

ATP PEP I  
Annual report 2007

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ATP PRIVATE EQUITY PARTNERS

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# Company details

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Registration No.: 27 02 53 90  
Date of establishment: 5 February 2003  
Registered office: Copenhagen  
Financial year: 1 January – 31 December  
5th financial year

## **Supervisory Board**

Bjarne Graven Larsen (chairman)  
Lars Rohde  
Lars Damgaard Sørensen

## **Auditors**

PricewaterhouseCoopers  
Statsautoriseret Revisionsaktieselskab  
Strandvejen 44  
DK-2900 Hellerup

## **Ownership**

ATP owns more than 50% of the share capital.

## **Annual general meeting**

The annual general meeting is to be held on 20 February 2008.

# Financial highlights

## ATP Private Equity Partners I K/S (ATP PEP I)

DKK'000	2007 1/1-31/12	2006 1/1-31/12	2005 1/1-31/12	2004 1/1-31/12	2003 5/2-31/12
<b>Income statement:</b>					
Profit (loss) from investment activities	866,278	1,304,541	77,184	134,078	(68,656)
Ordinary operating profit (loss)	858,742	1,299,566	72,064	118,640	(80,279)
Profit from financial items	1,115	1,127	687	996	1,270
Profit (loss) for the year	864,586	1,295,961	72,723	119,636	(79,009)
<b>Balance sheet:</b>					
Total assets	4,540,304	4,318,970	2,450,560	1,333,323	581,162
Equity	4,522,918	4,247,427	2,410,930	1,319,432	571,000
<b>Cash flows:</b>					
Operating activities	589,779	(537,749)	(1,016,601)	(684,847)	(573,160)
Financing activities	(589,095)	540,535	1,018,775	628,796	650,009
<b>Employees:</b>					
Average number of full-time employees for ATP Private Equity Partners II K/S, ATP Private Equity Partners I K/S and ATP Private Equity K/S	0*	17	15	13	8
<b>Financial ratios:</b>					
Total Value to Paid In	1.41x	1.29x	1.03x	1.03x	0.86x
Distributed to Paid In	0.58x	0.40x	0.29x	0.15x	0.00x
IRR	21.42%	21.09%	3.71%	4.61%	-18.62%

Please see the accounting policies for terms and definitions.

\* There are no employees in the Company. The Company's employees were transferred to Private Equity Advisors on 23 November 2006.

# Management's review for 2007

## Key figures for ATP Private Equity Partners I K/S (ATP PEP I)<sup>1</sup>

IRR (gross since establishment)	21.4%
TVPI	1.41x
DPI	0.58x
RPI	0.83x
Number of portfolio funds	23
Co-investments	4

## Benchmarking<sup>2</sup>

ATP PEP I was established on 5 February 2003 and is considered a vintage 2003 fund. ATP PEP I has been benchmarked against a group of 34 private equity funds of funds below, collected by Private Equity Intelligence. ATP PEP I ranges just below the top quartile performers in the group of 2003 vintage funds (first investment year is 2003).

Vintage 2003	Benchmark (top quartile)	ATP PEP I
IRR	21.8%	21.4%
Total value to paid in	1.42x	1.41x
Distributed to paid in (median)	0.15x	0.58x

1. The multiples are determined net to ATP PEP I, i.e. net of payment of management fees to the funds, but before deduction of administrative expenses to ATP PEP I. IRR: calculated based on realized cash flows plus the value of the equity at year end. Total Value to Paid In (TVPI): the value of distributions to investors plus the value of the remaining portfolio divided by paid-in capital from investors. Distributed to Paid In (DPI): the value of distributions to investors divided by the paid-in capital from investors. Residual value to Paid In (RPI): TVPI minus DPI.
2. Benchmark data is net return to investors in the fund of funds included in the benchmark. Performance data for ATP PEP I is net to ATP PEP I, but before deduction of administrative expenses in ATP PEP I, which during the Company's existence total DKK 43m and affect multiples negatively by 0.008x. Source: The 2008 Fund of Funds Review, Private Equity Intelligence Ltd. 2008.

**Significant events in ATP PEP I**

- Private Equity Advisors ApS, PEA opened an office in New York in February 2007. PEA gives advise to ATP PEP I on investments and monitoring of the portfolio of funds.
- ATP PEP I has called DKK 704m from ATP during 2007 for the financing of portfolio fund investments (2006: DKK 1,773m).
- ATP PEP I received distributions from portfolio funds of DKK 1,224m in 2007 (2006: DKK 1,011m), and distributed DKK 1,298m to ATP. To date ATP PEP I has received distributions of 58% on invested capital.

**Main activity**

The investment portfolio of ATP PEP I is made up of funds in Europe and North America, and of co-investments with the portfolio funds.

The investment period of ATP PEP I's investment commitments to private equity funds has terminated. The co-investment program with portfolio funds continues until the end of 2008 though.

Investing through a fund of funds like ATP PE entails a very long-term strategy. ATP PEP I made commitments to funds over a period of 2.5 years. From the time of receiving commitments the funds typically have an investment period of 3 – 5 years. The investments in the portfolios are exited after 3 – 7 years of ownership. In total the period from the first commitment made by ATP PEP I until the exit of all the underlying companies in the portfolio may take approximately 14 years. ATP PEP I is 5 years into this period.

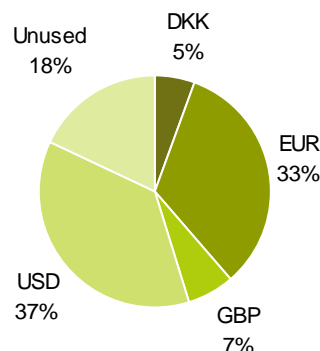
**Portfolio composition**

ATP PEP I has a well diversified portfolio of 23 private equity funds, all of which have strong competences in each of their investment strategies.

The portfolio is comprised of funds following different investment strategies with only a limited degree of overlap in focus.

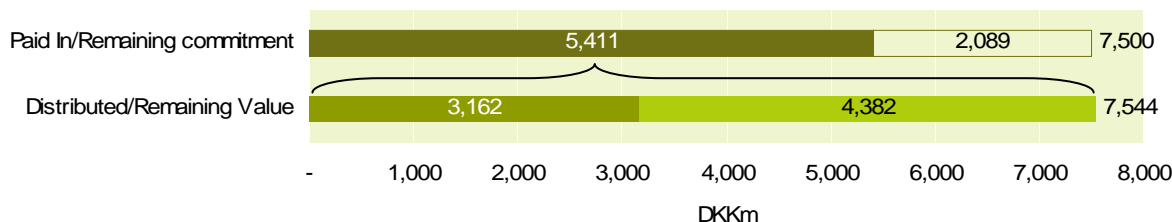
Co-investments are made with funds in the portfolio with the exclusion of management fees or carry payments. ATP PEP I has made 4 co-investments to date.

