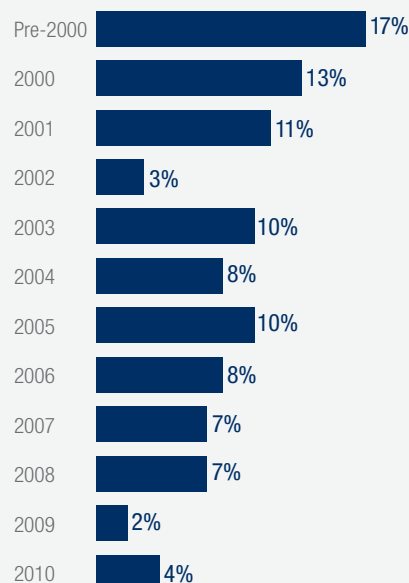
HVPE's distributions from HarbourVest funds are on pace to exceed the \$137.2 million received during the financial year to 31 January 2011. Liquidity during the six-month period was driven by four U.S. and international fund-of-funds (70% of total distributions) that distributed proceeds from the sale of publicly-traded shares and M&A events within primary and secondary partnership investments across markets and venture and buyout strategies.

- **HIPEP III Partnership**
  - \$20 million distributed
  - Formed in 1998; currently harvesting investments
  - 2011 proceeds from the sale of shares of four of HVPE's largest underlying companies by investment value at 31 January 2011
    - » *Avago Technologies, Inc.* (NASDAQ: AVGO) (held via KKR Associates Europe)
    - » *Legrand Holdings S.A.* (LR.PA) (KKR Associates Europe)
    - » *Pepkor Holdings* (Brait Manager Mauritius Limited)
    - » *Qlik Technologies, Inc.* (NASDAQ: QLIK) (Jerusalem Venture Partners)
- **HarbourVest VI Partnership**
  - \$17 million distributed
  - Formed in 1999; currently harvesting investments
  - 2011 proceeds from *Tresser, L.P.*, the 2003 purchase of a portfolio of buyout assets from UBS AG; and Ampersand Capital Partners' sale of shares of *Talecris Biotherapeutics, Inc.* (TLCR)
- **HIPEP IV Partnership**
  - \$9 million distributed
  - Formed in 2001; mature fund building value and increasing liquidity
  - 2011 proceeds from Nordic Capital's February 2011 sale of *Falck A/S* to Lundbeck Pharmaceuticals A/S and EQT's April 2011 refinancing of *Kabel Baden Württemberg GmbH*
- **HarbourVest VII Venture**
  - \$8 million distributed
  - Formed in 2002; mature fund building value and increasing liquidity
  - 2011 proceeds from Elevation Partners' sale of *Palm, Inc.* to Hewlett-Packard Company and Insight Venture Partners' sale of publicly-traded shares of *SolarWinds, Inc.* (SWI)

## M | Distribution Analysis by Vintage Year

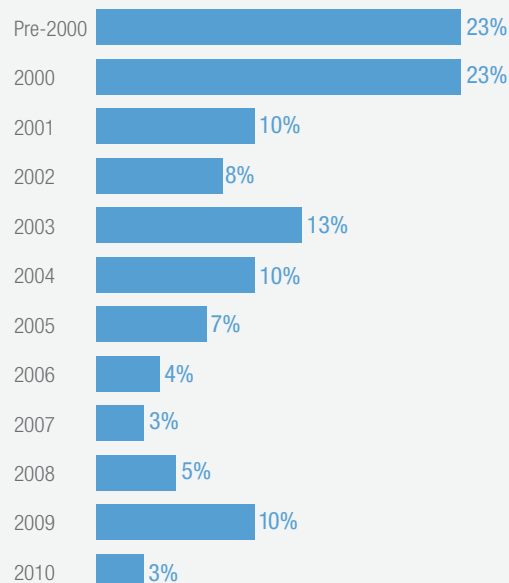
1 February 2011 to 31 July 2011

### Mix of Underlying Distributions by Vintage Year



Adds to 100% of underlying distributions.

### Distributions by Vintage Year as a % of 31 January 2011 NAV



The total distributions received by the HarbourVest funds were sourced from partnerships across vintage years, shown in **Exhibit M**. Within each vintage year, the percentage of 31 January 2011 NAV distributed during the six-month period ended 31 July 2011 is also indicated. The pre-2000 and 2000 vintage years distributed the most proceeds.

Within the HarbourVest funds, the 25 largest underlying realisations during the financial year ended 31 July 2011 resulted from the companies profiled in **Exhibit N**.

## N | Top 25 Company Realisations (\$ millions)

Company	Description	HVPE Realised Value	Total Value to Total Cost*
Avago Technologies, Inc.	Semiconductor components	\$6.2	5.4x
Qlik Technologies, Inc.	Interactive data analysis software	4.6	30.7
Legrand Holdings S.A.	Electrical products and systems	3.1	5.0
Transmode Holding AB	Optical solutions for metro telecommunications networks	2.6	2.8
Flexera Software, Inc.	Enterprise software solutions	2.2	5.1
Plexxikon, Inc.	Drug discovery for personalised medicine	1.8	9.7
Amadeus Technology Group SA	Global airline travel and logistics	1.7	9.3
Kabel Deutschland GmbH	Broadband service and cable operator	1.7	3.5
Superfos Industries A/S	Plastic packaging and chemicals	1.7	1.5
Maxeda B.V.	Retail business manager	1.6	3.2
Talecris Biotherapeutics, Inc.	Blood treatment products	1.4	20.8
Dynamit Nobel	Advanced chemical products	1.2	3.2
Advanced BioHealing, Inc.	Cell-based wound therapy	1.2	14.8
Wind Telecom S.p.A.	Global telecommunications	1.1	1.4
Kabel Baden Württemberg GmbH	Cable network operator	1.1	5.1
Kappa Holding BV	Paper-based packaging products	1.1	1.4
ION Trading Group	Fixed income electronic trading	1.0	1.0
Provigent, Inc.	Semiconductor components for broadband	1.0	5.0
The Nasdaq OMX Group, Inc.	Electronic stock exchange	1.0	2.3
Global World-Check	Risk-related intelligence	1.0	3.4
Allied Waste Industries, Inc.	Non-hazardous waste disposal	0.9	1.6
HealthCare Partners Holdings, LLC	Integrated healthcare services	0.9	7.6
Falck A/S	Emergency and health services	0.9	7.8
Brenntag Group	Industrial and specialty chemicals	0.9	3.9
Intelligent Ltd.	Supply chain solutions	0.9	1.5
<b>TOTAL</b>		<b>\$42.8</b>	

\* Multiple represents total value to total cost for the HarbourVest fund and does not necessarily represent HVPE's multiple.

## Portfolio Listing

The Portfolio Listing illustrates HVPE's diversity and shows the major attributes of the 24 HarbourVest funds in which HVPE is invested.

Fund/Investment Name	Types of Investments			Primary Geographic Focus				Strategy		
	PRIMARY	SECONDARY	DIRECT	U.S.	EUROPE	ASIA	ROW	VENTURE	BUYOUT	MEZZ/DEBT
<b>U.S. FUND-OF-FUNDS</b>										
HarbourVest IV Partnership	•	•		•				•	•	
HarbourVest V Partnership	•	•		•				•	•	
HarbourVest VI Partnership	•	•		•				•	•	
HarbourVest VI Buyout Partnership	•	•		•					•	
HarbourVest VII Venture Partnership	•	•		•				•		
HarbourVest VII Buyout Partnership	•	•		•					•	
HarbourVest VIII Venture	•	•	•	•				•		
HarbourVest VIII Buyout	•	•	•	•					•	
HarbourVest VIII Mezzanine and Distressed Debt	•	•	•	•	•					•
HarbourVest IX Venture	•	•	•	•				•		
HarbourVest IX Buyout	•	•	•	•					•	
HarbourVest IX Credit Opportunities	•	•	•	•	•					•
<b>INTERNATIONAL FUND-OF-FUNDS</b>										
HIPEP II Partnership	•	•			•	•	•	•	•	
HIPEP III Partnership	•	•			•	•	•	•	•	
HIPEP IV Partnership	•	•			•	•	•	•	•	
HIPEP V 2007 European Buyout	•				•				•	
HIPEP VI Partnership	•				•	•	•	•	•	
<b>DIRECT FUNDS</b>										
HarbourVest V Direct			•	•				•	•	
HarbourVest VI Direct			•	•				•	•	
HIPEP II Direct			•		•	•	•	•	•	
HIPEP IV Direct			•		•	•	•	•	•	
2007 Direct Fund			•	•	•	•	•		•	
HarbourVest Senior Loans Europe		•	•		•					•
<b>GLOBAL SECONDARY FUND</b>										
Dover VII		•		•	•	•	•	•	•	•

# Liquidity Events

## IPOs and M&A

- **Venture Portfolio** 103 M&A events and 25 IPOs
- **Buyout Portfolio** 78 M&A events and 19 IPOs

The positive trend for liquidity events begun in late 2009 has continued through the first half of HVPE's financial year, with venture liquidity events outpacing buyouts. HVPE's liquidity events are on pace to equal or exceed the prior financial year. More than half of the M&As and IPOs completed (57% by number) were for venture-backed companies.

## REALISATIONS FOR HVPE'S LARGEST UNDERLYING COMPANIES AT 31 JANUARY 2011

### Nycomed | 05/2011

Announced sale to Takeda Pharmaceutical Company Limited for €9.6 billion

#### Valuation

31 December 2010: 2.3 times cost  
30 June 2011: 4.7 times cost

Expected Proceeds: \$37 million

HVPE Holding: 1.95% at 31 January 2011  
3.68% at 31 July 2011 via

- HIPEP IV Direct
- Avista Capital Partners
- Nordic Capital
- Sprout Group
- TCW Asset Management



### Flexera | 07/2011

Announced sale to Ontario Teachers' Pension Plan

#### Valuation

31 December 2010: Buyout 5.1 times cost  
Mezzanine 5.9 times cost  
30 June 2011: Buyout 4.8 times cost  
Mezzanine 5.6 times cost

Expected Proceeds: \$5 million

HVPE Holding: 0.71% at 31 January 2011  
0.53% at 31 July 2011 via

- HarbourVest VIII Buyout
- HarbourVest VIII Mezzanine and Distressed Debt
- Thoma Bravo



### MYOB | 08/2011

Announced sale to Bain Capital for A\$1.2 billion

#### Valuation

31 December 2010: 3.1 times cost  
30 June 2011: 4.6 times cost

Expected Proceeds: \$18 million

HVPE Holding: 1.63% at 31 January 2011  
2.36% at 31 July 2011 via

- 2007 Direct Fund



### MobileAccess Networks | 03/2011

Sold to Corning Incorporated for \$152 million

#### Valuation

30 June 2010: 1.1 times cost  
(prior to sale announcement)  
30 June 2011: 2.7 times cost

Expected proceeds: \$4 million

HVPE Holding: 0.53% at 31 January 2011  
0.46% at 31 July 2011 via

- HIPEP IV Direct
- Pitango Capital



### Transmode | 05/2011

IPO on the Swedish stock exchange at SEK53 (€5.96) per share, valuing the company at SEK1.4 billion (€159.7 million)

#### Valuation

31 December 2010: 2.6 times cost  
30 June 2011: 2.8 times cost

Proceeds Received: \$3 million

HVPE Holding: 0.50% at 31 January 2011  
0.26% at 31 July 2011 via

- HIPEP IV Direct
- Amadeus Capital Partners





The first quarter IPOs of  
Kinder Morgan and HCA were among  
the largest buyout-backed IPOs  
ever completed on a U.S. exchange.

