Quilvest

Financial Information 2007

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Report of the Réviseur d'Entreprises to the shareholders
on the Consolidated Financial Statements

Report on the consolidated financial statements

Following our appointment by the General Meeting of the Shareholders dated June 29, 2007, we have audited the accompanying consolidated financial statements of Quilvest S.A. and its subsidiary companies ("Quilvest Group"), which comprise the consolidated balance sheet as at December 31, 2007 and the consolidated income statement, consolidated statement of changes in equity and consolidated cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Board of Directors' responsibility for the consolidated financial statements

The Board of Directors is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International Financial Reporting Standards as adopted by the EU. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of consolidated financial statements that are 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.

Responsibility of the Réviseur d'Entreprises

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted by the "Institut des Réviseurs d'Entreprises". Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the judgement of the Réviseur d'Entreprises, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the Réviseur d'Entreprises considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements give a true and fair view of the consolidated financial position of Quilvest Group as of December 31, 2007, and of its financial performance and its consolidated cash flows for the year then ended in accordance with International Financial Reporting Standards as adopted by the European Union.

Other matter

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the annual accounts taken as a whole.

Report on other legal and regulatory requirements

The consolidated management report, which is the responsibility of the Board of Directors, is consistent with the consolidated financial statements.

Luxembourg, May 20, 2008

KPMG Audit S.à r.l.
Réviseurs d'Entreprises

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Quilvest

Management Report
on the Consolidated Financial Statements

Summary of results

Factors affecting the results

Despite a volatile market in 2007, the Group experienced overall growth close to 25% in net asset value – capital increase being neutralized. The rising Euro positively influenced 2007 results, as the Group's reporting currency is the US dollar. Due to a number of important divestments and a successful capital increase of over $120 million in March, the liquidity levels are very high. Following the market correction in early 2008, our large liquidity position will allow us to take full advantage of attractive investment opportunities.

Net revenues 2007 versus 2006

Pre-tax income for 2007 amounts to over $151 million, an increase of nearly $82 million compared to 2006. The greater portion of this income growth results directly from gains on directly held investments. Several European investments - Hillary's, Utex Industries, Ionisos, Ristretto, Orphan and Schoeller Arca - were fully exited with a total cash on cash return of 5.63x. Wealth management activities also generated growth of nearly $15 million in revenue as compared to 2006, reaching $61.4 million in 2007.

Operating expenses 2007 versus 2006

The results of 2007 have obviously been influenced by the Group's investment both in human resources and in IT.

Private equity

The Group had attractive returns in 2007 on several direct investments, particularly in Europe. Our third party fund programs, started in 2002, have also contributed greatly to 2007 results with a performance of over 20%. Total investments amount to $792.5 million at fair value at the end of 2007, meaning an increase of $235 million compared to previous year. The continuous build-up of the team contributed and will contribute to growth opportunities. The opening of an office in London will be followed by the opening of a new office in Dubai in 2008.

Wealth management

Societé Internationale de Finance celebrated its 75th anniversary in 2007 and simultaneously changed its name to Quilvest Switzerland.

Quilvest Banque Privée and Quilvest Switzerland have increased assets under management of at least 10% during this financial year. In addition, strong activity in asset management has increased significantly net income in 2007, which has almost doubled in both banking entities compared to 2006.

Management Report
on the Consolidated Financial Statements (continued)

Recent developments

So far, the year 2008 has presented a difficult market environment for financing large buyouts and divestment opportunities are limited. Quilvest, however, is focusing on mid and small cap investment opportunities at more attractive multiples. The Group's commitment budget for private equity in 2008 exceeds $450 million, and we are currently experiencing record commitment levels from our investors to our private equity programs, including the recently launched QV PEP, our first Venture focused fund of funds and QS GEO, a fund of funds focusing on the emerging markets in Asia, Central Europe and Latin America. Additionally, the Group has begun to develop QS REP or the Quilvest Real Estate Program, allowing greater diversification of investment opportunities for our clients.