**Currency split of commitments**

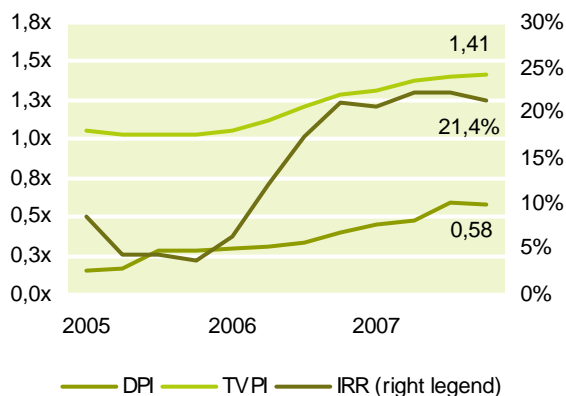


The pie chart shows the currency split measured by the original commitments to funds on the basis of the exchange rate at 31 december 2007. Due to the falling USD, the exposure to USD has been reduced from 46% at the 2005 year end to 37% at the 2007 year end, while the unused commitment from ATP to ATP PEP I has doubled from 9% at the 2005 year end.

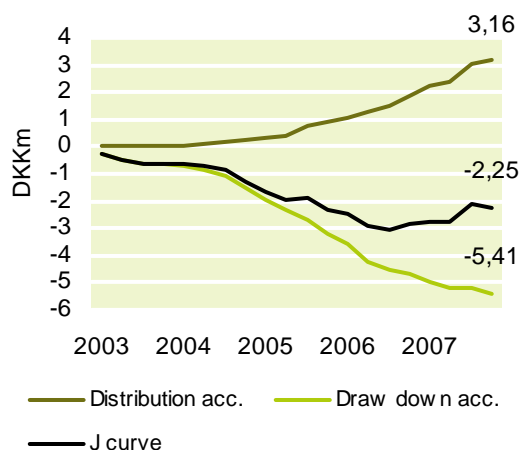
**Commitments, distributions and remaining value**



## Key figure development



## J curve



### Cash flow for the year

ATP PEP I has called DKK 708m during the year in order to finance the investments made by the portfolio funds. At end 2007 a total of DKK 5.4bn had been called from ATP (72% of ATP's commitment to ATP PEP I).

ATP PEP I received distributions from portfolio funds of DKK 1,224 m (2006: DKK 1,011m) and distributed DKK 1,298m to ATP in 2007. In total ATP PEP I now has received distributions of 58% on the invested capital.

As the term of the investment period has ended in most of the ATP PEP I portfolio funds, capital calls in 2008 and 2009 will primarily relate to payment of management fees and follow-up on investments. On the other hand distributions are expected to accelerate as the funds begin exiting investments. On this basis we expect the J curve to show a positive development over the coming years.

### Cash flows since the establishment of ATP PEP I

The J curve illustrates accumulated payments to and distributions from ATP PEP I, calculated as ATP PEP I's distributions to investors less ATP PEP I's draw-downs from investors. During the early stage of the investment activity, for a number of years the J curve will show negative cash flows until distributions to investors exceed draw-downs. Due to relatively significant distributions to investors, the J curve reflected a highly positive development in 2007.

Since the establishment of the fund, the maximum draw-down has been net DKK 3bn or 40% of the commitment to the fund. The original expectation at the time of establishment in 2003 was that the J curve would reach the bottom at a net capital draw of 60-65% in 2007/08.

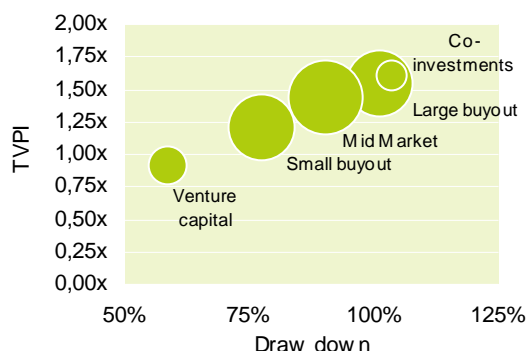
The high distribution activity from the portfolio funds in 2006 and 2007 resulted from sound flotation opportunities, sales of companies and an attractive opportunity for refinancing of the companies in the first half of 2007.



### Performance

The x axis of the chart below shows the draw downs made by the funds against commitments made by ATP PEP I. The y axis shows the fair value of portfolio investments plus distributions made relative to the paid-in capital for each segment (TVPI). If TVPI is below 1, value has not yet been created for investors as management fees etc. affect TVPI negatively. A value above 1 shows that the value addition to the investors exceed the management fees paid to the funds. The circles show the individual segments' share of ATP PEP I's investment portfolio (measured relative to commitments made).

### Portfolio fund development



The venture fund segment comprise commitments made to 6 funds. TVPI of the segment is 0.9x. The companies owned by the venture funds will still be in development stages during the next couple of years. Currently the funds have called approximately half the commitments. The full value creation by the venture funds will often not show until companies in the portfolio are exited. TVPI of venture funds is affected negatively by the relatively costly payment of management fees in the investment period relative to the invested capital. The next table illustrates booked values of the 6 venture funds in the portfolio in the range of 0.64 – 1.14 times the invested capital and management fees.

Small buyout funds (7 funds) comprise 25% of commitments and have called 78% of the commitments from ATP PEP I. The TVPI of the segment is 1.2x, below the ratio for the mid market funds mainly due to the fact that small buyout funds have more limited access to refinancing opportunities (bank loans).

*Segment	Enterprise value EURm
Small buyout	0-249
Mid market buyout	250-999
Large buyout	1,000+

The table below shows a wide performance spread of the individual funds in the small buyout segment of 0.73x – 2.54x.

Mid market buyout funds (32% of total commitments to 6 funds) have called 91% of the ATP PEP I commitments. Mid market funds have started to realize their investments and TVPI is 1.43x. The table below shows that there is a wide spread of the performance of the funds in the mid market segment.

When it comes to the funds in the small to mid market there is a high degree of correlation between the stage of the investment program and TVPI.

Large buyout funds (27% of commitments to 4 funds) have terminated their investment periods and drawn down most of the commitments from ATP PEP I. TVPI for the large market segment is 1.54x. All the funds in the segment have returned more capital to investors than the commitments made to those funds. It is still too early to estimate the final performance of the large buyout funds.

The 4 co-investments are valued at a TVPI of 1.6x. There is a clear correlation between investment holding periods and increase in the valuation of those assets.

At the 2007 year end 273 investments had been made in companies owned directly by ATP PEP I or via funds in the portfolio. At the 2006 year end, the corresponding number was 250 companies.

The table below shows the TVPI and IRR intervals split on the various segments of private equity funds.

