

DEUTSCHE BETEILIGUNGS AG

INTERIM REPORT AT 31 JANUARY 2015 (Q1)

16 MARCH 2015



SPEAKERS



SUSANNE ZEIDLER Member of the Board of Management



THOMAS FRANKE Head of Investor Relations and Public Relations

FIRST QUARTER OF 2014/2015 AT A GLANCE



CONSOLIDATED NET INCOME €13.3MN AFTER FIRST THREE MONTHS

2014/2015 FORECAST RECONFIRMED

FOUR NEW INVESTMENTS SINCE START OF FINANCIAL YEAR

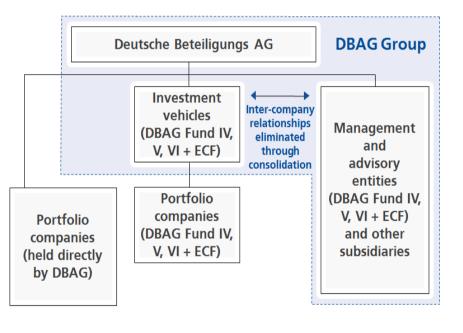
ADD-ON ACQUISITIONS AND GROWTH INVESTMENTS AT A NUMBER OF PORTFOLIO COMPANIES

IFRS 10 CHANGES ACCOUNTING
SEGMENT REPORTING FOR THE FIRST TIME

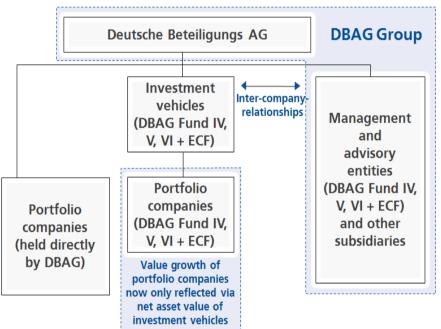
IFRS 10: CHANGE IN GROUP OF CONSOLIDATED COMPANIES



Previous Group structure (until 31 Oct. 2014)



Current Group structure (since 1 Nov. 2014)



IFRS 10: NEW GROUP OF CONSOLIDATED COMPANIES



Companies through which DBAG structures its co-investments are no longer consolidated

- ☐ Entities are presented by their net asset value within financial assets
 Net asset value: difference between asset value, meaning portfolio companies
 loans to portfolio companies, current receivables, other assets and cash, and
 debt (liabilities and provisions)
- The tresult of investment activity" results from the change in net asset value of DBAG group companies that structure co-investments ("Net result of valuation of financial assets") as well as distributions by these companies ("Current income from financial assets")

Presentation in interim management report follows a business approach, reconciliation statements in additional information to interim management report

EFFECTS FROM IFRS 10 ON PRESENTATION OF ASSET, FINANCIAL AND EARNINGS POSITION



Asset position

- Liabilities recognised in net asset value
- Contraction of total assets
- Decrease in current, increase in non-current assets
- Change in asset structure
- Item "Loans and receivables" deleted, merges into financial assets
- Incomplete disclosure of cash