## IPOS AND FILINGS: Primary and Secondary Positions

### Venture

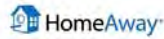
Fusion-io, Inc. (FIO) | 06/2011 IPO  
Storage technology provider



Groupon, Inc. | 06/2011 Filing  
Deal-of-the-day website



HomeAway, Inc. (AWAY) | 06/2011 IPO  
Online vacation rental site



Pandora Media, Inc. (P) | 06/2011 IPO  
Internet radio



Renren Inc. (RENN) | 05/2011 IPO  
Chinese online social media platform



Zynga Game Network, Inc. | 07/2011 Filing  
Social network gaming developer



### Buyout

Dunkin Brands, Inc. (DNKN) | 07/2011 IPO  
Restaurant franchiser



HCA Inc. (HCA) | 03/2011 IPO  
Hospital operator



Kinder Morgan, Inc. (KMI) | 02/2011 IPO  
Infrastructure company

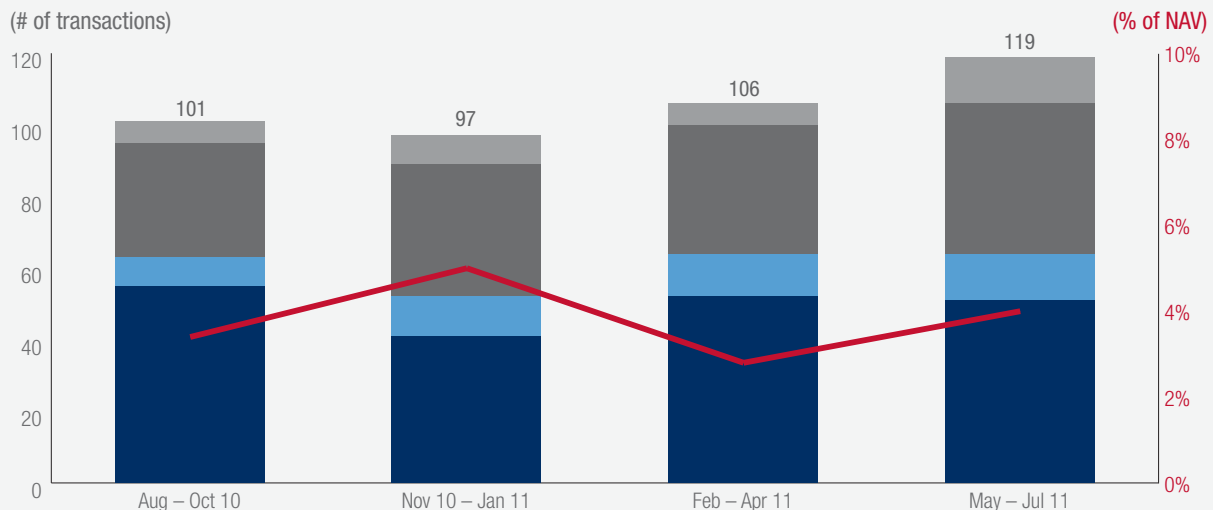
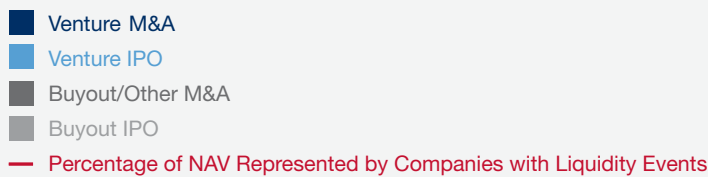


Yandex (YNDX) | 05/2011 IPO  
Russian search engine



## HVPE Liquidity Events

1 February 2011 to 31 July 2011



# Balance Sheet Management

## Balance Sheet Positioned as a Strategic Asset

- The Investment Manager seeks to leverage the strength of HVPE's balance sheet to benefit shareholders

HVPE is committed to maintaining a solid balance sheet that is clearly positioned to meet its financial obligations.

Amid the economic downturn during the period from September 2008 through to early 2010, the Investment Manager adopted a defensive approach to the Company's balance sheet to ensure that capital calls could be met during a period of economic uncertainty, volatile NAV movement, and net cash outflows. In the second half of calendar year 2010, as public markets improved and HVPE's NAV, cash flow, and prospects became more positive, the Investment Manager began to view the balance sheet as a strategic asset to enhance shareholder value.

This more proactive approach to balance sheet management is reflected in the Share Buyback Programme announced in March 2011 and the participation in the tender for Absolute Private Equity, Ltd. announced in April 2011 and closed in September 2011.

## Credit Facility

- \$500 million multi-currency credit facility in place through December 2014

HVPE's balance sheet strength and flexibility is supported by its \$500 million multi-currency credit facility with The Bank of Scotland plc, now a subsidiary of Lloyds Banking Group plc. HVPE secured its facility on 4 December 2007. Under the terms of the agreement, HVPE may borrow, repay, and re-borrow to fund commitments and working capital requirements through to the facility's expiry date in December 2014. The Company has pledged substantially all of its assets as collateral for such borrowings. The revolving credit facility bears variable interest at LIBOR plus 150 basis points on drawn amounts and carries an annual commitment fee of 40 basis points on the unused portion of the facility.

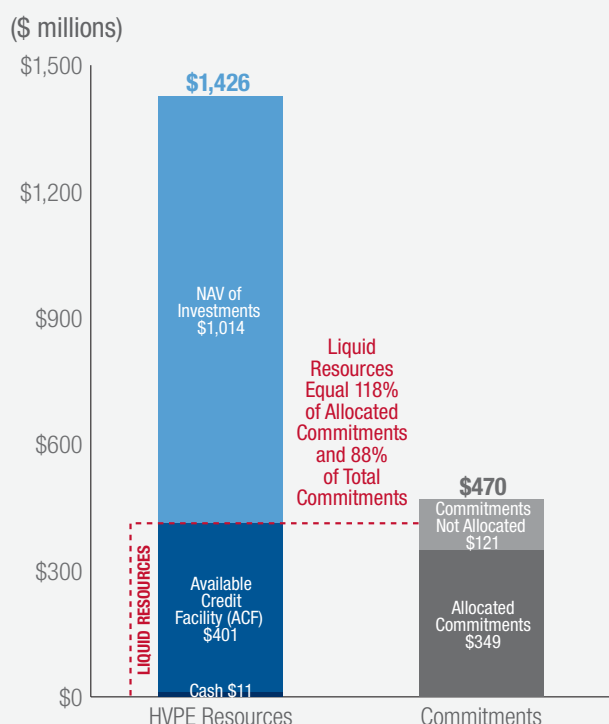
The credit facility contains financial covenants that limit the Company's indebtedness to 40% of assets (Asset Test Covenant), with the calculated value of the assets also subject to certain diversification tests. All financial covenants are tested and calculated on a quarterly basis. In addition, other covenants confer customary limitations that restrict HVPE's ability to make unduly concentrated commitments to funds, incur additional indebtedness or liens above the facility level, pay dividends above certain levels, or merge, consolidate, or substantially change its business without bank approval.

During the six-month financial period ended 31 July 2011, the Company drew down an additional \$13.3 million of its loan facility and repaid \$5.5 million. In June and July 2011, \$45.0 million of U.S. dollar-denominated borrowings were converted to euro-denominated borrowings to hedge some of the currency exposure in the investment portfolio. At 31 July 2011, \$99.4 million of borrowings were outstanding under the facility (including all foreign currency-denominated borrowings), and HVPE had \$10.7 million in cash on its balance sheet. Based on the Asset Test Covenant, the remaining maximum amount available to be drawn at 31 July 2011 was \$400.6 million, or the full remaining facility, compared to \$409.0 million at 31 January 2011.

The \$89 million of net debt indicates a Net Leverage Ratio (Net Debt divided by NAV) of 9.6%. Given the cash flow trends and expectations for the portfolio, the Investment Manager and HVPE's Board of Directors believe that the Company is able to support additional leverage on a short-term basis. For this reason, the Investment Manager has chosen to finance HVPE's Share Buyback Programme and the Absolute investment with the credit facility, which has an attractive cost of borrowing. The Company's core objective and expectation is to repay the credit facility prior to its expiration through positive cash flows within the HVPE portfolio. HVPE's Investment Manager does not intend to maintain permanent leverage on the Company's balance sheet.

## P HVPE Resources Relative to Unfunded Commitments

At 31 July 2011



HVPE'S total resources represent 303% of commitments

Total liquid resources represent 118% of allocated commitments

## Balance Sheet Resources and Commitment Ratios

### As illustrated in Exhibit P, HVPE had:

- Total liquid resources, including cash and the remaining available credit facility, of \$411.3 million (compared to \$423.0 million at 31 January 2011)
- Total resources to meet its commitments, including NAV of Investments, of \$1,425.6 million (compared to \$1,351.2 million as at 31 January 2011)

HVPE's Investment Manager considers two ratios to be most useful in analysing its balance sheet position and commitment levels:

- The **Commitment Level Ratio** measures the ratio of private equity exposure (NAV of Investments plus unfunded commitments) relative to NAV.
- The **Commitment Coverage Ratio**, calculated as the ratio of liquid resources (cash plus available credit facility) to commitments, measures the Company's ability to fund its obligations.

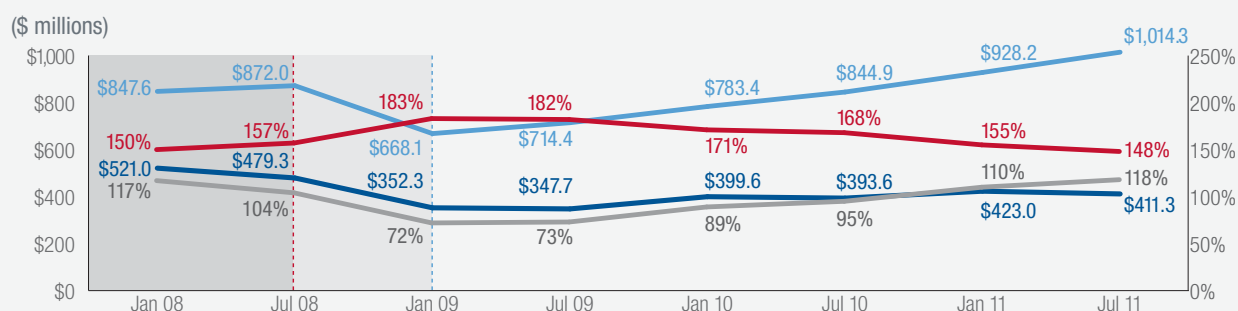
When analysing HVPE's commitment exposure, the Investment Manager believes that the most meaningful measure is allocated commitments, which includes only those commitments that have been allocated to underlying partnerships or HarbourVest secondary and direct funds. This measure is most consistent with the commitment levels disclosed by peers and reflects the commitments most likely to be called over the near to medium term.

**Exhibit Q** illustrates the trend of HVPE's Commitment Level Ratio (Allocated) and Commitment Coverage Ratio (Allocated) since 31 January 2008, as well as the Company's NAV of Investments and liquid resources. These metrics indicate a positive trend since 31 January 2009.

- The trend in the commitment ratios reflects the deterioration during the second half 2008 financial crisis, followed by the gradual recovery and stabilisation of the last 24 months.
- The area between the red and blue dotted lines illustrates the significant NAV decline during the latter part of the financial year to 31 January 2009. As HVPE's NAV of Investments fell from mid-2008 to early 2009, the denominator of the Commitment Level Ratio declined, causing this ratio to increase.
- Similarly, the declining NAV resulted in a reduction of liquid resources as borrowing capacity declined, causing the Commitment Coverage Ratio to decrease.
- The area to the right of the blue dotted line reflects the recovery of HVPE's NAV in the prior and current financial years, as the NAV of Investments increased.
- The increase in NAV of Investments, combined with an increase in distributions, resulted in increased liquid resources and a higher Commitment Coverage Ratio.
- The decline in Allocated Unfunded Commitments and an increase in NAV resulted in a decline of the Allocated Commitment Level Ratio.
- HVPE's Commitment Coverage Ratio (Allocated) and Commitment Level Ratio (Allocated) have recovered to the 31 January 2008 levels experienced just after the Company's listing.

## Q Balance Sheet Information

- NAV of Investments
- Cash and Remaining Available Credit Facility (Liquid Resources)
- Commitment Level Ratio (Allocated Unfunded Commitments)
- Commitment Coverage Ratio (Allocated Unfunded Commitments)



During the six months to 31 July 2011, the appreciation of the euro resulted in an \$8.0 million increase in the level of euro-denominated unfunded commitments, excluding capital calls.