### TVPI and IRR

TVPI / IRR	Min.	Max.
Venture	0.64x / -25.9%	1.14x / 10.7%
Small buyout	0.73x / -22.7%	2.54x / 68.1%
Mid market buyout	0.85x / -16.0%	1.68x / 36.3%
Large buyout	1.11x / 6.3%	1.97x / 38.5%
Co-investments	0.92x/na.	2.43x/na.

**Investment risks**

Risk hedging of financial risks in the portfolio funds is facilitated by undertaking a sufficient diversification of investments and making fairly uniform investment commitments depending on the investment type. For high risk funds such as venture funds investment commitments are made in the amount of DKK 50-150m, whereas commitments to buyout funds, which are associated with lower risks, typically range from DKK 150 -550m.

*Currency risks*

Investments are made in a number of currencies and therefore earnings, cash flows and equity are subject to currency fluctuations. It is company policy to hedge financial risks in currencies other than EUR.

The currency hedging comprises forward exchange contracts. Only risks regarding current positions are hedged. Consequently, risks on unused capital commitments to portfolio funds are not hedged. Current positions are hedged in accordance with the following ratios:

USD: 80%, SEK, NOK and GBP: 50%.

Accordingly, for risk assessment purposes it is essential that ATP PEP I is able to identify the fair value of the underlying assets to be able to properly hedge currency risks.

Currency fluctuations will affect the Company the most when relating to changes in the USD and GBP exchange rates. The effect on the actual investments and remaining commitments is specified in the table below.

**USD/GBP sensitivity analysis**

Effect in DKK'000 of:	On actual investments	On remaining commitment
a 1% increase in GBP/DKK	3.912	642
a 1% increase in USD/DKK	18.486	6.895

Please note that the sensitivity calculation is made exclusive of the effect of currency hedging.

*Interest rate risks*

Apart from trade balances with suppliers and forward contracts, ATP PEP I has no liabilities. Debt is often raised in the funds' portfolio investments, and consequently an indirect interest rate risk exists, which could affect future investment results.

*Credit risks*

The Company's credit risks relate partly to primary financial assets and partly to derivative financial instruments with a

positive market value. The Company is not subject to any material risks in respect of customers or business partners.

*Liquidity risks*

The Company's limited partner ATP is an acknowledged financial institutional investor who is under the supervision of the Danish Financial Supervisory Authority. The general partner has fully paid in called capital and the unused capital is placed as cash funds at an acknowledged North American bank. For this reason the liquidity risk is assessed as being extremely low.

**Social responsibility guidelines**

The investments in companies by ATP PEP I are mainly made through private equity funds in Europe and North America. Social responsibility is often a prerequisite for lasting, sound earnings and for maintaining of value of shareholdings. In order to ensure accordance between ATP's social responsibility principles and the portfolio fund's investments, separate agreement to this effect is always made with the portfolio funds in the form of a side letter. This agreement among others requires compliance with laws and rules established by national authorities on the Company's markets or by international organizations following Denmark's accession. In addition, investments are not to be made in countries that are subject to a trade embargo enforced by the UN, the EU and acceded by Denmark.

**Organization and company management**

Private Equity Advisors ApS (PEA) is a management company which offers advice to the ATP PEP funds on private equity investments and monitoring.

The day-to-day management of PEA is the responsibility of the partner group. Members of the partner group are Klaus Rühne, Susanne Forsingdal og Torben Vangstrup.



## Profit for the year

The profit of the year was DKK 865m against a profit in 2006 of DKK 1,296m. The management's review for 2006 expressed an expectation of a profit in 2007 on level with the profit for 2006. This expectation, however, did not take into regard any provision for future carry payments to portfolio funds. Excluding the provision for carry the profit in 2007 is on level with the profit in 2006 and satisfactory.

## Profit for 2007

DKKm	
Management fee to portfolio funds and administrative expenses	(48.3)
Foreign exchange adjustment of assets (including currency hedges)	(80.8)
Realised value adjustments of funds and companies	(870.1)
Unrealised value adjustments of funds and companies	988.0
Interest/dividends/realised gains	871.1
<b>Profit before tax</b>	<b>859.9</b>
Tax	4.7
<b>Profit for the year</b>	<b>864.6</b>

In 2007 interest, dividends and realized gains were at a relatively high level at DKK 870m (2006: DKK 595m). However, the realized gains have no impact on profit, as those items are balanced out by a corresponding automatic deduction from the value of the portfolio.

The profit in 2006 was influenced by a relatively large unrealized value adjustment of the ATP PEP I portfolio of DKK 1,446m. In 2007 the unrealized value adjustment was a little lower at DKK 988m, primarily as a result of the provision for carry to portfolio funds.

In a comparison to similar funds of funds, the internal administrative expenses in ATP PEP I are low. Partly this can be attributed to benefits of scale and the fact that the investment period for ATP PEP I's investments in private equity funds has terminated. The internal administrative fees of ATP PEP were 7 basis points<sup>1</sup> of total commitments to the fund in 2007 compared to 50 – 100 basis points p.a. in other funds of funds.

The net tax effect on the profit was positive in 2007, as there is a balance in the favor of ATP PEP I regarding dividend tax in the United States.

1. 100 basis points = 1%. Basis points are calculated against the commitments to funds of funds

## Balance sheet

As the investment portfolio has been established, the ATP PEP I balance sheet has increased by DKK 221m to a total of DKK 4.5bn. The total assets of the fund are expected to decrease when the distributions to ATP PEP I exceed the capital calls on ATP for new investments, as distributions to the fund flow to investors when received.

## Portfolio value

ATP PEP I has made 23 commitments to private equity funds during 2003 – 2005. 14 of the funds have terminated their investment periods, while the remaining 9 funds have called slightly above half the commitments made to those funds at the end of the year.

The value of the investments in the portfolio was DKK 4.4bn at the end of the year, corresponding to a growth of 4% since end 2006 (DKK 4.25bn) and of 83% since end 2005 (DKK 2.4bn). Please note that the distributions to ATP PEP I automatically are deducted from the value of the investment portfolio. DKK 1.2bn was distributed to ATP PEP I in 2007 and DKK 1.0bn in 2006. Accordingly, these amounts have been deducted from the total portfolio value at the 2007 year end.

The remaining commitment was reduced from DKK 1.9bn to DKK 1.2bn during the year as a result of capital calls.

The valuation of investments in non-listed companies is associated with special risks. The funds' own fair value valuations are normally used if the funds report in accordance with the International Private Equity and Venture Capital Valuation Guidelines. In a few cases, fair value valuations are made using a valuation model based on the market value in the most recent comparable market transactions based on data from Standard & Poor's.

With regard to the investments made by venture funds, the valuation is based on the reporting from the funds. Venture funds typically value companies in accordance with the pricing in most recent financing rounds.