Financial position

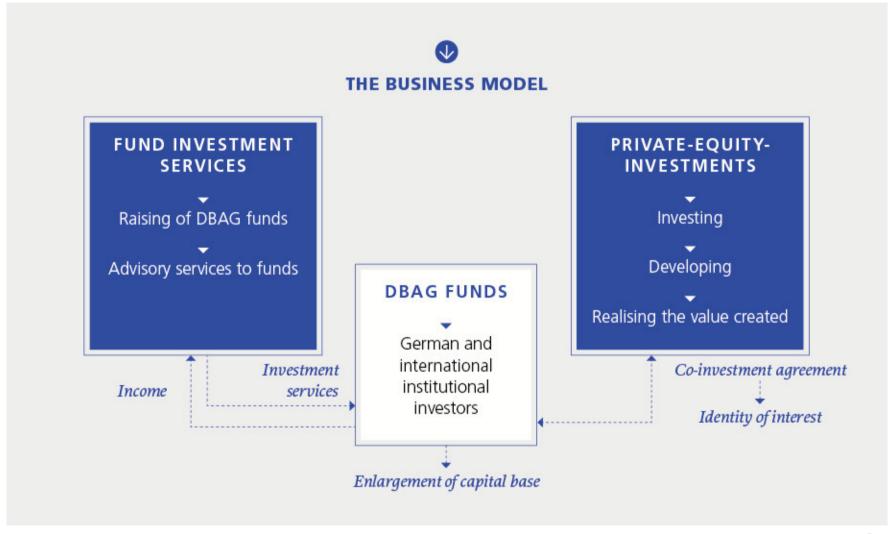
- Incomplete disclosure of financial resources
- Outflows for investments previously only after completion of transaction; recognition now upon capital call by DBAG funds
- Accommodation/redemption of short-term bridgeover financings previously "operating activity"; now "investing activity"
- "Cash flows from operating activity" better suited to reflect activity

Earnings position

- Net result of disposal of investments held through investment vehicles recognised as vehicles' current income
- No separate disclosure of current income from indirectly held investments
- Shift in "Total other income/expenses" to "Net result of investment activity" (valuation effects from Other assets/liabilities in NAV at fair value outside profit or loss)

BUSINESS MODEL TODAY: FUND INVESTMENT SERVICES AND PRIVATE EQUITY INVESTMENTS





REPORTING REFLECTS BUSINESS MODEL: INCOME CONTRIBUTIONS FROM BOTH BUSINESS LINES



Private equity investments

Portfolio value at 31 Jan 2015:

€181.9mn

Financial resources at 31 Jan 2015:

€135.9mn

Liabilities to banks:

nil

Co-investment commitments at 31 Jan 2015:

€175.0mn

Pre-tax income from private equity investments in Q1 2014/2015: €11.3mn

Valuation, as for investment trusts, based on NAV

Fund investment services

Assets under management at 31 Jan 2015:

€1,227mn

Pre-tax income from fund services in

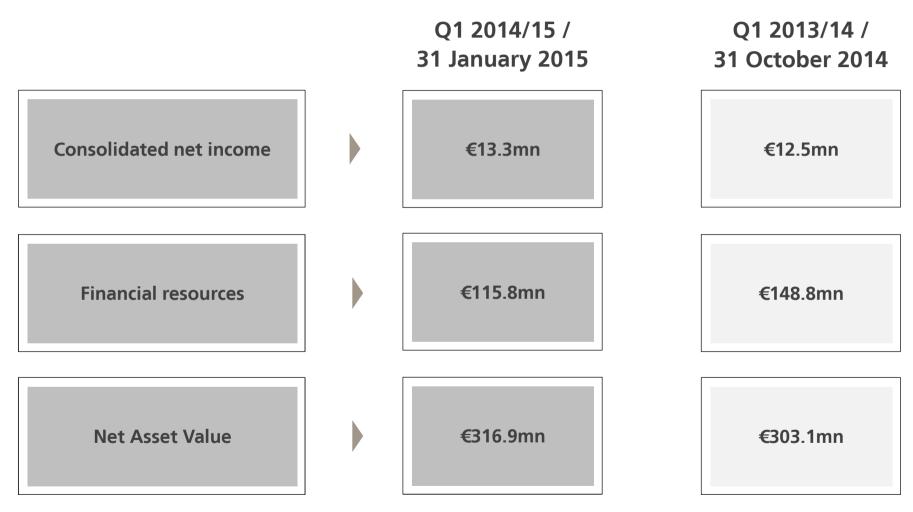
Q1 2014/2015: **€1.2mn ***

*including internal synthetic remuneration by business line investments

Valuation, as for asset managers, based on PE ratio

2014/2015 FINANCIAL YEAR AFTER FIRST THREE MONTHS

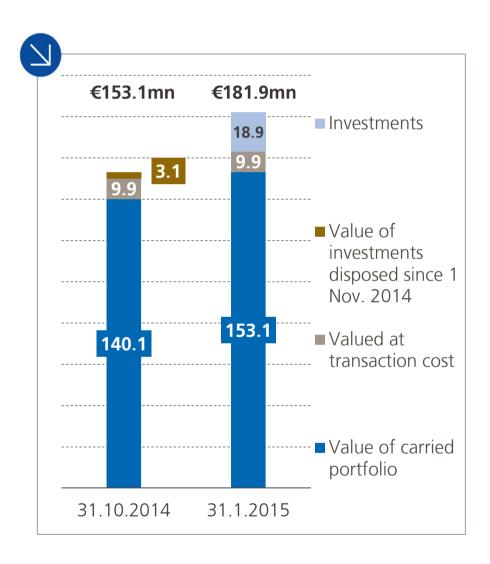




^{*}Amounts adjusted in line with IFRS 10

NEARLY ALL PORTFOLIO COMPANIES CONTRIBUTE TOWARDS VALUE GROWTH





Valuation gain of €13.0mn for carried portfolio

- Largely valued based on "budget for current financial year"
- Discount due to budget uncertainty
- No tailwind from stock market: impact from multiples slightly negative overall
- Positive impact from exchange rate movement

Three companies valued at transaction cost

CHANGES TO PORTFOLIO (1/3): €18.8MN INVESTED



Infiana Group

Specialist in development, manufacture and finishing of plastic-based release liners and specialised films

2014e revenues: €199mn

Investment: €12.4mn

Pfaudler Process Solutions Group

Market leader in production of glass-lined reactors and components for the chemical and pharmaceutical industries

2014e revenues: US\$224mn

Investment: €5.9mn

inexio KGaA

Stake increased to 6.9%

Investment: €0.5mn





CHANGES TO PORTFOLIO (2/3): TWO TRANSACTIONS COMPLETED AFTER REPORTING DATE



Gienanth GmbH

Iron foundry with leadership position in world market

2014e revenues: €144mn

MBO in Q2: €13.8mn invested (capital already called in Q1)



Technological leader in plastics engineering with a customer focus in the automotive suppliers industry

2014e revenues: €280mn

Expansion capital investment in Q2: €11.3mn





CHANGES TO PORTFOLIO (3/3): ADD-ON ACQUISITIONS BY PORTFOLIO COMPANIES



Romaco buys Innojet

Product portfolio expanded by granulation and coating solutions for solids Process chain completed, unique product portfolio worldwide

Spheros buys ACC

ACC Climate Control forms backbone of Spheros'
American business

North American business strengthened

Heytex buys BondCote

Production sites expanded, greater proximity to customers and markets

Access to attractive North

American market

Portfolio companies finance add-on acquisitions without shareowners' additional funding

OUTLOOK: FORECAST RECONFIRMED



Consolidated	net
income	

2014/2015 forecast

Status after first quarter

"On comparable basis (€23.1mn) slightly above prior year"

€13.3mn, thereof net disposals €0.6mn

Return on NAV

"At least reach cost of equity"

Increase in NAV per share of €1.01 equates to return of 5.0%

Net result of investment activity

"On comparable basis (€25.6mn) moderately above prior year"

€12.2mn, thereof €0.6mn net disposals

Fee income from fund investment services

"Slightly lower than prior vear"

€5.2mn after €5.6mn year-onyear

Extrapolation of quarterly results to full financial year not possible due to business model





CONSOLIDATED FINANCIAL STATEMENTS



(€mn)	Q1 2014/2015	Q1 2013/2014
Net result of fund services and investment activity	12.2	12.2
Fee income from fund management and advisory services	5.2	5.6
Personnel costs	-3.2	-3.4
Other operating income	3.4	1.5
Other operating expenses	-5.2	-3.6
Net interest	0.1	0.1
Net income before taxes	12.5	12.5
Income taxes	0.0	0.0
Minority interest (gains)/losses	0.9	0.0
Consolidated net income	13.3	12.5
Other comprehensive income	0.5	-0.3
Total comprehensive income	13.8	12.2