## Management of Foreign Currency Exposure

- Two euro-denominated HarbourVest funds; one sterling-denominated HarbourVest fund
- Approximately 21% of underlying holdings denominated in euros (€147.9 million)
- Euro-denominated unfunded commitments of €111.0 million

Changes in foreign currency exchange rates impact HVPE in two primary ways. First, the value of non-U.S. dollar investments will appreciate or depreciate with exchange rates, causing the NAV of investments to increase or decrease. The second impact is on HVPE's level of unfunded commitments, which is stated in U.S. dollars. While unfunded commitments are not balance sheet liabilities and therefore do not affect NAV when they increase or decrease, they are legal obligations that are expected to be funded from distributions as investments are liquidated. An appreciation in the value of the euro will cause the level of euro-denominated commitments to increase in U.S. dollar terms. During the six months to 31 July 2011, the appreciation of the euro resulted in an \$8.0 million increase in the level of euro-denominated unfunded commitments, excluding capital calls.

HVPE holds interests in two euro-denominated funds: HIPEP V 2007 European Buyout and HIPEP VI Partnership; and one sterling-denominated fund: HSLE. A number of HarbourVest direct funds in the HVPE portfolio have also made investments in companies denominated in foreign currencies, and HarbourVest fund-of-funds have made investments in foreign currency-denominated partnerships.

From an asset perspective, HVPE had exposure to the following currencies at 31 July 2011 (approximate, based on NAV):

Euro*	21%
Sterling	4
Australian Dollar	3
Swedish Krona	1
<b>Total Exposure to Foreign Currency</b>	<b>29%</b>

\* Euro-denominated asset exposure represents €147.9 million at 31 July 2011.

The unfunded commitments associated with HIPEP V 2007 European Buyout and HIPEP VI Partnership totalled €111.0 million at 31 July 2011. There are no unfunded commitments related to HSLE as it was fully funded at the time of the investment. Given the size of the euro-based asset exposure (€147.9 million) and the euro-based unfunded commitments, changes in the euro partially offset each other from an economic perspective. When the level of investments decreases, so do the unfunded commitments that those assets are ultimately expected to fund. Therefore, while NAV continues to be affected by currency movement, the Company's commitment ratios and other elements of exposure to currency are partially hedged.

In June and July 2011, \$45.0 million (€31 million) of HVPE's U.S. dollar-denominated borrowings from its credit facility were converted to euro-denominated borrowings to hedge some of the currency exposure in the investment portfolio.

In addition to the direct currency exposure discussed above, HVPE's NAV is also affected by investments in U.S. dollar-denominated partnerships that have made investments in foreign companies or companies that have significant foreign currency-based business activities.

## Put Rights Issued in Connection with the 2010 Liquidity Plan

- 6,851,486 Put Rights with a maximum exposure of \$39.4 million expire 15 November 2011

In connection with the Company's 2010 Liquidity Plan, discussed in the Semi-Annual Report for the period ended 31 July 2010, the Company issued 6,851,486 Put Rights. The Put Rights allow holders to sell their shares back to HVPE on 15 November 2011 at the lower of \$5.75 or estimated Economic NAV per share at 31 October 2011. The Company's maximum obligation under these Put Rights is to fund the repurchase of \$39.4 million of shares. The Company's share price has not traded below the \$5.75 level since 17 January 2011. Assuming the continuation of the current share price, the Investment Manager believes that it is unlikely that the Put Rights will be exercised. As HVPE's most recent estimated Economic NAV per share was \$11.05 at 31 August 2011, any shares bought back under the Put Right are likely to be accretive to the Company's NAV per share.

## Recent Events

### The Following Events Occurred Subsequent to the Six-month Financial Period Ended 31 July 2011:

- Settlement of public tender for Absolute Private Equity, Ltd.
- New commitments to Asia Pacific and Emerging Markets Fund-of-Funds
- Publication of estimated Economic NAV at 31 August 2011

### Participation in Public Tender for Absolute Private Equity, Ltd.

On 26 April 2011, HVPE announced that it would participate, along with HarbourVest-managed secondary funds, in a public offer for all bearer shares of Absolute Private Equity, Ltd. ("Absolute"). Absolute is an investment company with a pool of over 70 private equity partnerships incorporated in Switzerland and listed on SIX Swiss Exchange. The underlying portfolio is broadly diversified by vintage, geography, and industry and will thus complement HVPE's diversified portfolio. The HarbourVest consortium increased its offer price during July 2011. The final offer price represented a 30% discount to Absolute's most recently reported net asset value per share (as of 19 August 2011) and is expected to be accretive to HVPE's NAV.

The final result, announced on 5 September 2011, is that shareholders have tendered 98.68% of Absolute shares. The transaction closed on 13 September 2011. HVPE's Absolute investment will be held through an acquisition vehicle. HVPE's commitment to the investment is approximately \$87 million, net of funds borrowed by the acquisition vehicle. In light of the attractive nature of the transaction and with the knowledge that HarbourVest has confirmed that Absolute will be taken private, HVPE increased its commitment to 14% of the transaction. The increased commitment was recommended by the Investment Manager and approved by the Board of Directors. HVPE also has an indirect investment in this transaction of approximately \$12.3 million via its commitment to Dover VII.

The Company's interest will be financed through the use of its existing \$500 million credit facility. Substantially all of the purchase price of HVPE's investment in Absolute is expected to be repaid through distributions generated by the mature Absolute portfolio over the next three years. This transaction is not expected to affect HVPE's previously announced Share Buyback Programme.

### New Commitments to Asia Pacific and Emerging Markets Fund-of-Funds

In September 2011, HVPE made new commitments to HarbourVest's actively-investing international fund-of-funds, HIPEP VI Asia Pacific (\$50.0 million) and HIPEP VI Emerging Markets (\$30.0 million). The Asia Pacific Fund makes primary fund commitments in developed and developing Asian markets, including Australia, Japan, China, India, and others. The Emerging Markets Fund makes primary fund commitments in Latin America, Africa, Turkey, the Middle East, and Russia. Both funds invest alongside the more broadly diversified HIPEP VI Partnership, have begun to build portfolios of high quality managers across markets, and are actively calling capital to fund new investments. HVPE is expected to close the new commitments in October 2011.

The Investment Manager is committed to increasing HVPE's exposure to Asia Pacific and the emerging markets in order to broaden its geographic diversification, as the current portfolio is primarily concentrated in the U.S. and Europe. The new commitments are expected to increase the Company's unfunded commitments to approximately 9% in Asia Pacific and 5% in the rest of the world.

The Company, its Investment Manager, and its Board of Directors remain focused on ongoing investment activity to position HVPE for the long term. This is evidenced by the September 2011 Absolute investment and HVPE's continued new HarbourVest fund commitments.

### Publication of Estimated Economic NAV at 31 August 2011

HVPE publishes its estimated Economic NAV on a monthly basis. These reports are available at the Company's website, generally within 15 days after month end.

As at 31 August 2011, HVPE's estimated Economic NAV per share was \$11.05, a decrease of \$0.12 (1.1%) from Economic NAV per share of \$11.17 as at 31 July 2011. Economic NAV decreased as a result of public market depreciation and ongoing operating expenses. Other than the commitment to participate in the tender for Absolute Private Equity, Ltd., described above, during the month of August, HVPE did not make any new commitments or purchase additional interests in HarbourVest funds. During the month, the Company funded \$12.0 million of capital calls to U.S. and international HarbourVest fund-of-funds and received distributions of \$13.0 million, resulting in net positive cash flows of \$1.0 million.

At 31 August 2011, a total of \$99.1 million is outstanding against the \$500 million credit facility, a \$0.3 million decrease from 31 July due to foreign currency movement. Based on the facility's most restrictive covenant, the remaining amount currently available is \$400.9 million. The Company also has \$11.2 million in cash on its balance sheet. At 31 August 2011, liquid resources (cash and available credit facility) represent 123% of commitments allocated to underlying partnerships and 90% of total commitments.

## Investment Manager's Market Outlook and Overview

### The Investment Manager Reviews its Outlook for HVPE and Private Equity; as well as global markets

- Overall, HVPE's Investment Manager remains very confident about both the near and long-term potential of private equity markets and the Company.

All data refers to calendar years unless otherwise noted

The Company, its Investment Manager, and its Board of Directors remain focused on ongoing investment activity to position HVPE for the long term. This is evidenced by the September 2011 Absolute investment and HVPE's continued new HarbourVest fund commitments. As the more mature portion of the portfolio provides ongoing liquidity and distributions, the actively-investing funds and new commitments provide the opportunity for ongoing NAV development and ever-evolving diversification across geographies, strategies, vintage years, and industries.

### NAV and Cash Flows

The improving private equity environment experienced in the second half of 2010 has remained positive into 2011, although challenged by volatile public markets and debt concerns across Europe and the U.S., particularly more recently. As the global economy expanded and public markets gained from 2010 to 2011, private equity experienced the beginning of an upward cycle. HVPE's capital calls of \$82 million and distributions of \$77 million during the six-month period to 31 July 2011 are on pace to equal the prior financial year, which represented a 165% increase in distributions and 72% pick up in capital calls year-over-year.



The private equity market and HVPE also benefited from a rising NAV environment. During the six months ended 31 July 2011, HVPE's Economic NAV per share increased 9.1% to \$11.17, its highest level since inception. Since 31 December 2007, just after its IPO, HVPE has generated one of the strongest records of NAV per share performance among its listed private equity peers, and since inception the NAV performance has outpaced the MSCI World Index (USD-Total Return) by approximately 27 percentage points in total through 31 August 2011. However, given second half calendar year 2011 public market volatility, the NAV could decrease during the third financial quarter as many buyout investments are valued comparably to their publicly-listed peers. As noted, the Absolute transaction is expected to be accretive to HVPE's NAV.

Following HVPE's \$11 million of net positive cash flow experienced during the financial year ended 31 January 2011, the Company was \$5 million cash flow negative during the six months to 31 July 2011. However, HVPE's Investment Manager continues to believe that the Company is poised to benefit from accelerating net inflows. Based on an analysis of capital calls and distributions for each HarbourVest fund under a variety of economic scenarios, the existing portfolio is expected to become increasingly cash flow positive as the Company's mature funds distribute increasing amounts of cash and its 2007 and 2008 commitments to HarbourVest funds become more fully funded. The Investment Manager is therefore placing renewed emphasis on capital deployment and plans to repay part of the outstanding debt as well as seek additional attractive investments. These potential investments may include share repurchases under the Share Buyback Programme (to the extent that HVPE is trading at a meaningful discount to NAV) and commitments to newly-formed HarbourVest funds or parallel investments, such as the recent investment in the Absolute transaction. All investment decisions continue to be based on the potential impact on portfolio diversification, commitment levels and coverage, value creation for existing shareholders, and the Investment Manager's assessment of the economic outlook.

While HVPE's buyout portfolio improved over the last 18 months alongside recovering public markets, the Investment Manager also remains positive about the Company's venture portfolio. The HVPE portfolio contains a number of high profile venture-backed companies, some of which are poised for realisations, including the expected fourth quarter 2011 IPOs of deal-of-the-day website *Groupon, Inc.* and social network game developer *Zynga Game Network, Inc.*; and the announced sale of *Skype Technologies, S.A.* to Microsoft Corporation. After ten years of disappointing venture performance, increasing venture-backed M&A and IPO activity continues to support the theory of a rebound. The HVPE portfolio is well positioned for a recovery with 33% in venture, one of the highest percentages among the listed private equity peers.

### Liquidity and NAV Discount

Over the last 18 months, HVPE's Investment Manager and Board of Directors have dedicated significant resources to enhancing HVPE's liquidity and improving the trading discount to NAV, implementing a Liquidity Plan in May 2010. While challenges remain, the Company has made significant progress in enhancing trading liquidity, with an annualised share turnover rate of over 8% for the previous 12-month period through 28 September 2011. This follows a period prior to the Liquidity Plan with very limited trading and is in line with many of the Company's listed peers. The Investment Manager continues to focus on introducing HVPE to new potential investors and enhancing the Company's profile to increase trading liquidity and reduce the discount.