By monitoring the development in valuations of the underlying private equity funds' portfolio investments, ATP PEP I receives current information on the fair market value of the portfolio and is able to monitor the investment activity and the reporting from the portfolio funds. The investment activity is monitored through regular communication with the funds and participation in advisory boards. ATP PEP I is represented on advisory boards of 18 of the 23 portfolio funds.

Torben Vangstrup and Susanne Forsingdal make up the investment committee.

At the end of 2007, PEA had 17 employees placed in Copenhagen and New York.

The New York office is run by Klaus Rühne and in addition to Klaus Rühne the office had 2 employees by the end of 2007.

The Copenhagen office is run by Susanne Forsingdal and Torben Vangstrup. At the end of 2007 the office had an additional 12 employee - 3 employees in the finance section and 9 investment managers.

#### *General meetings*

The general meetings have supreme authority in all the affairs of the Company. Any business transacted at a general meeting is decided by a simple majority of votes. The limited partners and the general partner are entitled to vote at the general meeting in proportion to the capital commitment. The members of the Supervisory Board, counting three to five members, are elected at the general meeting for a one-year period. Members are eligible for re-election.

#### *Supervisory Board*

The Supervisory Board constitutes the supreme management body of the Company and makes decisions of a strategic nature or on grounds of principle, including the investment strategy for the coming year.

The duties of the Supervisory Board and the segregation of duties between the management company and the Supervisory Board are governed by an order of business and the management agreement.

Supervisory Board meetings are convened four to six times a year, including a meeting each quarter to approve the quarterly reporting.

The chairman of the Supervisory Board and the general partner or two Supervisory Board members make investment decisions etc. based on advice from Private Equity Advisors.

No Supervisory Board remuneration was paid during the year.

#### **Investment in the general partnership**

The limited partner wishes to align the interests of the employees of the management company with those of the limited partner, especially in the long term. For this reason an investment program has been established for employees via the general partnership.

The partners of the management company are required to invest in the general partnership, whereas the other employees are offered shares. Shares in the general partnership are acquired by cash payment.

As a general partner the company has unlimited liability for the limited partnership's liabilities. The general partnership's acquisition of shares in the limited partnership is made at a premium.

The general partnership will receive proportionately larger distributions than the limited partner when the limited partner has received a minimum return of 10% p.a.

This carried interest and its scope are disclosed in note 11.

#### **Outlook 2008**

A profit below the profit for 2007 should be expected for 2008, the reason being that the funds in the portfolio are likely to make less positive value adjustments of the portfolio companies in 2008 compared to 2007. The positive value adjustments in 2007 were made on the basis of a very high level of transaction activity at relatively high prices. The market conditions for 2008 affecting the value of the investments are difficult to predict.

#### **Events after the balance sheet date**

No relevant significant events have taken place after the 2007 year end.

# Statement by the General Partner and the Supervisory Board

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## Statement by the General Partner and the Supervisory Board

The General Partner and the Supervisory Board have today discussed and approved the annual report of ATP Private Equity Partners I K/S for the financial year 2007.

The annual report has been prepared in accordance with the Danish Financial Statements Act. We consider the accounting policies used and the estimates made to be appropriate. Accordingly, the annual report gives a true and fair view of the Company's financial position at 31 December 2007 and of the results of the Company's operations and cash flows for the financial year 1 January - 31 December 2007.

We recommend that the annual report be approved at the annual general meeting.

Copenhagen, 1 February 2008

General Partner:

Torben Vangstrup  
GP I APEP ApS

Supervisory Board:

Bjarne Graven Larsen  
Chairman

Lars Rohde

Lars Damgaard Sørensen

# Auditors' reports

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## Internal auditor's report

We have audited the annual report of ATP Private Equity Partners I K/S for the financial year 2007. The annual report has been prepared in accordance with the Danish Financial Statements Act .

### Basis of opinion

We conducted our audit in accordance with Danish Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the annual report is free from material misstatement.

We conducted our audit in accordance with the distribution of work agreed upon with the external auditors and our work comprised assessment of established business procedures and internal control, including Management's risk management procedures for reporting processes and significant business risks. Based on materiality and risk, we have examined, on a test basis, the basis of the amounts and disclosures in the annual report, including evidence supporting the amounts and disclosures in the annual report. Our audit also included assessing the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management as well as evaluating the overall presentation of the annual report

We have participated in the audit of significant areas and risk areas. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit did not result in any qualification.

### Opinion

In our opinion, the established business procedures and internal control, including Management's risk management procedures for reporting processes and significant business risks, are satisfactory.

Further, it is our opinion that the annual report gives a true and fair view of the Company's financial position at 31 December 2007 and of the results of the Company's operations and cash flows for the financial year 1 January - 31 December 2007 in accordance with the Danish Financial Statements Act.

Hillerød, 1 February 2008

Peter Jochimsen  
*internal auditor*

## Independent auditor's report

### To the investors of ATP Private Equity Partners I K/S

We have audited the annual report of ATP Private Equity Partners I K/S for the financial year 1 January – 31 December 2007, which comprises the Statement by the General Partner and the Supervisory Board, Management's review, accounting policies, income statement, balance sheet, statement of changes in equity, cash flow statement and notes. The annual report has been prepared in accordance with the Danish Financial Statements Act .

### Management's responsibility for the annual report

Management is responsible for the preparation and fair presentation of this annual report in accordance with the Danish Financial Statements Act. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of an annual report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditors' responsibility and basis of opinion

Our responsibility is to express an opinion on the annual report based on our audit. We conducted our audit in accordance with Danish Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual report. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the annual report, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the annual report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the annual report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit did not result in any qualification.

### Opinion

In our opinion, the annual report gives a true and fair view of the Company's financial position at 31 December 2007 and of the results of the Company's operations and cash flows for the financial year 1 January - 31 December 2007 in accordance with the Danish Financial Statements Act.

Copenhagen, 1 February 2008

PricewaterhouseCoopers  
Statsautoriseret Revisionsaktieselskab

Mikael Sørensen  
State Authorised Public Accountant

# Accounting policies

The annual report of ATP Private Equity Partners I K/S for 2007 has been prepared in accordance with the provisions applying to medium-sized reporting class C enterprises under the Danish Financial Statements Act.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

In accordance with section 11(3) of the Danish Financial Statements Act, the presentation of the income statement, balance sheet and accounting items has been changed. Accordingly, it is Management's opinion that the annual report gives a true and fair view of the Company's special activities.

## Recognition and measurement

Assets are recognized in the balance sheet when it is probable that future economic benefits will flow to the Company and the value of the asset can be reliably measured.

Liabilities are recognized in the balance sheet when an outflow of economic benefits is probable and when the liability can be reliably measured.

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described below for each individual item.