Round-off differences may occur

STATEMENT OF FINANCIAL POSITION: FINANCIAL RESOURCES OF ~ €116MN



Assets (€mn)	31 Jan 2015	31 Oct 2014	Equity and liabilities (€mn)	31 Jan 2015	31 Oct 2014
Portfolio value	211.3	166.2	Equity	316.9	303.1
Other	27.6	28.5	Non-current liabilities	18.5	19.7
Financial resources	115.8	148.8	Current liabilities	19.3	20.6
	354.7	343.5		354.7	343.5

Outflows largely for investments

- Capital call by DBAG Fund VI for €40.0mn to finance three MBOs
- Further outflows after end of period for investment in Oechsler AG (~ €11.3mn) and dividend (€27.4mn)

Capital structure changed in favour of higher financial assets

No liabilities to banks

FORECAST FOR 2014/2015: COST OF EQUITY IS RETURN TARGET



Forecast indicator	Actual 2013/2014	Projection 2014/2015
Consolidated net income	€47.8mn, thereof €24.7mn net result of disposal after transaction-related variable remuneration	slightly higher (basis: €23.1mn)
Return on NAV per share	15.8%	at least, cost of equity
Net result of investment activity	€54.5mn, thereof €28.9mn net result of disposal	moderately higher (basis: €25.6mn)
Fee income from fund services	€21.7mn	slightly lower
Net expense ratio	0.7%	significantly higher after historic low
Financial resources	€150.7mn	significantly lower
Investment	€20mn	significantly higher
Annual profit of DBAG based on HGB	€65.4mn, thereof €54.4mn after transaction- related variable remuneration	significantly lower (basis: €11.0mn)

Values stated "on a comparable basis", i.e. without contributions by disposals

"slight": +/- 0 to 10% "moderate": +/- 10 to 20% "significant": > 20%

PORTFOLIO PROFILE (BASED ON IFRS VALUE, 31 JANUARY 2015)



	Number of investments	Value at 31 January 2015 (IFRS)
Management buyouts	13	143.6
Expansion capital investments (minority stakes)	5	30.6
International fund investments	3	7.7
Total portfolio	21	181.9

15 INVESTMENTS ACCOUNT FOR ALMOST 90 PERCENT OF PORTFOLIO VALUE* (IFRS) (1/2)



Company (alphabetically ordered)	Investment (cost, €mn)	Equity share DBAG (%)	Equity share DBAG Fund (%)	Sector
Broetje-Automation GmbH	5.6	16.7	69.3	Mechanical and plant engineering
Clyde-Bergemann-Gruppe	9.2	15.7	45.4	Mechanical and plant engineering
DNS:NET GmbH	4.2	12.5	17.5	Telecommunications and IT services
FDG S.A.	2.2	15.5	63.8	Industrial services
Formel D GmbH	10.4	15.1	62.4	Industrial services
Grohmann GmbH	2.1	25.1	-	Mechanical and plant engineering
Heytex Bramsche GmbH	6.4	17.1	70.7	Specialty chemicals
inexio KGaA	5.5	6.9	9.5	Telecommunications and IT services

At 31 January 2015

^{*}Portfolio value: financial assets without interests in shelf companies and companies that are mainly attributable to third parties