Quilvest

Consolidated Balance Sheet

for the financial years ended December 31, 2007 and 2006

In $ '000

	Notes	2007	2006
Assets			
Cash and cash equivalents	3	162,318	159,882
Income tax receivable		96	1,331
Loans and advances to banks	4	-	3,505
Loans and advances to bank customers	5	125,520	103,297
Other receivables, accrued income and prepaid expenses	6	48,976	32,491
Investments	7	792,568	557,680
Property, plant and equipment	8	22,499	15,612
Investment property	9	9,834	8,049
Intangible assets	10	19,533	15,803
Investments in associates	11	2,245	1,472
Deferred tax assets	12	175	201
Total assets		**1,183,764**	**899,323**

The accompanying notes form an integral part of these consolidated financial statements.

Consolidated Balance Sheet (continued)

for the financial years ended December 31, 2007 and 2006 In $ '000

	Notes	2007	2006
Liabilities and equity			
Financial liabilities held for trading	7	9,205	825
Income tax payable		3,236	1,948
Deposits from banks	13	27,316	27,129
Deposits from bank customers	14	118,818	122,331
Other liabilities, deferred income and accrued expenses	15	65,104	53,097
Interest-bearing liabilities	16	28,798	47,165
Employee benefit obligation	17	468	586
Provisions	18	1,006	369
Deferred tax liabilities	12	9,491	7,606
Total liabilities		**263,442**	**261,056**
Share capital	19	43,800	36,500
Share premium	19	128,937	20,277
Treasury shares	20	(2,046)	(1,348)
Reserves	21	31,188	6,167
Retained earnings	21	544,996	484,807
Profit for the year - Group share	21	146,427	67,951
Total equity attributable to shareholders of the parent		**893,302**	**614,354**
Minority interest	22	27,020	23,913
Total equity		**920,322**	**638,267**
Total liabilities and equity		**1,183,764**	**899,323**

The accompanying notes form an integral part of these consolidated financial statements.

Consolidated Income Statement

for the financial years ended December 31, 2007 and 2006 In $ '000

	Notes	2007	2006
Net income from directly held investments	25	158,977	87,268
Net income from wealth management activities	26	61,405	46,571
Other operating income	27	28,646	17,745
General administrative expenses	28	(101,824)	(80,451)
Depreciation, amortization and impairment losses	29	(1,637)	(1,239)
Financial income	30	9,952	3,953
Financial expenses	31	(4,967)	(5,218)
Income from associates	32	576	696
Profit before tax		**151,128**	**69,325**
Income tax expense	33	(2,608)	(2,561)
Profit for the year		**148,520**	**66,764**
Attributable to			
Shareholders of parent company		146,427	67,951
Minority interest		2,093	(1,187)

Earnings per share (in $)			
Basic	24	23.7	11.0
Diluted	24	23.1	10.8

The accompanying notes form an integral part of these consolidated financial statements.