In recognizing and measuring assets and liabilities, any gains, losses and risks occurring prior to the presentation of the annual report that evidence conditions existing at the balance sheet date are taken into account.

Income is recognized in the income statement as earned, including value adjustments of financial assets and liabilities measured at fair value or amortized cost. Equally, costs incurred to generate the year's earnings are recognized, including impairment losses.

## Foreign currency translation

Transactions denominated in foreign currencies are translated into DKK at the exchange rates at the transaction date. Investments, receivables and payables denominated in foreign currencies are translated into DKK at the exchange rates at the balance sheet date. Realised and unrealized foreign exchanges gains and losses are recognized in the income statement.

## Derivative financial instruments

Derivative financial instruments are initially recognized in the balance sheet at cost and subsequently measured at fair value. Positive and negative fair values of derivative financial instruments are included in other receivables and payables, respectively, and set-off of positive and negative values is only made when the Company has the right and the intention to settle several financial instruments net.

Changes in the fair value of derivative financial instruments designated as and qualifying for recognition as a fair value hedge of recognized assets and liabilities are recognized in the income statement together with changes in the value of the hedged asset or liability as far as the hedged portion is concerned.

Changes in the portion of the fair value of derivative financial instruments designated as and qualifying as a cash flow hedge that is an effective hedge of changes in the value of the hedged item are recognized in receivables or payables and in equity. If the hedged transaction results in gains or losses, amounts recognized in equity are transferred to the same item as the hedged item.

For derivative financial instruments that do not qualify for hedge accounting, changes in fair value are recognized in the income statement as capital gains and losses.

## Income statement

*Gains on other securities and investments* comprise realized and unrealised value adjustments of investments and foreign exchange gains and losses on transactions in foreign currencies.

*Administrative expenses* comprise costs incurred during the year on the Company's investment activities. Administrative expenses comprise fee to ATP in respect of the administrative work performed by ATP on behalf of the Company.

*Financial income* comprises interest income on cash and cash equivalents.

Tax for the year comprises current tax and changes in deferred tax for the year. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

## Balance sheet

*Investments in associates and other securities and investments* comprise investments in portfolio funds and portfolio companies and are measured at fair value at the balance sheet date. Value adjustments are recognized in the income statement on a current basis.

Management fees paid to portfolio companies are capitalized together with the investment in the individual portfolio company. Management fees are amortized over the period to which they relate.

Investments in portfolio companies that do not have a quoted market price are measured based on the latest trading price either in the form of a capital increase or a partial sale based on the value of comparable companies and using traditional valuation methods.

If the fair value cannot be determined reliably, cost is used, which comprises acquisition costs.

*Fixtures and IT equipment* are capitalized and depreciated on a straight-line basis over the expected useful lives ranging from two to five years. Assets with a cost of less than DKK 100,000 per unit are recognized as cost in the year of acquisition.

*Receivables* are measured at amortized cost. Write-down is made for bad debt losses based on an individual assessment of receivables.

*Accrued income* comprises costs incurred concerning subsequent financial years.

*Liabilities* are measured at net realizable value.

*Deferred income* comprises payment received concerning income in subsequent years.

*Deferred tax* is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities based on the planned use of the asset or settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised at the expected value of their utilisation.

Deferred tax is measured according to the tax rules and at the tax rates applicable in the respective countries at the balance sheet date when the deferred tax is expected to crystallise as current tax. The change in deferred tax as a result of changes in tax rates is recognised in the income statement. For the financial year a tax rate of 25% has been used.

### Cash flow statement

The cash flow statement shows the cash flows from operating and financing activities for the year, the year's changes in cash and cash equivalents as well as the Company's cash and cash equivalents at the beginning and end of the year.

Cash flows from operating activities comprise administrative expenses adjusted for changes in working capital, including cash flows between the Company and funds that are invested in and direct investments.

As the Company's primary activity is investment activity, investment activities are not disclosed separately.

Cash flows from financing activities comprise paid-in capital and distributions to the limited partners and the general partner of the limited partnership.

Cash and cash equivalents comprise cash and short-term marketable securities which are subject to an insignificant risk of changes in value.

### Financial ratios

The financial ratios stated in the survey of financial highlights have been calculated as follows:

#### *Total Value to Paid In:*

Value of distributions to investors + value of remaining portfolio / paid-in capital from investors.

#### *Distributed to Paid In:*

Value of distributions to investors / paid-in capital from investors.

#### *IRR:*

Calculated based on realised cash flows plus the value of equity at year end.

# Income statement

## ATP PEP I

DKK'000	Note	2007	2006
<b>Interest and dividends</b>			
Interest, investments		1,447	16,273
Dividends and distributions		95,653	145,115
<b>Total interest and dividends</b>		<b>97,100</b>	<b>161,388</b>
<b>Capital gains and losses</b>			
Investments in associates	1	315	(6,863)
Other securities and investments	2	768,863	1,150,016
<b>Total capital gains and losses</b>		<b>769,178</b>	<b>1,143,153</b>
<b>Profit from investment activities</b>			
		<b>866,278</b>	<b>1,304,541</b>
Administrative expenses	3	(7,536)	(4,975)
<b>Ordinary operating profit</b>		<b>858,742</b>	<b>1,299,566</b>
<b>Financial items</b>			
Financial income		1,115	1,127
<b>Profit before tax</b>		<b>859,858</b>	<b>1,300,693</b>
Tax		4,729	(4,732)
<b>Profit for the year</b>		<b>864,586</b>	<b>1,295,961</b>
<b>Proposed profit appropriation:</b>			
Profit for the year		864,586	1,295,961
<b>Transferred to equity</b>		<b>864,586</b>	<b>1,295,961</b>

# Balance sheet at 31 December

## ATP PEP I

DKK'000	Note	2007	2006
<b>Assets</b>			
<b>Non-current assets</b>			
<b>Investments</b>			
Investments in associates	4	137,997	68,763
Other securities and investments	5	4,243,610	4,179,303
<b>Total investments</b>		<b>4,381,607</b>	<b>4,248,066</b>
<b>Total non-current assets</b>		<b>4,381,607</b>	<b>4,248,066</b>
<b>Current assets</b>			
<b>Receivables</b>			
Other receivables	6	132,255	45,146
Cash at bank and in hand		26,442	25,758
<b>Total current assets</b>		<b>158,697</b>	<b>70,904</b>
<b>Total assets</b>		<b>4,540,304</b>	<b>4,318,970</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Contributions by limited partners and general partner		2,249,021	2,838,116
Retained earnings		2,273,897	1,409,311
<b>Total equity</b>	7	<b>4,522,918</b>	<b>4,247,427</b>
<b>Current liabilities</b>			
Trade and other payables		60	73
Amounts owed to group enterprises		1,943	39
Other payables	8	15,383	71,431
<b>Total current liabilities</b>		<b>17,386</b>	<b>71,543</b>
<b>Total liabilities</b>		<b>17,386</b>	<b>71,543</b>
<b>Total equity and liabilities</b>		<b>4,540,304</b>	<b>4,318,970</b>
Contingent and other liabilities	9		
Related party disclosures	10		
Incentive programme	11		