15 INVESTMENTS ACCOUNT FOR ALMOST 90 PERCENT OF PORTFOLIO VALUE* (IFRS) (2/2)



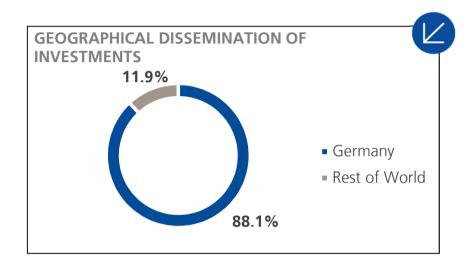
Company (alphabetically ordered)	Investment (cost, €mn)	Equity share DBAG (%)	Equity share DBAG Fund (%)	Sector
Infiana Group	12.4	15.4	66.8	Specialised films
Pfaudler Process Solutions Group	5.9	18.7	80.8	Mechanical and plant engineering
PROXES Group	6.0	18.8	77.9	Mechanical and plant engineering
Romaco GmbH	11.2	18.7	77.3	Mechanical and plant engineering
Schülerhilfe GmbH	9.8	15.3	66.4	Education services
Spheros GmbH	13.9	15.7	65.3	Automotive suppliers
Unser Heimatbäcker GmbH	9.9	12.6	54.5	Food industry

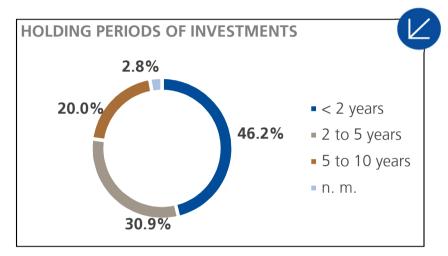
At 31 January 2015

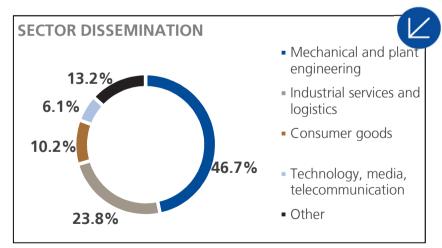
^{*}Portfolio value: financial assets without interests in shelf companies and companies that are mainly attributable to third parties

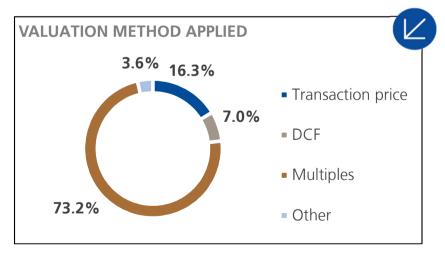
PORTFOLIO PROFILE (BASED ON IFRS VALUE, 31 JANUARY 2015)







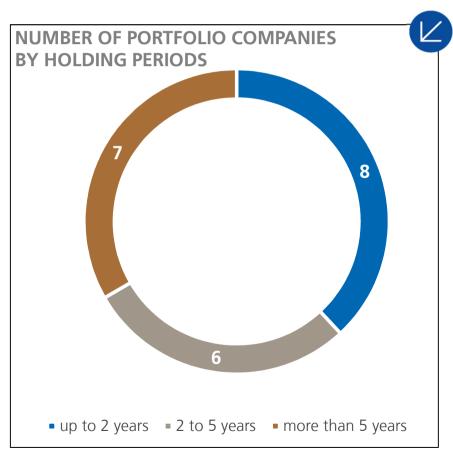


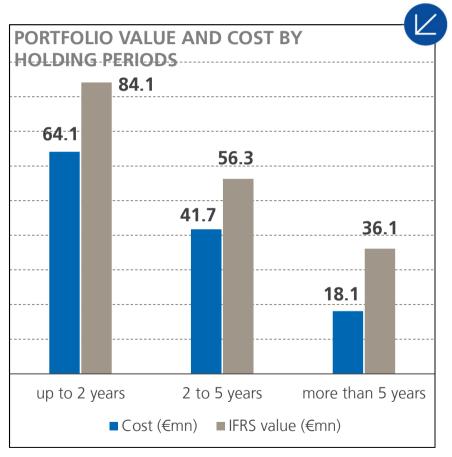


"YOUNG" PORTFOLIO OF RECENT VINTAGE YEARS WITH FIRST-RATE PERSPECTIVES



21 investments with a portfolio value of €181.9mn (31 January 2015)