Consolidated Cash flow Statement

for the financial years ended December 31, 2007 and 2006 — In $ '000

	Notes	2007	2006
Operating cash flows directly linked to the Private Equity Business			
Acquisition of PE investments	7	(292,013)	(210,669)
Proceeds from sale of PE investments	7	221 073	287,044
Dividends received from PE investments		5,268	3,292
Interests received from PE investments		2,660	442
Operating cash flows directly linked to the Wealth Management Business			
Net interest income		8,100	5,942
Net fee and commission income		56,916	35,651
Cash movements in loans and advances to banks and bank customers		(6,973)	(15,370)
Cash movements in loans and advances from banks and bank customers		(20,855)	11,671
Other cash movements related to the Wealth Management Business		286	515
Other operating cash flow movements			
Cash paid to suppliers and employees		(86,706)	(59,470)
Income taxes paid		(579)	(2,682)
Net cash from other operating activities		12,228	2,057
Net cash provided by / (used in) operating activities		**(100,595)**	**58,423**
Acquisition of investments		(14,151)	(53,320)
Proceeds from sale of investments		21,567	51,531
Acquisition of property, plant and equipment		(3,887)	(1,410)
Proceeds from disposal of property, plant and equipment		35	37
Acquisition of intangible assets		(454)	(847)
Acquisition of investment in associates		-	(1,602)
Proceeds from disposal of investment in associates		-	497
Acquisition of subsidiaries, net of cash acquired		(209)	(5,399)
Interests received		4,410	1,177
Dividends received		683	-
Net cash provided by / (used in) investing activities		**7,994**	**(9,336)**
Proceeds from issue of share capital		120,960	-
Proceeds from interest bearing liabilities		-	31,249
Repayment of interest bearing liabilities		(20,461)	(37,536)
(Decrease)/Increase in Short term financing		1,108	39,282
Repurchase of treasury shares		(1,446)	(532)
Proceeds of treasury shares		1,067	-
Contributions from investors		1,731	2,373
Distributions to investors		(2,447)	(1,682)
Interests paid		(1,346)	(3,115)
Dividends paid		(13,021)	(8,202)
Net cash provided by / (used in) financing activities		**86,145**	**21,837**
Net increase / (decrease) in cash and cash equivalents		**(6,456)**	**70,924**
Cash and cash equivalents at beginning of year		159,882	82,250
Effect of exchange rate fluctuations on cash and cash equivalents held		8,892	6,708
Cash and cash equivalents at end of year		**162,318**	**159,882**

The accompanying notes form an integral part of these consolidated financial statements.

Consolidated Statement of Changes in Equity

for the financial years ended December 31, 2007 and 2006

In $ '000	Share Capital	Share Premium	Treasury Shares	Reserves & Retained earnings	Total Group	Minority Interest	Total Equity
Notes	19	19	20	21		22	
Balance at January 1, 2006	36,500	22,137	(816)	482,210	540,031	27,381	567,412
Profit for the year	-	-	-	67,951	67,951	(1,187)	66,764
Gain on property revaluation, net of deferred tax	-	-	-	1,060	1,060	-	1,060
Exchange differences	-	-	-	14,046	14,046	1,117	15,163
Total recognized income and expense	-	-	-	83,057	83,057	(70)	82,987
Changes in scope	-	-	-	-	-	769	769
Repurchase of treasury shares	-	-	(532)	-	(532)	-	(532)
Capital distributions	-	-	-	-	-	(1,877)	(1,877)
Change in minority reserves	-	-	-	-	-	(1,950)	(1,950)
Dividends paid	-	(1,860)	-	(6,342)	(8,202)	(340)	(8,542)
Balance at December 31, 2006	36,500	20,277	(1,348)	558,925	614,354	23,913	638,267
Balance at January 1, 2007	36,500	20,277	(1,348)	558,925	614,354	23,913	638,267
Profit for the year	-	-	-	146,427	146,427	2,093	148,520
Gain on property revaluation, net of deferred tax	-	-	-	1,675	1,675	-	1,675
Exchange differences	-	-	-	23,346	23,346	957	24,303
Total recognized income and expense	-	-	-	171,448	171,448	3,050	174,498
Capital increase of March 29, 2007	7,300	113,660	-	-	120,960	-	120,960
Repurchase of treasury shares	-	-	(1,446)	-	(1,446)	-	(1,446)
Sale of treasury shares	-	-	748	319	1,067	-	1,067
Capital contributions	-	-	-	-	-	2,026	2,026
Capital distributions	-	-	-	-	-	(1,969)	(1,969)
Dividends paid	-	(5,000)	-	(8,081)	(13,081)	-	(13,081)
Balance at December 31, 2007	43,800	128,937	(2,046)	722,611	893,302	27,020	920,322

The accompanying notes form an integral part of these consolidated financial statements.

Significant Accounting Policies

Summary of Activities

"QUILVEST S.A. (the "Company") is a Luxembourg holding company incorporated under the laws of August 10, 1915 and July 31, 1929 as amended. The Company is listed on the Luxembourg Stock Exchange. The Company's status as a tax exempted billionaire holding company is maintained until December 31, 2010.

The consolidated financial statements of the Company as at and for the year ended December 31, 2007 comprise the Company and its subsidiaries (together referred to as the "Group").