The continued trading discount to NAV represents one of the largest challenges for HVPE and the listed private equity sector generally. While HVPE's Investment Manager is encouraged by the increase in HVPE's share price to \$7.00 (LSE) at 28 September 2011, this price still represents a 37% discount to 31 August 2011 estimated Economic NAV per share. Many of the market concerns about the private equity sector (over-commitments, NAV uncertainty, and others) have lessened; however the listed private equity challenge remains to demonstrate strong cash flows, consistent NAV growth, and effective capital management. The sector is experiencing additional investor interest from new sources of capital, including hedge funds. However, other traditional listed private equity investors have been slow to return to the market. To the extent that the environment for private equity remains positive, the Investment Manager expects increasing investor demand and reduction of discounts to NAV over time.



## U.S. MARKET

- Eight consecutive quarters of GDP growth
- Buyout and venture fundraising totals improved significantly
- Mezzanine and distressed debt fundraising slowed
- Buyout investment activity consistent with the first half of 2010, while venture investment activity increased 12%
- Liquidity events continued to increase, as buyout-backed IPOs raised four times and venture-backed IPOs raised almost three times the amounts raised in the first half of 2010

## EUROPEAN MARKET

- Europe experienced modest growth during the first half of 2011, tempered by a sharp slowdown in recent months
- Buyout funds raised more than four times the amount raised in the first half of 2010, while venture fundraising declined
- Buyout investment activity was up 84% over the prior year period, with €40.7 billion invested
- Venture capital investment activity declined
- M&A and IPO activity decreased from prior year

## ASIA PACIFIC MARKET

- Asian economies continued to grow in the first half of 2011
- Fundraising increased 32% from prior year period to \$21.4 billion
- Investment activity doubled compared to the first half of 2010, with \$24.4 billion deployed, driven by China, Australia, and India
- Realisation activity increased 50% in the first half of 2011, with \$11.7 billion generated, driven by China and India

## SECONDARY MARKET

- Deal flow totaled \$42.2 billion in the first half of 2011, with an estimated \$16 billion of completed deals
- Banks continued as dominant source of deal flow driven by pending regulatory reforms
- HarbourVest funds made \$529 million in secondary commitments in the first half of 2011; \$1.2 billion committed year-to-date through September
- Expect 2011 to be another record year for secondary deal activity

Note: Unless otherwise specified, all information is current at the time of issue. Unless otherwise noted, all data represents HarbourVest's own estimates. Any opinions expressed are those of HarbourVest and not a statement of fact. The opinions expressed do not constitute investment advice.

# Investment Manager

## Independent, Experienced, Consistent, and Focused

- HarbourVest is independently owned by its senior investment professionals. The team of 24 managing directors averages 17 years with HarbourVest.
- The HarbourVest team has a 29-year track record, investing successfully in private equity over numerous market cycles.

Given the long-term nature of private equity investing, where committed capital is invested over multiple years, some of the most important indicators of a prospective investment manager's success are experience, track record, organisational stability, a consistent strategy, and a proven process. These attributes are embodied in HarbourVest. HarbourVest is a private equity firm whose history dates back to 1982. HarbourVest has committed more than \$30 billion to investments. Over the past 29 years, HarbourVest has grown to nearly 250 employees who are based in Boston and the Firm's international subsidiaries in London, Hong Kong, and Tokyo.

## INDEPENDENT PRIVATE EQUITY MANAGER

- As a privately-owned firm, HarbourVest is focused on its business and its clients and has control of its future.
- The benefits of HarbourVest's independent private structure have become particularly clear over recent years.
- Aligned with the success of its business and its investors, HarbourVest's employee partners have significant incentive to focus on long-term investment performance and continued value creation.

## SUCCESS ACROSS MARKET CYCLES AND EXTENSIVE EXPERIENCE IN THE PRIVATE EQUITY ASSET CLASS

- HarbourVest's expertise encompasses all areas of global private equity. Team members based in key investment regions throughout the world provide an important local perspective and enable HarbourVest to identify and evaluate a broad range of global investment opportunities.
- The HarbourVest team has invested in private equity since the late 1970s, managing assets through a variety of market cycles and experiencing the ups and downs of venture capital and leveraged buyout investments. Throughout its history, the team has learned to capitalise on opportunities and intends to do so in the future.
- Consistency is a central theme throughout HarbourVest. HarbourVest hires talented investment professionals, and most remain with the firm for the long term – years longer than the industry average. As a result, HVPE benefits from decades of teamwork and investing expertise.

## CONSISTENT STRATEGY AND FOCUSED INVESTMENT PROCESS HAS RESULTED IN STRONG TRACK RECORD

The Investment Manager remains confident about the continued innovation and success of the private equity industry and intends to follow its consistent strategy of striving for top-quartile returns by partnering with high quality managers.

- Within a focused due diligence process, the Investment Manager searches for exceptional investments, evaluates them carefully, and selects those opportunities that it believes offer the strongest potential for superior returns.
- Throughout its history, the HarbourVest investment team has used a consistent, time-tested investment process, following the same rigorous approach to due diligence whether making a primary partnership, secondary, or direct investment and regardless of stage or location. The insights gained over years of investing enhance the comprehensive evaluation of potential investments.
- The HarbourVest team has one of the longest verifiable track records of investment performance in primary, secondary, and direct investments, demonstrating HarbourVest's historic ability to outperform recognised private equity benchmarks, while also providing diversification. HarbourVest's continued ability to identify and gain access to the top-tier private

equity players has been a key factor in establishing this track record. Of course, past performance is no assurance that such results will be achieved in the future, either by HarbourVest generally or by HVPE's Investment Manager.

## INVESTMENT PROCESS IMPLEMENTED WITHIN CONTROLLED ENVIRONMENT TO MINIMISE RISK

- HarbourVest operates within a strictly-controlled environment with multiple checks and balances in place.
- In December 2010, the firm issued its second Type II SAS 70 Report – Private Equity Fund Administration Report on Controls Placed in Operation and Tests of Operating Effectiveness for the period from 1 October 2009 to 30 September 2010, which was conducted by an independent auditor and documents controls across the firm's operations, including investment policy, reporting to clients, capital calls, distributions, cash management, and financial records.
- The compliance, treasury, finance, partnership performance, tax, reporting, and communications staff is among the largest and most developed in the private equity industry and includes approximately 150 professionals. Teams are focused on:
  - **Compliance:** A dedicated compliance officer is responsible for the overall compliance of the Investment Manager and HarbourVest funds. Outside legal counsel also manages compliance issues.
  - **Cash Management:** A treasury team of more than 15 dedicated professionals manages and monitors cash (including all incoming and outgoing wires) for all HarbourVest funds on a daily basis.
  - **Finance/Accounting:** A finance team of over 25 professionals is responsible for preparing accounts for all HarbourVest funds and reconciling data continuously with the partnership performance group.
  - **Partnership Performance:** A dedicated team of more than 20 professionals tracks all primary and secondary partnership investments, capital calls and distributions, performance, and underlying company investment data (currently more than 6,800 companies).



## About the Board

### Board of Directors

**Sir Michael Bunbury**

Chairman, Independent Director

**D. Brooks Zug**

Director

**George R. Anson**

Director

**Jean-Bernard Schmidt**

Independent Director

**Andrew W. Moore**

Independent Director

**Keith B. Corbin**

Independent Director

**Paul R.P. Christopher**

Independent Director

George Anson, Paul Christopher, Andrew Moore, and Brooks Zug were appointed directors on incorporation on 18 October 2007. Sir Michael Bunbury, Jean-Bernard Schmidt, and Keith Corbin were appointed on 19 October 2007.

# Statement of Directors' Responsibilities in Respect of the Financial Statements

The directors are required to prepare financial statements for each financial year and the first six months of each financial year, which give a true and fair view of the state of affairs of the Company at the end of the financial period and of the gain or loss for that period.

In preparing those financial statements, the directors are required to:

- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements have been properly prepared in accordance with The Companies (Guernsey) Law, 2008, the requirements of NYSE Euronext and the London Stock Exchange, and the applicable regulations under Dutch law. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## Statement by Responsible Persons in Accordance with the FMSEA Transparency Decree Implementation Directive Transparency Issuing Institution

### The directors confirm:

1. The compliance of the accompanying Unaudited Consolidated Financial Statements with the requirements of U.S. generally accepted accounting principles.
2. The fairness of the management review included in the management report.

## Audit Committee

An Audit Committee has been established consisting of Mr. Keith Corbin (Chairman), Mr. Andrew Moore, and Mr. Jean-Bernard Schmidt. The Audit Committee examines the effectiveness of the Company's internal control systems, the annual and interim reports and financial statements, the auditor's remuneration and engagement, as well as the auditor's independence and any non-audit services provided by them. The Audit Committee ensures that the Company's contracts of engagement with the Investment Manager, Administrator, and other service providers are operating satisfactorily so as to ensure the safe and accurate management and administration of the Company's affairs and business and are competitive and reasonable for the shareholders. Additionally, the Audit Committee makes appropriate recommendations to the Board and ensures that the Company complies to the best of its ability with applicable laws and regulations and adheres to the tenet of generally-accepted codes of conduct.

The Audit Committee receives information from the Company Secretary's compliance department and the external auditor.

By order of the Board



Michael Bunbury  
Chairman

Keith Corbin  
Chairman of the  
Audit Committee

29 September 2011

# Unaudited Consolidated Financial Statements

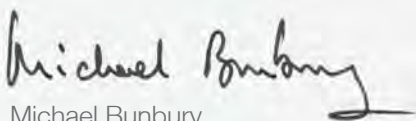
## Consolidated Financial Statements


### Consolidated Statement of Assets and Liabilities 31 July 2011 and 31 January 2011

	31 JULY 2011 (UNAUDITED)	31 JANUARY 2011 (AUDITED)
<b>ASSETS</b>		
Investments (Note 4)	\$1,014,354,168	\$928,236,161
Cash and equivalents	10,660,569	13,951,887
Other assets	350,577	460,309
<b>Total assets</b>	<b>1,025,365,314</b>	<b>942,648,357</b>
<b>LIABILITIES</b>		
Notes payable (Note 6)	99,336,917	91,014,000
Accounts payable and accrued expenses	2,070,240	1,781,506
Put rights (Note 10)	68,515	2,458,009
Accounts payable to HarbourVest Advisers L.P. (Note 9)	13,798	217,510
<b>Total liabilities</b>	<b>101,489,470</b>	<b>95,471,025</b>
Commitments (Note 5)		
<b>NET ASSETS</b>	<b>923,875,844</b>	<b>847,177,332</b>
<b>NET ASSETS CONSIST OF</b>		
Class A shares, Unlimited shares authorised, 82,700,000 shares issued at 31 July 2011 and outstanding, and 83,000,000 shares issued at 31 January 2011 and outstanding, no par value	\$923,875,743	\$847,177,231
Class B shares, 10,000 shares authorised, 101 shares issued and outstanding, no par value	101	101
<b>NET ASSETS</b>	<b>\$923,875,844</b>	<b>\$847,177,332</b>
<b>Net asset value per share for Class A shares</b>	<b>\$11.17</b>	<b>\$10.21</b>
<b>Net asset value per share for Class B shares</b>	<b>\$1.00</b>	<b>\$1.00</b>

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

The Unaudited Consolidated Financial Statements were approved by the Board on 29 September 2011 and were signed on its behalf by:

  
Michael Bunbury  
Chairman

  
Keith Corbin  
Chairman of the Audit Committee

## Consolidated Schedule of Investments at 31 July 2011 (Unaudited)

U.S. FUNDS	Unfunded Commitment	Cumulative Amount Invested at or Since HVPE's Inception*	Cumulative Distributions Received at or Since HVPE's Inception*	Fair Value	Fair Value as a % of Net Assets
HarbourVest Partners IV- Partnership Fund L.P.	\$2,800,000	\$13,506,820	\$9,263,413	\$2,431,523	0.3%
HarbourVest Partners V- Direct Fund L.P.	—	4,365,345	4,163,216	948,760	0.1
HarbourVest Partners V- Partnership Fund L.P.	2,220,000	46,709,079	26,833,896	21,929,853	2.4
HarbourVest Partners VI- Direct Fund L.P.	1,312,500	46,722,408	24,372,663	17,997,013	1.9
HarbourVest Partners VI- Partnership Fund L.P.	9,056,250	200,741,799	94,912,391	125,044,346	13.5
HarbourVest Partners VI- Buyout Partnership Fund L.P.	600,000	8,483,048	4,008,389	4,661,218	0.5
HarbourVest Partners VII- Venture Partnership Fund L.P. †	16,562,500	121,046,698	20,946,210	126,099,153	13.6
HarbourVest Partners VII- Buyout Partnership Fund L.P. †	11,200,000	67,067,291	16,947,262	57,058,346	6.2
HarbourVest Partners VIII- Cayman Mezzanine & Distressed Debt Fund L.P.	19,500,000	30,701,553	5,311,397	28,417,678	3.1
HarbourVest Partners VIII- Cayman Buyout Fund L.P.	109,375,000	143,383,801	7,990,167	156,389,174	16.9
HarbourVest Partners VIII- Cayman Venture Fund L.P.	16,250,000	33,941,736	1,935,822	38,082,662	4.1
HarbourVest Partners 2007 Cayman Direct Fund L.P.	22,000,000	78,126,849	1,054,522	92,839,307	10.1
HarbourVest Partners IX- Cayman Buyout Fund L.P.	24,812,500	187,500	—	102,185	0.0
HarbourVest Partners IX Cayman Credit Opportunities Fund L.P.	4,800,000	200,000	—	174,429	0.0
HarbourVest Partners IX- Cayman Venture Fund L.P.	19,300,000	700,000	—	599,417	0.1
<b>Total U.S. Funds</b>	<b>259,788,750</b>	<b>795,883,927</b>	<b>217,739,348</b>	<b>672,775,064</b>	<b>72.8</b>

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

INTERNATIONAL/GLOBAL FUNDS	Unfunded Commitment	Cumulative Amount Invested at or Since HVPE's Inception*	Cumulative Distributions Received at or Since HVPE's Inception*	Fair Value	Fair Value as a % of Net Assets
HarbourVest International Private Equity Partners II-Direct Fund L.P.	—	980,279	669,967	237,929	0.0%
HarbourVest International Private Equity Partners II-Partnership Fund L.P.	2,900,000	23,463,610	15,848,431	4,936,450	0.5
HarbourVest International Private Equity Partners III-Partnership Fund L.P.	5,750,000	145,428,557	99,888,106	47,790,118	5.2
HarbourVest International Private Equity Partners IV-Direct Fund L.P.	—	61,452,400	1,495,597	51,455,245	5.6
HarbourVest International Private Equity Partners IV-Partnership Fund L.P.	6,875,000	122,897,051	56,121,758	86,826,694	9.4
Dover Street VII Cayman Fund L.P.	34,500,000	65,500,000	4,799,811	81,377,415	8.8
HIPEP V - 2007 Cayman European Buyout Companion Fund L.P. ‡	25,961,034	42,164,360	—	44,521,466	4.8
HIPEP VI-Cayman Partnership Fund L.P.§	133,901,400	9,297,200	—	8,027,498	0.9
HarbourVest Senior Loans Europe**	—	14,409,000	158,090	16,406,289	1.8
<b>Total International/ Global Funds</b>	<b>209,887,434</b>	<b>485,592,457</b>	<b>178,981,760</b>	<b>341,579,104</b>	<b>37.0</b>
<b>TOTAL INVESTMENTS</b>	<b>\$469,676,184</b>	<b>\$1,281,476,384</b>	<b>\$396,721,108</b>	<b>\$1,014,354,168</b>	<b>109.8%</b>

\* Includes purchase of limited partner interests for shares and cash at the time of HVPE's IPO.

† Includes ownership interests in HarbourVest Partners VII-Cayman Partnership entities.

‡ Fund denominated in euros. Commitment amount is €47,450,000.

§ Fund denominated in euros. Commitment amount is €100,000,000.

\*\* Fund denominated in British pounds. 10,000,000 shares held at 31 July 2011. Cumulative distributions include dividends received which are included as part of dividend income in the Consolidated Statement of Operations.

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

**Consolidated Schedule of Investments at 31 January 2011  
(Audited)**

U.S. FUNDS	Unfunded Commitment	Cumulative Amount Invested at or Since HVPE's Inception*	Cumulative Distributions Received at or Since HVPE's Inception*	Fair Value	Fair Value as a % of Net Assets
HarbourVest Partners IV- Partnership Fund L.P.	\$2,800,000	\$13,506,820	\$9,263,413	\$2,345,800	0.3%
HarbourVest Partners V- Direct Fund L.P.	—	4,365,345	3,801,600	1,602,193	0.2
HarbourVest Partners V- Partnership Fund L.P.	2,960,000	45,969,079	21,698,297	25,895,177	3.1
HarbourVest Partners VI- Direct Fund L.P.	1,312,500	46,722,408	24,372,663	18,121,377	2.1
HarbourVest Partners VI- Partnership Fund L.P.	10,350,000	199,448,049	78,204,135	134,156,724	15.8
HarbourVest Partners VI- Buyout Partnership Fund L.P.	600,000	8,483,048	3,266,350	5,232,713	0.6
HarbourVest Partners VII- Venture Partnership Fund L.P. †	21,862,500	115,746,698	13,075,710	117,717,670	13.9
HarbourVest Partners VII- Buyout Partnership Fund L.P. †	12,600,000	65,667,291	13,759,462	54,697,872	6.5
HarbourVest Partners VIII- Cayman Mezzanine & Distressed Debt Fund L.P.	22,250,000	27,951,553	4,366,113	26,109,327	3.1
HarbourVest Partners VIII- Cayman Buyout Fund L.P.	121,875,000	130,883,801	3,820,492	138,464,171	16.3
HarbourVest Partners VIII- Cayman Venture Fund L.P.	20,500,000	29,691,736	—	31,694,094	3.7
HarbourVest Partners 2007 Cayman Direct Fund L.P.	49,750,000	50,376,849	1,054,522	58,417,727	6.9
HarbourVest Partners IX- Cayman Buyout Fund L.P.	25,000,000	—	—	(6,828)	0.0
HarbourVest Partners IX- Cayman Credit Opportunities Fund L.P.	5,000,000	—	—	(1,274)	0.0
HarbourVest Partners IX- Cayman Venture Fund L.P.	20,000,000	—	—	(65,387)	0.0
<b>Total U.S. Funds</b>	<b>316,860,000</b>	<b>738,812,677</b>	<b>176,682,757</b>	<b>614,381,356</b>	<b>72.5</b>

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



INTERNATIONAL/GLOBAL FUNDS	Unfunded Commitment	Cumulative Amount Invested at or Since HVPE's Inception*	Cumulative Distributions Received at or Since HVPE's Inception*	Fair Value	Fair Value as a % of Net Assets
HarbourVest International Private Equity Partners II-Direct Fund L.P.	—	980,279	669,967	241,341	0.0%
HarbourVest International Private Equity Partners II-Partnership Fund L.P.	2,900,000	23,463,610	14,033,639	7,035,873	0.8
HarbourVest International Private Equity Partners III-Partnership Fund L.P.	6,900,000	144,278,557	79,566,168	64,781,992	7.7
HarbourVest International Private Equity Partners IV-Direct Fund L.P.	—	61,452,400	—	40,212,541	4.8
HarbourVest International Private Equity Partners IV-Partnership Fund L.P.	7,500,000	122,272,051	47,238,606	83,172,426	9.8
Dover Street VII Cayman Fund L.P.	52,500,000	47,500,000	1,832,205	58,277,496	6.9
HIPEP V - 2007 Cayman European Buyout Companion Fund L.P. ‡	24,691,651	42,164,360	—	41,609,353	4.9
HIPEP VI-Cayman Partnership Fund L.P.§	132,147,100	4,373,800	—	3,070,273	0.4
HarbourVest Senior Loans Europe**	—	14,409,000	158,090	15,453,510	1.8
<b>Total International/Global Funds</b>	<b>226,638,751</b>	<b>460,894,057</b>	<b>143,498,675</b>	<b>313,854,805</b>	<b>37.1</b>
<b>TOTAL INVESTMENTS</b>	<b>\$543,498,751</b>	<b>\$1,199,706,734</b>	<b>\$320,181,432</b>	<b>\$928,236,161</b>	<b>109.6%</b>

\* Includes purchase of limited partner interests for shares and cash at the time of HVPE's IPO.

† Includes ownership interests in HarbourVest Partners VII-Cayman Partnership entities.

‡ Fund denominated in euros. Commitment amount is €47,450,000.

§ Fund denominated in euros. Commitment amount is €100,000,000.

\*\* Fund denominated in British pounds. 10,000,000 shares held at 31 January 2011. Cumulative distributions include dividends received which are included as part of dividend income in the Consolidated Statement of Operations.

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

**Consolidated Statement of Operations**  
**For the Six-Month Period Ended 31 July 2011 and Year Ended 31 January 2011**

	31 JULY 2011 (UNAUDITED)	31 JANUARY 2011 (AUDITED)
<b>INVESTMENT INCOME</b>		
Dividends	\$ 163,261	\$ 169,088
Interest from cash and equivalents	—	200
<b>Total investment income</b>	<u>163,261</u>	<u>169,288</u>
<b>EXPENSES</b>		
Non-recurring liquidity plan expenses (Note 10)	—	1,809,203
Interest expense (Note 6)	875,722	1,667,996
Non-recurring Absolute expenses (Note 12)	864,110	—
Non-utilisation fees (Note 6)	814,199	1,662,313
Investment services (Note 3)	563,685	1,229,669
Professional fees	343,834	594,675
Directors' fees and expenses (Note 9)	163,992	364,069
Insurance expense	111,575	289,071
Marketing expenses	73,908	107,906
Administration fees (Note 3)	73,111	133,754
Other expenses	135,723	194,277
<b>Total expenses</b>	<u>4,019,859</u>	<u>8,052,933</u>
<b>NET INVESTMENT LOSS</b>	<u>(3,856,598)</u>	<u>(7,883,645)</u>
<b>REALISED AND UNREALISED GAINS (LOSSES) ON INVESTMENTS AND PUT RIGHTS</b>		
Net realised gain (loss) on investments	21,579,396	27,378,322
Net change in unrealised appreciation (depreciation) on:		
Investments	59,308,637	113,587,460
Put rights	2,389,494	(2,458,009)
Translation of other assets and liabilities denominated in foreign currency	(572,917)	(1,680,000)
Net change in unrealised appreciation (depreciation)	<u>61,125,214</u>	<u>109,449,451</u>
Net gain (loss) on investments and Put Rights	<u>82,704,610</u>	<u>136,827,773</u>
<b>NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS</b>	<u>\$78,848,012</u>	<u>\$128,944,128</u>

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

**Consolidated Statement of Changes in Net Assets**  
**For the Six-Month Period Ended 31 July 2011 and Year Ended 31 January 2011**

	31 JULY 2011 (UNAUDITED)	31 JANUARY 2011 (AUDITED)
INCREASE IN NET ASSETS FROM OPERATIONS		
Net investment loss	\$ (3,856,598)	\$ (7,883,645)
Net realised gain (loss) on investments	21,579,396	27,378,322
Net change in unrealised appreciation (depreciation)	61,125,214	109,449,451
Net increase in net assets resulting from operations	<u>78,848,012</u>	<u>128,944,128</u>
Retirement of Class A shares	(2,149,500)	—
NET ASSETS AT BEGINNING OF PERIOD	<u>847,177,332</u>	<u>718,233,204</u>
NET ASSETS AT END OF PERIOD	<u><u>\$923,875,844</u></u>	<u><u>\$847,177,332</u></u>