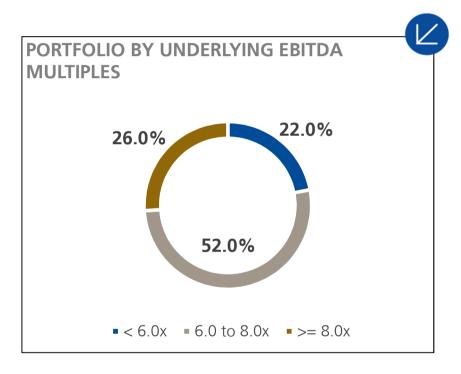


At 31 January 2015; residual parts of disposed engagements (i. a. reps and warranty retentions) not included in IFRS value of € 7.1mn

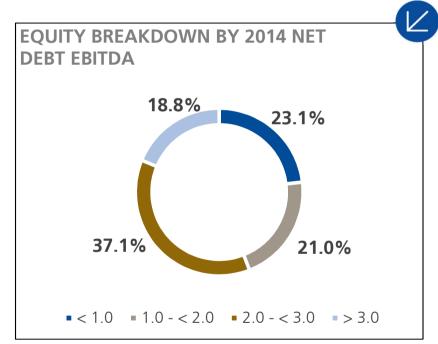
PORTFOLIO VALUE AS OF 31 JANUARY 2015



Portfolio value based on expected 2014 earnings Expected 2014 earnings largely surpass 2013 earnings



Basis: Portfolio value at 31 January 2015; not including residual investments (reps and warranty retentions), DBG Eastern Europe, Harvest Partners and HSBC PE India as well as DNS:net and inexio; 2015 EBITDA as budgeted by portfolio companies

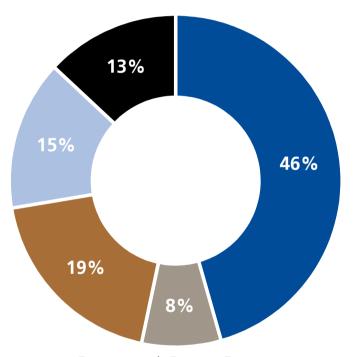


Basis: Portfolio value at 31 January 2015; not including residual investments (reps and warranty retentions), DBG Eastern Europe, Harvest Partners and HSBC PE India; 2014 net debt and EBITDA as budgeted by portfolio companies

PORTFOLIO COMPANIES MOSTLY GLOBALLY POSITIONED



GEOGRAPHIC SPREAD OF PORTFOLIO COMPANIES' REVENUES



- Europe, excl. Eastern Europe
- Eastern Europe incl. Russia
- North America
- Asia/Pacific
- Rest of world

For example, Infiana: <u>production</u> on four continents

For example, Heytex: <u>sales</u> and production company in US

For example, Clyde Bergemann: service companies on three continents

Companies with consumer-centric products and focus on individual countries (Germany, France) spread risk

Basis: Recently available data from the twelve largest portfolio companies

CURRENT PORTFOLIO COMPANIES (I)



Company	2014 revenues (€mn)	Employees	Core business
Broetje-Automation GmbH, Wiefelstede	89* (FY 13/14)	550	A developer and manufacturer of machines and plants used to automate the assembly of aircraft for customers worldwide
Clyde Bergemann Group, Wesel/Glasgow (UK)/Delaware (USA)	545 (US\$; FY 13/14)	1,800	A developer and manufacturer of component for power plants on three continents and worldwide service business
DNS:NET Internet Service GmbH, Berlin	10*	30	A provider of telecommunication and IT services based on high-speed fibre-optic infrastructure in Berlin und Brandenburg
FDG S.A., Orly, France	111*	760	A non-food category manager for supermarkets largely in France and increasing in neighbouring countries
Formel D GmbH, Troisdorf	157*	4,500	A services provider to automobile manufacturers and their suppliers worldwide
Gienanth GmbH, Eisenberg	144*	890	An iron foundry with a focus on machine- and hand- moulded castings for the automotive supplier industry and for the production of engine blocks worldwide
Grohmann GmbH, Prüm	95*	790	A developer and manufacturer of plants for industrial automation worldwide

^{*}preliminary / forecast
As of 31 January 2015
INTERIM REPORT AT 31 JANUARY 2015 (Q1) - 16 MARCH 2015