The Company is directly controlling two sub-holding companies, Quilvest Private Equity Ltd, Tortola, British Virgin Islands, and Quilvest Europe SA, Luxembourg.

Quilvest Private Equity Ltd. and its subsidiaries are investment holding companies, investing both directly and indirectly. The investments include equity, debt and fund investments in private equity made worldwide.

Quilvest Europe SA, Luxembourg, is directly controlling Quilvest France and its subsidiaries, Quilvest UK Ltd, Quilvest USA Inc. and Quilvest Switzerland Ltd (formerly Société Internationale de Finance). Quilvest France makes public and private investments in France and is also the direct shareholder of Quilvest Banque Privée. Quilvest Switzerland Ltd in Zurich, Switzerland, and Quilvest Banque Privée in Paris, France, are involved in wealth management activities.

Quilvest Banque Privée is a bank, and its main activities consist of asset management and investment advisory services.

Quilvest Switzerland is a licensed Securities Dealer, and its principal business is the coordination and administration of globally invested assets. It is not directly engaged in asset management but provides investment advisory services.

Basis of Preparation and Statement of Compliance

The consolidated financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU.

The consolidated financial statements are presented in US Dollars and rounded to the nearest thousand. They are prepared on the historical cost basis except for the following assets and liabilities which are stated at their fair value : derivative financial instruments, financial investments at fair value through profit and loss, investment property and own-used property.

These consolidated financial statements were authorized for issue by the Board of Directors on May 20, 2008 and are subject to approval by the shareholders' meeting of June 27, 2008.

The presentation of the cash flow statement has been modified as a result of reclassification of interest paid and received between investing and operating activities. 2006 comparatives have been restated accordingly (impact of USD 1 million between investing and operating cash).

Use of Accounting Estimates and Judgements

The application of the Group's accounting policies require management to make judgements that can have a significant effect on the amounts recognized in the consolidated financial statements. Estimates and assumptions are made that affect the reported amounts of assets, liabilities, income, expenses and related disclosures. The estimates and underlying assumptions are based on historical experience, on information linked to the close follow-up of the underlying investments and on market-driven comparison factors. Actual results may differ from these estimates. The most significant estimates and assump-

Significant Accounting Policies (continued)

tions concern the fair valuation of the financial investments, the assumption related to the valuation of land and building, the valuation of goodwill and the actuarial assumptions related to the employee benefits.

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements, and have been applied consistently by Group entities.

Basis of Consolidation

Subsidiaries

Subsidiaries are those enterprises controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an enterprise so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control begins until the date that control ceases.

Associates

Associates are the enterprises in which the Group has significant influence, but no control, over the financial and operating policies. The consolidated financial statements include the Group's share of the total recognized profits and losses of associates on an equity accounting basis (equity method), from the date that significant influence commences until the date that significant influence ceases. When an associate makes losses, the Group's share of losses is recognized until the carrying amount of the associate is reduced to nil. Recognition of further losses is discontinued unless the Group has incurred an obligation to cover such losses.

Transactions Eliminated on Consolidation

Intra-group balances and transactions, and any unrealized gains arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealized gains arising from transactions with associates are eliminated to the extent of the Group's interest in the investee, as an adjustment to the carrying amount of the investment. Unrealized losses are eliminated in the same way as unrealized gains, to the extent that there is no evidence of impairment.

Foreign Currency

Translation principles at entity level

Items included in the financial statements of each of the Group entities are measured using their functional currency, being the currency of the primary economic environment in which the entity operates.

Foreign currency transactions are translated into the appropriate functional currency using the exchange rates prevailing at the dates of the transactions or the average exchange rate for a month.
Monetary assets and liabilities denominated in foreign currencies are translated at the reporting date into the appropriate functional currency at the exchange rate at that date.

Foreign exchange gains or losses arising on translation are recognized in profit and loss.