# Cash flow statement

## ATP PEP I

DKK'000	2007	2006
Payments to investors	(703,871)	(1,773,373)
Distributions from investors	1,191,070	922,075
Distributions from co-investments	-	88,872
Cash flows, interest and dividends	97,100	161,388
Interest income, cash and cash equivalents	1,115	1,127
Realised foreign exchange gains and losses	1,974	3,052
Administrative expenses	(7,536)	(4,975)
Changes in working capital	9,926	64,085
	<hr/>	<hr/>
Cash flows from operating activities	589,779	(537,749)
	<hr/>	<hr/>
Cash contributions from investors	708,477	1,488,774
Distributions to investors	(1,297,572)	(948,239)
	<hr/>	<hr/>
Cash flows from financing activities	(589,095)	540,535
	<hr/>	<hr/>
<b>Changes in cash and cash equivalents</b>	<b>684</b>	<b>2,786</b>
	<hr/>	<hr/>
Cash and cash equivalents at 1 January	25,758	22,972
	<hr/>	<hr/>
<b>Cash and cash equivalents at 31 December</b>	<b>26,442</b>	<b>25,758</b>
	<hr/> <hr/>	<hr/> <hr/>

# Notes

DKK'000	2007	2006
<b>1 Capital gains and losses, investments in associates</b>		
Realised capital gains, investments	-	1,318
Unrealised capital gains, investments	315	-
Total capital gains	<u>315</u>	<u>1,318</u>
Unrealised capital losses, investments	-	(8,181)
Total capital losses	<u>-</u>	<u>(8,181)</u>
<b>Total capital gains and losses, investments in associates</b>	<b><u>315</u></b>	<b><u>(6,863)</u></b>
<b>2 Capital and foreign exchange gains and losses, other securities and investments</b>		
Realised capital gains, investments	794,979	436,312
Realised foreign exchange gains, investments	2,521	2,714
Unrealised capital gains, investments	467,810	921,875
Unrealised foreign exchange gains, investments	559	6,296
Foreign exchange gains, forward contracts	163,865	73,469
Foreign exchange gains, cash accounts	1,974	3,052
Total capital and foreign exchange gains	<u>1,431,708</u>	<u>1,443,718</u>
Realised capital losses, investments	(21,890)	(5,587)
Realised foreign exchange losses, investments	(15,027)	(16,431)
Unrealised capital losses, investments	(391,173)	(129,065)
Unrealised foreign exchange losses, investments	(217,354)	(142,617)
Foreign exchange losses, forward contracts	(17,401)	-
Total capital and foreign exchange losses	<u>(662,845)</u>	<u>(293,700)</u>
<b>Total capital and foreign exchange gains and losses, other securities and investments</b>	<b><u>768,863</u></b>	<b><u>1,150,016</u></b>

DKK'000	2007	2006
<b>3 Administrative expenses</b>		
Staff costs are recognised as follows:		
Wages and salaries	-	1,426
Pensions	-	218
Other social security costs	-	11
	<u>-</u>	<u>1,655</u>
Executive Board, total for ATP Private Equity Partners II K/S, ATP Private Equity Partners I K/S and ATP Private Equity K/S	<u>-</u>	<u>2,057</u>
Of which employer paid pension contribution	<u>-</u>	<u>209</u>
Average number of employees in total for ATP Private Equity Partners II K/S, ATP Private Equity Partners I K/S and ATP Private Equity K/S	<u>-</u>	<u>17</u>
There are no employees in the Company. The Company's employees were transferred to Private Equity Advisors ApS at 23 November 2006.		
<b>4 Investments in associates</b>		
Cost at 1 January	79,282	36,383
Additions for the year	68,919	56,731
Disposals for the year	-	(13,832)
Cost at 31 December	<u>148,201</u>	<u>79,282</u>
Impairment losses at 1 January	(10,519)	(3,656)
Impairment losses for the year	-	(8,181)
Reversal of previous impairment losses	315	-
Disposals for the year	-	1,318
Impairment losses at 31 December	<u>(10,204)</u>	<u>(10,519)</u>
Carrying amount at 31 December	<u><u>137,997</u></u>	<u><u>68,763</u></u>

Name	Registered office	Ownership	Voting rights
Polaris Private Equity II K/S	Copenhagen	15.00%	15.00%

The above investment is recognised at fair value.

DKK'000	2007	2006
<b>5 Other securities and investments</b>		
Cost at 1 January	3,764,066	2,670,327
Additions for the year	634,952	1,716,642
Disposals on sale	(430,490)	(622,903)
Cost at 31 December	<u>3,968,528</u>	<u>3,764,066</u>
Impairment losses at 1 January	(346,432)	(396,166)
Reversal of previous impairment losses	203,588	252,145
Impairment losses for the year	(387,173)	(190,924)
Disposals for the year	-	(11,487)
Impairment losses at 31 December	<u>(530,017)</u>	<u>(346,432)</u>
Revaluations at 1 January	761,669	112,119
Reversal of previous revaluations	269,990	(64,845)
Revaluations for the year	(226,560)	660,078
Disposals on sale	-	54,317
Revaluations at 31 December	<u>805,099</u>	<u>761,669</u>
Carrying amount at 31 December	<u><u>4,243,610</u></u>	<u><u>4,179,303</u></u>
<b>6 Other receivables</b>		
Positive fair value of forward exchange contracts	124,066	36,945
Receivable dividend tax	8,190	8,190
Receivable reimbursement of travel expenses	-	11
	<u>132,255</u>	<u>45,146</u>

DKK'000	2007	2006
<b>7 Equity</b>		
Contributions by limited partners and general partner:		
Subscribed and paid-in at 1 January	2,838,115	2,297,580
Subscribed and paid-in during the year	708,478	1,488,774
Distributed during the year	(1,297,572)	-948,239
	<u>2,249,021</u>	<u>2,838,115</u>
Retained earnings:		
Retained at 1 January	1,409,311	113,350
Retained earnings for the period	864,586	1,295,961
	<u>2,273,897</u>	<u>1,409,311</u>
Total equity	<u>4,522,918</u>	<u>4,247,427</u>
In accordance with the limited partnership agreement, on an ongoing basis the investors have agreed to pay up to DKK 7,500,547 thousand as the capital requirement arises in the Company.		
At 31 December 2007 the investors' remaining commitments totalled DKK'000:	2,089,249	2,797,726
Changes in commitments within the last 5 years:		
Subscribed and paid-in 2003	650,009	
Subscribed and paid-in 2004	845,013	
Distributed in 2004	(216,217)	
Subscribed and paid-in 2005	1,719,025	
Distributed in 2005	(700,250)	
Subscribed and paid-in 2006	1,488,774	
Distributed in 2006	(948,239)	
Subscribed and paid-in 2007	708,478	
Distributed in 2007	(1,297,572)	
	<u>2,249,021</u>	
<b>8 Other payables</b>		
Payable regarding investment commitment	14,517	65,641
Negative fair value of forward exchange contracts	866	5,790
	<u>15,383</u>	<u>71,431</u>