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

## Consolidated Statement of Cash Flows

### For the Six-Month Period Ended 31 July 2011 and Year Ended 31 January 2011

	31 JULY 2011 (UNAUDITED)	31 JANUARY 2011 (AUDITED)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net increase in net assets resulting from operations	\$78,848,012	\$128,944,128
<b>Adjustments to reconcile net increase in net assets resulting from operations to net cash used in operating activities:</b>		
Net realised (gain) loss on investments	(21,579,396)	(27,378,322)
Net change in unrealised (appreciation) depreciation	(61,125,214)	(109,449,451)
Contributions to private equity investments	(81,769,650)	(126,628,160)
Purchase of private equity investment	—	(14,409,000)
Distributions from private equity investments	76,539,676	137,167,715
Change in other assets	109,732	14,418
Change in accounts payable to HarbourVest Advisers L.P.	(203,712)	89,992
Change in accounts payable and accrued expenses	288,734	664,264
Net cash used in operating activities	<u>(8,891,818)</u>	<u>(10,984,416)</u>
<b>FINANCING ACTIVITIES</b>		
Proceeds from notes payable	13,250,000	24,334,000
Payments on notes payable	(5,500,000)	(10,000,000)
Retirement of Class A shares	(2,149,500)	—
Net cash provided by financing activities	<u>5,600,500</u>	<u>14,334,000</u>
<b>NET INCREASE (DECREASE) IN CASH AND EQUIVALENTS</b>	<u>(3,291,318)</u>	<u>3,349,584</u>
<b>CASH AND EQUIVALENTS AT BEGINNING OF PERIOD</b>	<u>13,951,887</u>	<u>10,602,303</u>
<b>CASH AND EQUIVALENTS AT END OF PERIOD</b>	<u><u>\$10,660,569</u></u>	<u><u>\$ 13,951,887</u></u>
<b>SUPPLEMENTAL DISCLOSURE</b>		
Interest paid	<u><u>\$ 947,817</u></u>	<u><u>\$ 1,587,280</u></u>

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

# Notes to Consolidated Financial Statements

## NOTE 1. Company Organisation and Investment Objective

HarbourVest Global Private Equity Limited (the “Company” or “HVPE”) is a closed-end investment company registered with the Registrar of Companies in Guernsey under The Companies (Guernsey) Law, 2008 and the Netherlands Authority for the Financial Markets (AFM). The Company’s registered office is Anson Place, Mill Court, La Charroterie St. Peter Port, Guernsey GY1 1EJ. The Company was incorporated and registered in Guernsey on 18 October 2007. HVPE is designed to offer shareholders long-term capital appreciation by investing in a diversified portfolio of private equity investments. The Company invests in private equity through private equity funds and may make co-investments or opportunistic investments. The Company is managed by HarbourVest Advisers L.P. (the “Investment Manager”), an affiliate of HarbourVest Partners, LLC (“HarbourVest”), a private equity fund-of-funds manager. The Company is intended to invest in and alongside existing and newly-formed HarbourVest funds. HarbourVest is a global private equity fund-of-funds manager and typically invests capital in primary partnerships, secondary investments, and direct investments across vintage years, geographies, industries, and strategies. Operations commenced on 6 December 2007, following the initial global offering of the Class A ordinary shares.

### SHARE CAPITAL

The Company’s Class A shares are listed on the Specialist Fund Market (“SFM”) of the London Stock Exchange and Euronext Amsterdam by NYSE Euronext under the symbol “HVPE”. At 31 January 2011 there were 83,000,000 issued Class A ordinary shares of no par value. On 31 May 2011, the Company bought back 300,000 Class A ordinary shares at \$7.165. The Class A shares are entitled to the income and increases and decreases in the net asset value of the Company, and to any dividends declared and paid, but have limited voting rights. Dividends may be declared by the Board of Directors and paid from available assets subject to the directors being satisfied that the Company will, after payment of the dividend, satisfy a statutory solvency test. Dividends will be paid to shareholders pro rata to their shareholdings. Final dividends must be approved by the holders of the Class B shares.

The Class B shares were issued to HVGPE Holdings Limited, a Guernsey limited liability company, which is owned by affiliates of HarbourVest. The Class B shares have the right to elect all of the directors and make other decisions usually made by shareholders. As at 31 July 2011, 101 Class B shares of no par value have been issued. The Class B shares are not entitled to income and any increases and decreases in the net asset value of the Company or to any dividends declared and paid.

The Class A shareholders must approve any amendment to the memorandum and articles of incorporation except any changes that are administrative in nature, any material change from the investment strategy and/or investment objective of the Company, or the terms of the investment management agreement. These require the approval of 75% of each of the Class A and Class B shares.

There is no minimum statutory capital requirement under Guernsey law.

### INVESTMENT MANAGER, COMPANY SECRETARY AND ADMINISTRATOR

The directors have delegated certain day-to-day operations of the Company to the Investment Manager and the Company Secretary and Fund Administrator, under advice to the directors, pursuant to service agreements with those parties. The Investment Manager is responsible for, among other things, selecting, acquiring, and disposing of the Company’s investments, carrying out financing, cash management, and risk management activities, providing investment advisory services, including with respect to HVPE’s investment policies and procedures, and arranging for personnel and support staff of the Investment Manager to assist in the administrative and executive functions of the Company.

### DIRECTORS

The directors are responsible for the determination of the investment policy of the Company on the advice of the Investment Manager and have overall responsibility for the Company’s activities. This includes the periodic review of the Investment Manager’s compliance with the Company’s investment policies and procedures and the approval of certain investments. A majority of directors must be independent directors and not affiliated with HarbourVest or any affiliate of HarbourVest.

## NOTE 2. Summary of Significant Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's consolidated financial position.

### BASIS OF PRESENTATION

The consolidated financial statements include the accounts of HarbourVest Global Private Equity Limited and its five wholly owned subsidiaries, HVGPE - Domestic A L.P., HVGPE - Domestic B L.P., HVGPE - Domestic C L.P., HVGPE - International A L.P., and HVGPE - International B L.P. Each of the subsidiaries is a Cayman Islands limited partnership formed to facilitate the purchase of certain investments. All intercompany accounts and transactions have been eliminated in consolidation.

### METHOD OF ACCOUNTING

The consolidated financial statements are prepared in conformity with U.S. generally accepted accounting principles ("U.S. GAAP"), The Companies (Guernsey) Law, 2008, and the Principal Documents. Under applicable rules of Dutch law implementing the EU Transparency Directive, the Company is allowed to prepare its financial statements in accordance with U.S. GAAP instead of IFRS or Dutch GAAP.

### ESTIMATES

The preparation of the financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements and accompanying notes. Actual results could differ from those estimates.

### INVESTMENTS

Investments are stated at fair value in accordance with the Company's investment valuation policy. The inputs used to determine fair value include financial statements provided by the investment partnerships which typically include fair market value capital account balances. In reviewing the underlying financial statements and capital account balances, the Company considers compliance with ASC 820, the currency in which the investment is denominated, and other information deemed appropriate. The Company determines whether it is appropriate to value the investments based on the capital account balance provided by the investment partnerships or to adjust such value. This valuation does not necessarily reflect amounts that might ultimately be realised from the investment and the difference can be material.

Securities for which a public market does exist are valued by the Company at quoted market prices at the balance sheet date. Generally, the partnership investments have a defined term and cannot be transferred without the consent of the General Partner of the limited partnership in which the investment has been made.

### FOREIGN CURRENCY TRANSACTIONS

The currency in which the Company operates is U.S. dollars, which is also the presentation currency. Transactions denominated in foreign currencies are recorded in the local currency at the exchange rate in effect at the transaction dates. Foreign currency investments, investment commitments, cash and equivalents, and other assets and liabilities are translated at the rates in effect at the balance sheet date. Foreign currency translation gains and losses are included in realised and unrealised gains (losses) on investments as incurred. The Company does not segregate that portion of realised or unrealised gains and losses attributable to foreign currency translation on investments.

### CASH AND EQUIVALENTS

The Company considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. The carrying amount included in the balance sheet for cash and equivalents approximates the fair value. The Company maintains bank accounts denominated in U.S. dollars, in euros, and in pound sterling. The Company may invest excess cash balances in highly liquid instruments such as certificates of deposit, sovereign debt obligations, and commercial paper as well as money market funds that are highly rated by the credit rating agencies.

### INVESTMENT INCOME

Investment income includes interest from cash and equivalents and dividends. Dividends are recorded when they are declared and interest is recorded when earned.

### OPERATING EXPENSES

Operating expenses include amounts directly incurred by the Company as part of its operations, and do not include amounts incurred from the operations of the investment entities.

### NET REALISED GAINS AND LOSSES ON INVESTMENTS

For investments in private equity funds, the Company records its share of realised gains and losses as reported by the investment managers. For investments in publicly-traded securities, the Company records its share of realised gains and losses as the difference between the original cost of the securities and the related market price at the sale.

## **NET CHANGE IN UNREALISED APPRECIATION AND DEPRECIATION ON INVESTMENTS**

Gains and losses arising from changes in investment values in private equity funds are recorded as an increase or decrease in the unrealised appreciation or depreciation of investments. For investments in publicly-traded securities, the differences between the original cost and the estimated fair value of investment securities owned at the end of the period represent unrealised appreciation or depreciation of investments.

## **INCOME TAXES**

The Company is registered in Guernsey as a tax exempt company. The States of Guernsey Income Tax Authority has granted the Company exemption from Guernsey income tax under the provision of the Income Tax (Exempt Bodies) (Guernsey) Ordinance 1989 (as amended) and the Company will be charged an annual exemption fee of £600.

Income may be subject to withholding taxes imposed by the U.S. or other countries which will impact the Company's effective tax rate.

Investments made in entities that generate U.S. source income may subject the Company to certain U.S. federal and state income tax consequences. A U.S. withholding tax at the rate of 30% may be applied on the distributive share of any U.S. source dividends and interest (subject to certain exemptions) and certain other income that is received directly or through one or more entities treated as either partnerships or disregarded entities for U.S. federal income tax purposes. Furthermore, investments made in entities that generate income that is effectively connected with a U.S. trade or business may also subject the Company to certain U.S. federal and state income tax consequences. The U.S. requires withholding on effectively connected income at the highest U.S. rate (generally 35%). In addition, the Company may also be subject to a branch profits tax which can be imposed at a rate of up to 30% of any after-tax, effectively connected income associated with a U.S. trade or business. However, no amounts have been accrued.

The Company accounts for income taxes under the provisions of ASC 740, "Income Taxes." This standard establishes consistent thresholds as it relates to accounting for income taxes. It defines the threshold for recognising the benefits of tax-return positions in the financial statements as "more-likely-than-not" to be sustained by the taxing authority and requires measurement of a tax position meeting the more-likely-than-not criterion, based on the largest benefit that is more than fifty percent likely to be realised. For the six-month period ended 31 July 2011, the Investment Manager has analysed the Company's

inventory of tax positions taken with respect to all applicable income tax issues for all open tax years (in each respective jurisdiction), and has concluded that no provision for income tax is required in the Company's financial statements.

Shareholders in certain jurisdictions may have individual tax consequences from ownership of the Company's shares. The Company has not accounted for any such tax consequences in these consolidated financial statements.

## **MARKET AND OTHER RISK FACTORS**

The Company's investments are subject to various risk factors including market, credit, interest rate, and currency risk. Investments are based primarily in the U.S. and Europe and thus have concentrations in such regions. The Company's investments are also subject to the risks associated with investing in leveraged buyout and venture capital transactions that are illiquid and non-publicly traded. Such investments are inherently more sensitive to declines in revenues and to increases in expenses that may occur due to general downward swings in the world economy or other risk factors including increasingly intense competition, rapid changes in technology, changes in federal, state and foreign regulations, and limited capital investments.

## **NOTE 3. Material Agreements and Related Fees**

### **ADMINISTRATION AGREEMENT**

The Company has retained Anson Fund Managers Limited ("AFML") as Company Secretary and Administrator. Fees for these services are paid as invoiced by AFML and include an administration fee of £22,506 per annum, a secretarial fee of £25,575 per annum, an additional value fee equal to 1/12 of 0.005% of the net asset value of the Company above \$100 million as at the last business day of each month, and reimbursable expenses. During the six-month period ended 31 July 2011, fees of \$55,775 were incurred to AFML and are included as administration fees in the Consolidated Statement of Operations.

### **REGISTRAR**

As of 6 May 2010, the Company has retained Capita as share registrar. Fees for this service include an annual base fee of £7,500 per annum and a £5,000 put right registration fee over the 18-month life of the put rights. Anson Registrars Limited ("ARL") served as share registrar for the six-month period ended 6 May 2010. During the period ended 31 July 2011, registrar fees of \$17,336 were incurred and are included as administration fees in the Consolidated Statement of Operations.