CURRENT PORTFOLIO COMPANIES (II)



Company	2014 revenues (€mn)	Employees	Core business
Heytex Bramsche GmbH, Bramsche	75*	305	A manufacturer of textile print media and technical textiles for customers worldwide
Inexio KGaA, Saarlouis	34* (FY 13/14)	170	A provider of telecommunication and IT services based on high-speed fibre-optic infrastructure in southwest Germany
Infiana Group, Forchheim	199*	1,000	A developer, manufacturer (on four continents) and finisher of plastic-based release liners and specialised films
JCK KG, Quakenbrück	577*	1,050	A marketer of textiles largely for discounters in Germany
Oechsler AG, Ansbach	280*	2,260	A developer and manufacturer of injection-moulded precision components with a focus on the automotive supplier industry worldwide
Pfaudler Process Solutions Group, Schwetzingen	224* (US\$)	1,450	A manufacturer (on four continents) of glass-lined reactors and components for the chemical and pharmaceutical industries

^{*}preliminary / forecast
As of 31 January 2015
INTERIM REPORT AT 31 JANUARY 2015 (Q1) - 16 MARCH 2015

CURRENT PORTFOLIO COMPANIES (III)



Company	2014 revenues (€mn)	Employees	Core business
Plant Systems & Services PSS GmbH, Bochum	28*	190	A provider of industrial services to the energy and process industries in Germany and in neighbouring countries
ProXES Group (Stephan Machinery GmbH, FrymaKoruma Group), Hameln	81*	350	A developer and manufacturer of machines and lines for liquid and semi-liquid food production for customers worldwide
Romaco GmbH, Karlsruhe	112 (FY 13/14)	500	A developer and manufacturer of machines of machines and plants for packaging technologies serving customers worldwide
Schülerhilfe (ZGS Bildungs-GmbH), Gelsenkirchen	55*	350	A provider of education and tutoring services in Germany
Spheros GmbH, Gilching	197*	770	A developer and manufacturer on three continents of air-conditioning and heating systems, water pumps and roof hatches for buses
Unser Heimatbäcker GmbH, Pasewalk	104*	2,300	Bakery chain in northeast Germany

DBAG FUNDS



DBAG Fund IV

€228mn, plus €93mn through DBAG

Investment period Sept 2002 – Feb 2007

Nine out of ten investments realised

€434mn, plus €105mn through DBAG

Investment period Feb 2007 – Feb 2013

Four out of eleven investments realised

€700mn, thereof €133mn DBAG

Investment period since Feb 2013

Five investments

€142mn, plus €100mn through DBAG

Investment period since Aug 2011

Four investments

DBAG Fund V

DBAG Fund VI

DBAG Expansion Capital Fund

INVESTOR BASE OF BUYOUT FUNDS



Region	DBAG Fund IV	DBAG Fund V	DBAG Fund VI
Germany	54%	32%	19%
Great Britain	21%	9%	5%
Rest of Europe	15%	28%	38%
USA	6%	24%	25%
Asia	4%	7%	14%
Type of investor	DBAG Fund IV	DBAG Fund V	DBAG Fund VI
	DBAG Fund IV	DBAG Fund V	DBAG Fund VI
investor			
investor Banks	47%	20%	8%
Banks Pension funds	47% 16%	20%	8% 35%

Round-off differences may occur

Other

13%

8%

18%

SHAREHOLDER PROFILE



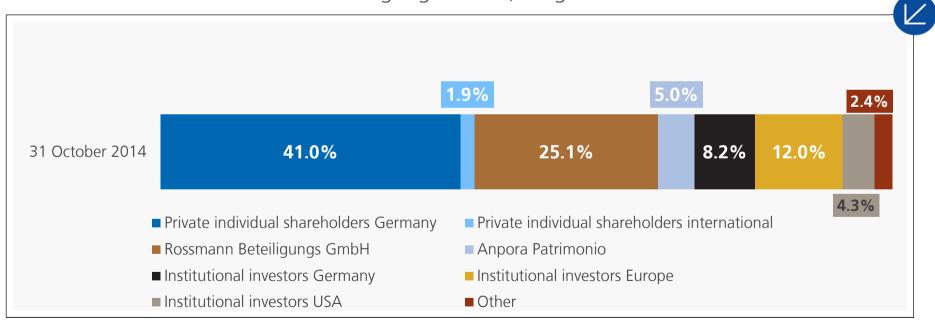
Analysis of share register (registered shares) at 31 October 2014