DKK'000	2007	2006
<b>9 Contingent and other liabilities</b>		
Rental obligation to ATP Ejendomme – 1 year*	-	137
Rental obligation to ATP Ejendomme – 2-5 yrs.*	-	228
Investment commitment regarding investments	1,165,349	1,924,763
* Rental obligations have been transferred to Private Equity Advisors ApS at 23 November 2006.		
<b>10 Related party disclosures</b>		
Parties exercising control		
Arbejdsmarkedets Tillægspension (ATP)	Owns 99.993%	Owns 99.993%
Kongens Vænge 8		
DK-3400 Hillerød		
The annual report is included in the consolidated financial statements of ATP.		
The consolidated financial statements are available at <a href="http://www.atp.dk">www.atp.dk</a> .		
GP I APEP ApS	Owns 0.007%	Owns 0.007%
Sjæleboderne 2, 1. sal		
DK-1122 København K		
Related party transactions are carried out on an arm's length or cost basis.		
The transactions are carried out according to the Service Level Agreement with ATP.		
Private Equity Advisors ApS	Acquired	
	7,304	

## 11 Share purchase programme in the general partner GP I APEP ApS

Recipient	Date of establishment of programme	Market value of shares	Number of shares	Acquisition price
Executive Board	05-02-2003	150,828	43,529	3.465
Executive employees	05-02-2003	154,865	44,694	3.465
Other employees	05-02-2003	194,775	56,212	3.465
Unallocated	05-02-2003	192,533	55,565	3.465

### Parameters for carried interest

		Entitlement
Hurdle rate	10% p.a.	Entitlement to 85% in 8.5 years
Carried interest cap	0.25%	Entitlement to balance until 2013
Carried interest	0.42%	

### Scenarios for carried interest

Return in ATP PEP I K/S as % p.a.	DKKm	% of investment commitment
0	0	0
10	0	0
12	2	0.03
15	5	0.07
20	12	0.16
25	19	0.25
30	19	0.25

### Comments

GP I APEP ApS has a share capital comprising 200,000 shares of DKK 1 each. The general partner GP I APEP ApS will receive a carried interest on returns in the general partnership above 10% p.a.

A cap has been established on the value of the carried interest programme, corresponding to 0.25% of the capital commitment to ATP Private Equity Partners I K/S or DKK 18.75m, calculated in 2003 prices.




The carried interest will be paid to GP I APEP ApS by 0.423% until the cap is reached.

Share offers are conditional on employment in Private Equity Advisors ApS.

The calculation assumes a commitments from ATP of DKK 7.5bn.

# Portfolio

## Venture Capital

	<b>Abingworth Bioventure IV</b>			
Investment date	July 2003			
Commitment	USD 20m			
Share of ATP PEP I	1.36%			
Fund size	USD 355.7m			
Ownership share	5.67%			
Advisory board member	Torben Vangstrup			
Investment strategy	Abingworth Bioventure primarily invests in the life sciences sector on both sides of the Atlantic. In the UK, investments are made in seed and early-stage companies. In the USA, the number of experienced entrepreneurs and venture capital firms is larger than in Europe, and therefore the strategy is to make fewer seed investments and relatively more early-stage investments.			
Website	<a href="http://www.abingworth.com">www.abingworth.com</a>			
	<b>Celtic House</b>			
Investment date	March 2005			
Commitment	USD 20.84m			
Share of ATP PEP I	1.42%			
Fund size	USD 225m			
Ownership share	9.26%			
Advisory board member	No			
Investment strategy	Celtic House is a venture capital firm based in Canada and the UK. The firm only to a limited extent invests in other countries. Celtic House focuses on investments in early-stage high-tech companies.			
Website	<a href="http://www.celtic-house.com">www.celtic-house.com</a>			
	<b>Novak Biddle Venture Partners IV</b>			
Investment date	December 2003			
Commitment	USD 10.0m			
Share of ATP PEP I	0.68%			
Fund size	USD 150m			
Ownership share	6.67%			
Advisory board member	No			
Investment strategy	The strategy of the fund is primarily to invest in seed IT companies ranging from USD 100,000 to USD 7m. However, the fund invests in development-stage companies only when it is estimated that the fund may create considerable value, equivalent to 3-4 times. The investments are concentrated on wireless communication, security and software.			
Website	<a href="http://www.novakbiddle.com">www.novakbiddle.com</a>			

<b>Nordic Venture Partners II (NVP II)</b>	
Investment date	December 2004
Commitment	EUR 15.0m
Share of ATP PEP I	1.49%
Fund size	EUR 119.7m
Ownership share	12.89%
Advisory board member	Susanne Forsingdal
Investment strategy	Nordic Venture Partners is a venture capital firm which was established in 2000 with offices in Denmark, Sweden and Finland. The firm invests in Nordic companies developing new information technologies. Nordic Venture Partners invests in seed as well as later-stage companies.
Website	<a href="http://www.nordicvc.com">www.nordicvc.com</a>



<b>Onset Venture Partners V</b>	
Investment date	September 2004
Commitment	USD 20m
Share of ATP PEP I	1.36%
Fund size	USD 204m
Ownership share	9.80%
Advisory board member	Torben Vangstrup
Investment strategy	Onset Venture Partners is a venture capital firm which primarily invests in early-stage companies in the software, communications and network as well as life science sectors. Value creation is attributable to the firm's focusing on its mentor role and involvement in the development of the business model of early-stage companies.
Website	<a href="http://www.onset.com">www.onset.com</a>




<b>Spray Venture Partners II</b>	
Investment date	December 2003
Commitment	USD 20m
Share of ATP PEP I	1.36%
Fund size	USD 71.4m
Ownership share	28.00%
Advisory board member	Torben Vangstrup
Investment strategy	The fund invests in companies with focus on emerging healthcare technology, including medical equipment and implants. The fund identifies insufficiently covered needs for treatment and product development potentials. In addition, strategic actors must operate in the field, thus creating an exit opportunity.
Website	<a href="http://www.sprayfund.com">www.sprayfund.com</a>