## INDEPENDENT AUDITOR'S FEES

For the six-month period ended 31 July 2011, \$52,500 has been accrued for auditor's fees and is included in professional fees in the Consolidated Statement of Operations.

## INVESTMENT MANAGEMENT AGREEMENT

The Company has retained HarbourVest Advisers L.P. as the Investment Manager. The Investment Manager is reimbursed for costs and expenses incurred on behalf of the Company in connection with the management and operation of the Company. During the six-month period ended 31 July 2011, reimbursements for services provided by the Investment Manager were \$563,685. The Investment Manager does not charge HVPE management fees or performance fees other than with respect to parallel investments (of which there are none at 31 July 2011). As an investor in the HarbourVest funds, HVPE is charged the same management fees and subject to the same performance allocations as other investors in such HarbourVest funds. A management fee will be paid for any parallel investments made by the Company consistent with the fees charged by the fund alongside which the parallel investment is made.

## NOTE 4. Investments

Net gain includes the following activity related to the Company's investments:

### FOR THE SIX-MONTH PERIOD ENDED 31 JULY 2011

Net realised gain (loss) on investments	\$21,579,396
Net change in unrealised appreciation (depreciation) on investments	59,308,637
<b>Net gain (loss) on investments</b>	<b>\$80,888,033</b>

In accordance with the ASC 820, "Fair Value Measurements and Disclosures," the Company reports its investments at fair value.

The hierarchy established under the FASB Fair Value Topic gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). As required by the FASB Fair Value Topic, the partnership investments are classified within the fair value hierarchy based on the lowest level of input that is significant to the fair value measurement. The three levels of the fair value hierarchy under the FASB Fair Value Topic, and its applicability to the Company's investments, are described below:

- **Level 1** – Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities. Securities are valued at the most recent sale price or official closing price reported on the exchange (U.S. or foreign) on which they trade.
- **Level 2** – Quoted prices for similar assets or liabilities, or inputs that are observable, either directly or indirectly, for substantially the full term through corroboration with observable market data. Level 2 includes investments valued at quoted prices adjusted for legal or contractual restrictions specific to the security.
- **Level 3** – Pricing inputs are unobservable for the asset or liability, that is, inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability. Level 3 includes private investments that are supported by little or no market activity.

Level 3 partnership investments include limited partnership interests in other investment partnerships. The inputs used by the Investment Manager in estimating the value of Level 3 investments include financial statements provided by the investment partnerships which typically include fair market value capital account balances. In reviewing the underlying financial statements and capital account balances, the Company considers compliance with ASC 820, the currency in which the investment is denominated, and other information deemed appropriate. The Company determines whether it is appropriate to value the investments based on the capital account balance provided by the investment partnerships or to adjust such value. This valuation does not necessarily reflect amounts that might ultimately be realised from the investment.



The following table summarises the Company's investments that were accounted for at fair value by Level within the fair value hierarchy under FASB Fair Value Topic:

	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
<b>Balance at 31 January 2010</b>	—	—	<b>\$783,400,934</b>	<b>\$783,400,934</b>
Purchase of investment	\$14,409,000	—	—	14,409,000
Contributions to investments	—	—	126,628,160	126,628,160
Net realised gain (loss) on investments	—	—	27,378,322	27,378,322
Net change in unrealised appreciation (depreciation) on investments related to investments still held	1,044,510	—	112,542,950	113,587,460
Distributions received from investments	—	—	(137,167,715)	(137,167,715)
Transfers in and/or (out) of Level	—	—	—	—
<b>Balance at 31 January 2011</b>	<b>\$15,453,510</b>	<b>—</b>	<b>\$912,782,651</b>	<b>\$928,236,161</b>
Contributions to investments	—	—	81,769,650	81,769,650
Net realised gain (loss) on investments	—	—	21,579,396	21,579,396
Net change in unrealised appreciation (depreciation) on investments related to investments still held	952,779	—	58,355,858	59,308,637
Distributions received from investments	—	—	(76,539,676)	(76,539,676)
Transfers in and/or (out) of Level	—	—	—	—
<b>Balance at 31 July 2011</b>	<b>\$16,406,289</b>	<b>—</b>	<b>\$997,947,879</b>	<b>\$1,014,354,168</b>
Net change in unrealised gain (loss) on investments related to investments still held at 31 July 2011			<b>\$58,355,858</b>	

Investments include limited partnership interests in private equity partnerships, all of which carry restrictions on redemption. The Company recognises transfers at the current value at the transfer date.

The investments are non-redeemable and the Investment Manager estimates an average remaining life of 8.9 years with 1 to 17 years remaining (excluding HarbourVest Senior Loans Europe Limited).

## NOTE 5. Commitments

As of 31 July 2011, the Company has unfunded investment commitments to other limited partnerships of \$469,676,184 which are payable upon notice by the partnerships to which the commitments have been made. Unfunded investment commitments of \$159,862,434 within this balance are denominated in euros.

## NOTE 6. Notes Payable

On 4 December 2007 the Company entered into an agreement with Bank of Scotland plc regarding a multi-currency revolving credit facility ("Facility") for an aggregate amount up to \$500 million. Amounts borrowed against the Facility accrue interest at LIBOR/GBP LIBOR/EURIBOR plus 1.5% per annum. For the six-month period ended 31 July 2011, interest rates on the outstanding balance ranged from 1.68699% to 2.936%. The Facility expires on 4 December 2014. The Facility is secured by the private equity investments and cash equivalents of the Company, as defined in the agreement. Availability of funds under the Facility and interim repayments of amounts borrowed are subject to certain covenants and diversity tests applied to the investment portfolio of the Company. At 31 July 2011, \$99,336,917 was outstanding against the Facility. The Company is required to pay a non-utilisation fee calculated as 40 basis points per annum on the daily balance of the unused Facility amount. For the six-month period ended 31 July 2011, \$814,199 in non-utilisation fees and \$875,722 in interest expense have been incurred.

## NOTE 7. Financial Highlights\*

FOR THE SIX-MONTH PERIOD ENDED 31 JULY 2011 AND YEAR ENDED 31 JANUARY 2011

	31 JULY 2011 (UNAUDITED)	31 JANUARY 2011 (AUDITED)
CLASS A SHARES		
PER SHARE OPERATING PERFORMANCE:		
Net Asset Value, beginning of period	\$10.21	\$8.65
Net investment loss	(.05)	(.09)
Net realised and unrealised gains (losses)	1.00	1.65
Net increase from repurchase of Class A shares	0.01	—
<b>Total from investment operations</b>	<b>0.96</b>	<b>1.56</b>
Net asset value, end of period	\$11.17	\$10.21
<b>Total return:</b>	<b>9.4%§</b>	<b>18.0%</b>
RATIOS TO AVERAGE NET ASSETS		
Expenses†	0.91%**	1.03%
Expenses-excluding non-recurring expenses†	0.71%**,+†	0.80%‡‡
Net investment income (loss)	(0.87)%**	(1.01)%
PORTFOLIO TURNOVER‡	0.0%	0.0%

\* The class B shares are not entitled to any income or increases and decreases in the net asset value of the Company.

† Does not include operating expenses of underlying investments.

‡ The turnover ratio has been calculated as the number of transactions divided by the average net assets.

§ Not annualised.

\*\* Annualised.

+† Excludes non-recurring Absolute expenses.

‡‡ Excludes non-recurring liquidity plan expenses.

## NOTE 8. Publication and Calculation of Net Asset Value

The Net Asset Value (“NAV”) of the Company is equal to the value of its total assets less its total liabilities. The NAV per share of each class is calculated by dividing the net asset value of the relevant class account by the number of shares of the relevant class in issue on that day. The Company intends to publish the NAV per share or the Class A shares as calculated, monthly in arrears, as at each month-end, generally within 15 days.

## NOTE 9. Related Party Transactions

The shareholders of HVGPE Holdings Limited are members of HarbourVest Partners, LLC, and are the partners or members of the General Partner entities of each of the HarbourVest funds in which the Company owns an interest.

Other amounts payable to HarbourVest Advisers L.P. of \$13,798 represent expenses of the Company incurred in the ordinary course of business, which have been paid by and are reimbursable to HarbourVest Advisers L.P. at 31 July 2011.

One of the directors, Paul Christopher, is a Partner of Mourant Ozannes, which acts as Guernsey counsel to the Company. HarbourVest fund-of-funds invest in partnerships managed by Sofinnova Partners, of which Director Jean-Bernard Schmidt is a former Managing Partner.

Each director, with the exception of the Chairman, Keith Corbin, D. Brooks Zug, and George R. Anson, is paid an annual fee of \$50,000 per annum, paid quarterly. The Chairman of the Board receives an annual fee of \$100,000 plus \$10,000 for expenses. The Chairman of the Audit Committee receives an annual fee of \$60,000. George R. Anson and D. Brooks Zug do not receive any fee from the Company. Board-related expenses, primarily compensation, of \$163,992 were incurred during the six-month period ended 31 July 2011.

## NOTE 10. Put Rights

On 12 May 2010, HVPE was admitted to the Specialist Fund Market of the London Stock Exchange. In conjunction with the listing, on 18 May 2010, HVPE's joint corporate brokers coordinated a secondary placing of 4.8 million shares of HVPE held by existing shareholders. HVPE provided a put right to purchasers of the shares for both shares purchased in the secondary placing and for shares purchased thereafter, in the public markets. The put right allows shareholders to sell their shares back to HVPE on 15 November 2011 at the lower of \$5.75 or estimated Economic NAV per share as at 31 October 2011. 4,763,208 puts were issued in connection with the secondary placing, with 2,193,313 additional puts available to be issued to eligible purchasers of shares in the market. On 6 October 2010, HVPE closed the market put right offer and the remaining 105,035 put rights remained unissued. As of 31 July 2011, 6,851,486 put rights were issued and outstanding. The Investment Manager has used a binomial option pricing model to value the put liability. As of 31 July 2011, the fair value of the liability associated with the put rights was \$68,515 and \$2,389,494 is included in the Consolidated Statement of Operations under net change in unrealised appreciation (depreciation) on investments and put rights. Non-recurring expenses of \$1,809,203 associated with the liquidity plan were expensed in prior year.

The Company's maximum obligation under the put offer is \$39.4 million of stock buyback in November 2011, which would be funded through available resources, including HVPE's credit facility. Any share repurchase under the put right offer would be either neutral or accretive to HVPE's NAV per share.

## NOTE 11. Indemnifications

### GENERAL INDEMNIFICATIONS

In the normal course of business, the Company may enter into contracts that contain a variety of representations and warranties and which provide for general indemnifications. The Company's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Company that have not yet occurred. Based on the prior experience of the Investment Manager, the Company expects the risk of loss under these indemnifications to be remote.

### INVESTMENT MANAGER INDEMNIFICATIONS

Consistent with standard business practices in the normal course of business, the Company has provided general indemnifications to the Investment Manager, any affiliate of the Investment Manager and any person acting on behalf of the Investment Manager or such affiliate when they act in good faith, in the best interest of the Company. The Company is unable to develop an estimate of the maximum potential amount of future payments that could potentially result from any hypothetical future claim, but expects the risk of having to make any payments under these general business indemnifications to be remote.

## NOTE 12. Subsequent Events

In the preparation of the financial statements, the Company has evaluated the effects, if any, of events occurring after 31 July 2011 through the date that the financial statements were issued.

On 13 September 2011, HVPE purchased approximately 14%, or \$87 million, of Absolute Private Equity, Ltd. ("Absolute") through an acquisition vehicle. Non-recurring expenses incurred through 31 July 2011 related to this transaction totalled \$864,110 and were expensed.

During September 2011, the Company committed \$50 million to HIPEP VI-Asia Pacific Fund L.P. and \$30 million to HIPEP VI-Emerging Markets Fund L.P. The closing is expected to occur during October 2011.