Free-float ownership 70.0 percent

Determined as defined by Deutsche Börse and on the basis of voting rights notifications

Voting rights notifications since last analysis

- 2 March 2015 JPMorgan Asset Management Ltd., London > 3%
- 4 March 2015 Rossmann Beteiligungs GmbH, Burgwedel < 25%



ANALYSTS' RATINGS FOR DBAG SHARES



Analyst	Date	Rating	Target price (new/previous)
Edison Research, Gavin Wood	February 2015	For regulatory reasons neither recommendation, nor upside target	
HSBC Trinkhaus & Burkhardt, Thomas Teetz	February 2015	"Neutral"	€31.50 (€25.00)
J.P. Morgan Cazenove, Christopher Brown/Matthew Hose	January 2015	"Underweight"	n.a.
Landesbank Baden-Württemberg, Hans-Peter Kuhlmann	January 2015	"Hold"	€27.00 (€24.00)
ODDO SEYDLER BANK AG, Manuel Martin/Ivo Visic	February 2015	"Hold"	€27.50 (€22.00)
Solventis Wertpapierhandelsbank, Klaus Schlote	February 2015	"Buy"	€32.05 (€26.24)
Warburg Research GmbH, Harald Hof	February 2015	"Hold"	€28.00 (€22.20)

NEXT EVENTS



Financial calendar	
Report on first quarter 2014/2015 Analysts' conference call, Frankfurt am Main	16 March 2015
Trading Day Munich (SdK Stock Forum), Munich	21 March 2015
2015 Annual Meeting Gesellschaftshaus Palmengarten, Frankfurt am Main	24 March 2015
Dividend payment	25 March 2015
Solventis Stock Forum, Frankfurt am Main	14 April 2015
LPE Lunch, Monaco	21 April 2015
Report on first six months 2014/2015 Analysts' conference call, Frankfurt am Main	15 June 2015
Report on third quarter 2014/2015 Analysts' conference call, Frankfurt am Main	14 September 2015

OTHER INFORMATION



Symbol	Reuters: DBAG.n Bloomberg: DBAN
ISIN code:	DE000A1TNUT7
Listed in the Prime Standard segment	
Indices:	S-Dax DAXsector All Financial Services LPX50, LPX Europe, LPX Direct Stoxx Private Equity 20
DBAG is a member of LPEQ:	www.LPEQ.com
Contact: Thomas Franke Head of Investor Relations Telephone: +49 69 95787-307 Email: IR@deutsche-beteiligung.de	Deutsche Beteiligungs AG Börsenstrasse 1 60313 Frankfurt www.deutsche-beteiligung.de









FORWARD-LOOKING STATEMENTS INVOLVE RISKS



This presentation contains forward-looking statements. Forward-looking statements are statements that do not describe facts or past events; they also include statements about our assumptions and expectations.

Any statement in this report that states our intentions, assumptions, expectations or predictions and the underlying assumptions is a forward-looking statement. These statements are based on plans, estimates and projections currently available to the Board of Management of Deutsche Beteiligungs AG. Therefore, forward-looking statements only relate to the date on which they are made. We do not assume any obligation to update such statements in light of new information or future events.

Forward-looking statements involve inherent risks and uncertainties. A number of important factors may cause actual events to differ significantly from those in forward-looking statements. Such factors include the conditions in the financial markets in Germany, in Europe, in the United States and elsewhere – the key regions for our investment activities.