	<b>Polaris II</b>	
Investment date	February 2005	
Commitment	DKK 300m	
Share of ATP PEP I	4.00%	
Fund size	DKK 2,000m	
Ownership share	15.00%	
Advisory board member	Torben Vangstrup	
Investment strategy	The fund invests in small and medium-sized Danish companies with an enterprise value of EUR 40 – 100m. The investments are made in a number of industries – primarily traditional manufacturing, services and distribution. The fund may be majority as well as minority investor.	
Website	<a href="http://www.polarisequity.dk">www.polarisequity.dk</a>	


	<b>Roark Capital Partners I</b>	
Investment date	February 2005	
Commitment	USD 25m	
Share of ATP PEP I	1.70%	
Fund size	USD 412.8m	
Ownership share	6.06%	
Advisory board member	Søren Brøndum Andersen	
Investment strategy	Roark Capital Partners is a small Atlanta-based buyout fund focusing on acquisitions of small and medium-sized companies. Roark has a niche strategy combining a geographical focus on South-Eastern USA with a sector focus on in particular franchise, but also within consumer products, financial services and niche production.	
Website	<a href="http://www.roarkcapital.com">www.roarkcapital.com</a>	

	<b>Waterland Private Equity Fund II</b>	
Investment date	July 2003	
Commitment	EUR 26m	
Share of ATP PEP I	2.58%	
Fund size	EUR 171,5m	
Ownership share	15.16%	
Advisory board member	Torben Vangstrup	
Investment strategy	Waterland is a Dutch mid-market buyout fund focused on companies with revenue of EUR 10-150m in which the fund can invest EUR 5-15m. The companies are situated in the Rhineland area and relate to the following trends: outsourcing & efficiency, ageing population and leisure & luxury. The fund is a majority investor.	
Website	<a href="http://www.waterland.nu">www.waterland.nu</a>	

<b>Wicks Communications &amp; Media Partners III</b>	
Investment date	June 2004
Commitment	USD 45m
Share of ATP PEP I	3.06%
Fund size	USD 535m
Ownership share	8.41%
Advisory board member	Susanne Forsingdal
Investment strategy	Wicks is a New York-based mid-market fund focusing on investments in selected segments of the communications, information and media industries. Since 1989 Wicks has made controlling investments in platform businesses and made subsequent add-on investments. Wicks enhances the value of acquired companies by attracting new and better qualified management teams to the companies.
Website	<a href="http://www.wicksgroup.com">www.wicksgroup.com</a>








	<b>Lake Capital Partners I</b>	 LAKE CAPITAL
Investment date	December 2002	
Commitment	USD 34.2m	
Share of ATP PEP I	2.33%	
Fund size	USD 515m	
Ownership share	6.64%	
Advisory board member	Susanne Forsingdal	
Investment strategy	The firm focuses on investments in medium-sized enterprises supplying various types of services. The value creation takes place in the form of identification of investment candidates and through operating assistance to generate organic and acquisition-based growth in enterprises.	
Website	<a href="http://www.lakecapital.com">www.lakecapital.com</a>	
	<b>Lindsay, Goldberg &amp; Bessemer I</b>	<i>LINDSAY GOLDBERG</i>
Investment date	March 2003	
Commitment	USD 75m	
Share of ATP PEP I	5.10%	
Fund size	USD 2,042m	
Ownership share	3.67%	
Advisory board member	Torben Vangstrup	
Investment strategy	The fund invests in traditional and established industries in the mid-market where enterprises may grow based on a buy-and-build strategy and focus is on having proper management in place and expansion. The fund uses a large network from Bessemer Trust to family-owned enterprises in the USA.	
Website	<a href="http://www.lgblp.com">www.lgblp.com</a>	
	<b>Nordic Capital V</b>	<i>NORDIC CAPITAL</i>
Investment date	December 2002	
Commitment	EUR 70m	
Share of ATP PEP I	6.96%	
Fund size	EUR 1,500m	
Ownership	4.67%	
Advisory board member	Torben Vangstrup	
Investment strategy	The fund invests in medium-sized mature enterprises, primarily based in the Nordic countries and secondarily in the rest of Europe. The fund focuses on enterprises in which operating improvements, restructurings, consolidations and strategic new orientation may actively take place. The fund also focuses on enterprises that may form the basis for a buy-and-build strategy.	
WEBSITE	<a href="http://www.nordiccapital.se">www.nordiccapital.se</a>	



	<b>Silver Lake Partners II</b>	
Investment date	December 2003	
Commitment	USD 75m	
Share of ATP PEP I	5.10%	
Fund size	USD 3,577m	
Ownership share	2.09%	
Advisory board member	Torben Vangstrup	
Investment strategy	Silver Lake is an American buyout fund focused on investments in the technology sector. The fund typically invests between USD 100-500m in companies with an enterprise value of USD 200m - USD 10bn. The investments are directed towards companies that are market leaders in their respective niches. Value creation is attributable to the fund's involvement in the development of the companies and their products.	
Website	<a href="http://www.silverlake.com">www.silverlake.com</a>	

## Co-investments

	<b>Gala Group (Co-investment with Cinven III)</b>		
Investment date	April 2003		
Investment	GBP 13.5m		
Share of ATP PEP I	1.82%		
Investment size	GBP 1,468m		
Ownership share	0.33%		
Business area	Gala Group operates in the bingo and casino markets as well as online.		
Website	<a href="http://www.galacoral.co.uk">www.galacoral.co.uk</a>		
	<b>Falck (via Cidron A/S - co-investment with Nordic Capital V)</b>		
Investment date	December 2004		
Investment	DKK 110m		
Share of ATP PEP I	1.47%		
Investment size	DKK 960m		
Ownership share	10.78%		
Business area	Falck A/S has activities within four business areas in Denmark and a number of neighbouring countries. The mission is to become market-leader within its business areas in Northern-Europe and within one business area internationally on more continents.		
Website	<a href="http://www.falck.dk">www.falck.dk</a>		
	<b>Grupo Corporativo Ono – (co-investment with Providence V)</b>		
Investment date	October 2005		
Commitment	EUR 8m		
Share of ATP PEP I	0.80%		
Investment size	EUR 259m		
Ownership share	3.09%		
Business area	The firm is a leading cable operator in Spain, established by the merger of two operators. Since the investment was made, the merger of the two companies has almost been completed, and the strategy is now to increase penetration within cable tv, telecommunications and Internet services in Spanish cities. Earnings are increased according to original budgets.		
Website	<a href="http://www.ono.es">www.ono.es</a>		

	<b>Sanitec (Co-investment with EQT IV)</b>	
Investment date	May 2005	
Commitment	EUR 9.5m	
Share of ATP PEP I	0.94%	
Investment size	EUR 450m	
Ownership share	2.08%	
Business area	Sanitec is the leading European provider of bathroom solutions. Earnings are primarily to be increased through cost savings and new product launches. A number of outsourcing solutions are being implemented as well as move of production to low-cost countries.	
Website	<a href="http://www.sanitec.com">www.sanitec.com</a>	

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