# Key References

## Key Definitions and Methodologies

### ASSET TEST COVENANT

- Covenant in HVPE's credit facility that limits borrowings (and other liabilities) to 40% of the sum of HVPE's NAV of Investments and cash, subject to certain adjustments
- Key borrowing constraint that determines the maximum amount HVPE is able to borrow under its facility

### AVAILABLE CREDIT FACILITY

- Amount of HVPE's \$500 million credit facility currently available to be drawn subject to the most restrictive covenant limit applicable

### COMMITMENT COVERAGE RATIO (ALLOCATED)

- Sum of cash on the balance sheet and Available Credit Facility (together, "Liquid Resources") divided by Unfunded Commitments (Allocated to Underlying Partnerships)

### COMMITMENT COVERAGE RATIO (TOTAL UNFUNDED)

- Sum of cash on the balance sheet and Available Credit Facility (together, "Liquid Resources") divided by Total Unfunded Commitments

### COMMITMENT LEVEL RATIO

#### (ALLOCATED TO UNDERLYING PARTNERSHIPS)

- Sum of the NAV of Investments and Unfunded Commitments (Allocated to Underlying Partnerships) divided by Economic NAV

### COMMITMENT LEVEL RATIO (TOTAL UNFUNDED)

- Sum of the NAV of Investments and Total Unfunded Commitments divided by Economic NAV

### DIRECT INVESTMENT

- Acquisition of equity participation or debt in an operating business

### DIVERSIFICATION

- The diversification analysis of HVPE's portfolio is based on the fair value of the underlying investments, as estimated by the Investment Manager
  - **Strategy, vintage year, and geography diversification** are based on the net asset value of Primary and Secondary Investments within HVPE's fund-of-funds and Direct Investments within HVPE's direct funds
  - **Industry and year of investment diversification** is based on the reported value of the underlying company investments
  - Large buyout includes funds of more than \$7 billion in size, medium buyout includes those between \$1 billion and \$7 billion in size, and small buyout includes those less than \$1 billion in size. Direct investments in operating companies are categorised by deal size

#### ECONOMIC NAV

- NAV excluding the fair market value of liabilities associated with the Put Rights issued as part of the Company's 2010 Liquidity Plan

#### NAV

- The sum of the NAV of Investments and cash and other assets less the fair market value of HVPE's liabilities

#### NAV PER SHARE

- NAV divided by number of shares outstanding

#### NET LEVERAGE RATIO

- Measure of borrowing relative to NAV; Outstanding debt less cash, divided by Economic NAV

#### NET ASSET VALUE (NAV) OF INVESTMENTS

- Total NAV (which represents fair market value) of all Underlying Investments

#### PARALLEL INVESTMENT

- Investment in a primary, secondary, or direct investment alongside a HarbourVest fund on the same terms at the same time

#### PRIMARY INVESTMENT

- Investment in a private equity fund during its initial fund-raising

#### SECONDARY INVESTMENT

- Purchase of interests (either directly or indirectly) in private equity funds after their initial fund-raising and after some or all capital has already been invested by those funds in operating companies, as well as the purchase of a portfolio of interests in operating companies

#### TOTAL PRIVATE EQUITY EXPOSURE

- Sum of NAV of Investments and Total Unfunded Commitments

#### TOTAL UNFUNDED COMMITMENTS

- Capital committed to a HarbourVest fund that has not yet been called
- Sum of Unfunded Commitments (Allocated to Underlying Partnerships) and Unfunded Commitments (Not Allocated to Underlying Partnerships)

#### UNDERLYING INVESTMENTS

- Investments in funds or companies in which HVPE has an interest through its investment in HarbourVest fund(s)

#### UNFUNDED COMMITMENTS

##### (ALLOCATED TO UNDERLYING PARTNERSHIPS)

- Capital committed to a HarbourVest fund that has been allocated to an underlying partnership but has not yet been called
- Includes all capital committed to secondary and direct HarbourVest funds

#### UNFUNDED COMMITMENTS

##### (NOT ALLOCATED TO UNDERLYING PARTNERSHIPS)

- Capital committed to a HarbourVest fund that has not yet been allocated by such HarbourVest fund to an underlying partnership

#### VINTAGE YEAR

- Vintage year is generally the year in which an underlying private equity fund begins to invest capital. Although a private equity fund ultimately invests capital over several years, it has only one vintage year. For a fund-of-funds, vintage year is presented as the range of vintage years during which it made commitments to underlying partnerships. A fund's vintage year can provide a sense of the market environment during which it made investments. Additionally, grouping similar funds by vintage year allows for performance comparison among those funds. For HVPE's portfolio, vintage year is determined on the following basis:
  - **Primary Investments:** year of first capital call
  - **Secondary Investments:** year of purchase
  - **Direct Investments:** year of first capital call of HarbourVest direct fund

#### YEAR OF INVESTMENT

- Year of partnership's initial investment in a company

# About HarbourVest

HarbourVest Partners, LLC acts as general partner of HarbourVest Partners L.P., a limited partnership organised under the laws of the State of Delaware, which terms shall, as the context requires, include affiliates and predecessors of HarbourVest Partners, LLC. HarbourVest has its headquarters in Boston and three wholly-owned subsidiaries, HarbourVest Partners (U.K.) Limited, in London, HarbourVest Partners (Asia) Limited, in Hong Kong, and HarbourVest Partners (Japan) Limited, in Tokyo, established in 1990, 1996, and 2010, respectively.

## THE HARBOURVEST TEAM

The team originated in the late 1970s when D. Brooks Zug and Edward W. Kane began making primary investments on behalf of John Hancock, a Boston-based insurance company. In 1982, they founded Hancock Venture Partners, Inc. (HVP Inc.). On 29 January 1997, the management team of HVP Inc. formed a new management company known as HarbourVest Partners, LLC or HarbourVest, which assumed responsibility for all prior investment activities of HVP Inc. Concurrent with the formation of HarbourVest, all of the employees of HVP Inc. became owners and/or employees of HarbourVest.

## Forward-Looking Statements

### This report contains certain forward-looking statements.

Forward-looking statements relate to expectations, beliefs, projections, future plans and strategies, anticipated events or trends and similar expressions concerning matters that are not historical facts. In some cases, forward-looking statements can be identified by terms such as “anticipate,” “believe,” “could,” “estimate,” “expect,” “intend,” “may,” “plan,” “potential,” “should,” “will,” and “would,” or the negative of those terms or other comparable terminology. The forward-looking statements are based on the Investment Manager’s beliefs, assumptions, and expectations of future performance and market developments, taking into account all information currently available. These beliefs, assumptions, and expectations can change as a result of many possible events or factors, not all of which are known or are within the Investment Manager’s control. If a change occurs, the Company’s business, financial condition, liquidity, and results of operations may vary materially from those expressed in forward-looking statements.

By their nature, forward-looking statements involve known and unknown risks and uncertainties because they relate to events, and depend on circumstances, that may or may not occur in the future. Forward-looking statements are not guarantees of future performance. Any forward-looking statements are only made as at the date of this document, and the Investment Manager neither intends nor assumes any obligation to update forward-looking statements set forth in this document whether as a result of new information, future events, or otherwise, except as required by law or other applicable regulation.

In light of these risks, uncertainties, and assumptions, the events described by any such forward-looking statements might not occur. The Investment Manager qualifies any and all of its forward-looking statements by these cautionary factors.

Please keep this cautionary note in mind while reading this report.

### Some of the factors that could cause actual results to vary from those expressed in forward-looking statements include, but are not limited to:

- the factors described in this report;
- the rate at which HVPE deploys its capital in investments and achieves expected rates of return;
- HarbourVest’s ability to execute its investment strategy, including through the identification of a sufficient number of appropriate investments;
- the ability of third-party managers of funds in which the HarbourVest funds are invested and of funds in which the Company may invest through parallel investments to execute their own strategies and achieve intended returns;
- the continuation of the Investment Manager as manager of the Company’s investments, the continued affiliation with HarbourVest of its key investment professionals, and the continued willingness of HarbourVest to sponsor the formation of and capital raising by, and to manage, new private equity funds;
- HVPE’s financial condition and liquidity, including its ability to access or obtain new sources of financing at attractive rates in order to fund short-term liquidity needs in accordance with the investment strategy and commitment policy;
- changes in the values of, or returns on, investments that the Company makes;
- changes in financial markets, interest rates or industry, general economic or political conditions; and
- the general volatility of the capital markets and the market price of HVPE’s shares.

## Publication and Calculation of Net Asset Value

The Net Asset Value of the Company is equal to the value of its total assets less its total liabilities. The NAV per share of each class is calculated by dividing the net asset value of the relevant class account by the number of shares of the relevant class in issue on that day. Economic NAV excludes the “fair value” of liabilities, booked under U.S. GAAP, related to Put Rights the Company has issued in connection with its Liquidity Plan. The Company’s Investment Manager believes that Economic NAV per share is the most appropriate measure of economic value for investors. The Company intends to publish the Economic NAV per share and the NAV per share for the Class A shares as calculated, monthly in arrears, as at each month-end, generally within 15 days.

## Certain Information

HVPE is subject to the Dutch Financial Markets Supervision Act (Wet op het financieel toezicht, “FMSA”) and is registered with the Netherlands Authority for the Financial Markets as a closed-end investment company pursuant to section 1:107 of the FMSA. It is also authorised by the Guernsey Financial Services Commission as an authorised closed-ended investment scheme under the Protection of Investors (Bailiwick of Guernsey) Law, 1987 (the “POI Law”). HVPE is subject to certain ongoing requirements under the FMSA and POI Law and certain rules promulgated thereunder relating to the disclosure of certain information to investors, including the publication of annual and semi-annual financial statements.



# Company Advisors

## Registered Office

### HarbourVest Global Private Equity Limited

Company Registration  
Number: 47907  
Anson Place  
Mill Court  
La Charroterie  
St Peter Port  
Guernsey GY1 1EJ  
Tel +44 1481 722 260  
Fax +44 1481 729 829

## Company Secretary and Fund Administrator

### Anson Fund Managers Limited

PO Box 405  
Anson Place  
Mill Court  
La Charroterie  
St Peter Port  
Guernsey GY1 3GF  
Tel +44 1481 722 260  
Fax +44 1481 729 829  
reception@anson-group.com

## Investment Manager

### HarbourVest Advisers L.P.

c/o HarbourVest Partners, LLC  
One Financial Center  
Boston MA 02111 U.S.A.  
Tel +1 617 348 3707  
Fax +1 617 350 0305

## Registrar

### Capita Registrars

The Registry  
34 Beckenham Road  
Beckenham  
Kent BR3 4TU U.K.  
Tel +44 (0)871 664 0300 (U.K.)  
Tel +44 (0)20 8369 3399 (outside U.K.)

## Auditors

### Ernst & Young LLP

Royal Chambers  
St Julian's Avenue  
St Peter Port  
Guernsey GY1 4AF  
Tel +44 1481 717 400  
Fax +44 1481 713 901

## Joint Corporate Brokers

### Oriel Securities Limited

150 Cheapside  
London EC2V 6ET U.K.  
Tel +44 20 7710 7600  
Fax +44 20 7710 7609

### J.P. Morgan Cazenove\*

10 Aldermanbury  
London EC2V 7RF U.K.  
Tel +44 20 7588 2828

\* J.P. Morgan Securities Ltd., which conducts its U.K. investment banking activities as J.P. Morgan Cazenove.



## Key Information

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Exchanges	<b>Euronext Amsterdam &amp; London Stock Exchange</b>
Ticker	<b>HVPE</b>
Listing Date	<b>6 December 2007 (Euronext) 12 May 2010 (LSE)</b>
Fiscal Year End	<b>31 January</b>
Base Currency	<b>U.S. Dollars</b>
ISIN	<b>GG00B28XHD63</b>
Bloomberg	<b>HVPE NA, HVPE LN</b>
Reuters	<b>HVPE.AS, HVPE.L</b>
Common Code	<b>032908187</b>
Amsterdam Security Code	<b>612956</b>
Investment Manager	<b>HarbourVest Advisers L.P. (affiliate of HarbourVest Partners, LLC)</b>
Registration	<b>Netherlands Authority for the Financial Markets</b>
Fund Consent	<b>Guernsey Financial Services Commission</b>
Issued Shares	<b>82,700,000 Class A Ordinary Shares</b>

## 2011/2012 Calendar

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Monthly NAV Estimate  
**Generally within 15 days of Month End**

Interim Management Statement  
**November 2011 / June 2012**

Annual Report and  
Audited Consolidated Financial Statements  
**May 2012**

Annual Information Document  
**June 2012**