Significant Accounting Policies (continued)

Translation principles of foreign operations

Income and expenses of the entities which have a functional currency different from the Group reporting currency and which are fully integrated are translated into the US dollar at the average rate for the period. Assets and liabilities of these entities including goodwill and fair value adjustments arising on consolidation are translated at the spot rates at the balance sheet date. The resulting translation differences are included in equity. The cash flow movements are translated at the average rate for the period and an exchange rate difference is recognized by reconciling the movements translated at average rate with the cash at the beginning of the period translated at the spot rate prevailing at previous balance sheet date and the spot rate at current balance sheet date.

Currency exchange rates

The following exchange rates were used for translating Euros, Swiss francs and British pounds, which are the most important foreign currencies used by the Group.

	EUR/USD	CHF/USD	GBP/USD
Year-end 2005	0.84531	1.31470	0.58032
Average 2006	0.79615	1.24883	0.53987
Year-end 2006	0.75821	1.21990	0.51101
Average 2007	0.72834	1.19740	0.50021
Year-end 2007	0.68397	1.13214	0.50234

Cash and Cash Equivalent

Cash and cash equivalents are comprised of cash in hand, postal and bank accounts as well as short-term instruments with an original maturity of less than 90 days.

Loans and Advances to Banks and Customers and Other Receivables

The loans, advances and receivables are initially recognized at cost, which is the fair value of the consideration given, including transaction costs that are directly attributable to the acquisition of the asset. Loans and receivables are subsequently measured at their amortized cost. An impairment test is applied at each closing date on loans and advances by assessing their contractual terms to specific counterparty and country risk exposure.

Impairment losses and reversals of impairment losses are recognized in the income statement.

Significant Accounting Policies (continued)

Financial Investments and Fair Values

The Group's investments primarily relate to private equity investments. These investments are stated at fair value on an item-by-item basis, as determined by the Investment Manager and approved by the Board of Directors. Fair value is defined as the estimated amount for which an asset could be exchanged between knowledgeable, willing parties in an arm's length transaction. Options and similar rights attached to the investments are also considered in determining fair value.

According to Quilvest's investment strategy, all in-house managed financial assets (equity and debt instruments) are designated upon initial recognition at fair value through the profit and loss accounts. Any transaction costs are expensed as incurred. Subsequently, any changes in fair value are recognized as well in the income statement. Changes in fair value due to currency gains or losses are not separately recognized, but included in the change in fair value on the income statement. The Group does not have any financial instruments classified as available for sale.

If Quilvest's share in ownership interest or voting rights exceeds 20% without granting control on the investment, then, in accordance with the scope exclusion of IAS 28, those investments are upon initial recognition classified as "designated at fair value through profit and loss" in accordance with IAS 39.

Listed investments

The fair value of listed investments is based on stock price at year end. Estimated future selling costs are not deducted.

Unlisted equity securities

The fair value of unlisted equity securities is determined by applying the entry earning multiple to the estimated earnings of the underlying investee companies, unless there are indications that another valuation technique should be applied. Indicators for other valuation techniques include recent arm's length market transactions, reference to the current fair value of another instrument that is substantially the same, or prices obtained in actual market transactions.

Because of inherent uncertainties of valuation, the value of investments and any related value adjustments may differ significantly from the amounts that would have been used had an active market for the investments existed, and the difference could be material.

Third party funds designated at fair value through profit and loss

The fair value of third party funds is based on the annual financial statements prepared by the underlying funds which normally have year end on December 31st. If the annual financial statements at December 31st are not available, the fair value will be determined based on the most recent financial statements, adjusted for cash flows.

Financial assets and liabilities held for trading

This category includes exclusively derivatives. These are initially recognized at fair value. Subsequent to initial recognition, all derivatives are stated at fair value at the balance sheet date. Gains and losses on remeasurement of derivatives are recognized in the income statement.

The positive fair values of the derivatives are presented in the consolidated balance sheet under "Financial assets held for trading". The negative fair values of the derivatives are presented in the consolidated balance sheet under "Financial liabilities held for trading".

Significant Accounting Policies (continued)

Investment-related loans

These include investment-related loans which are non convertible loans granted to direct investments. Most loans present characteristics of equity investments. They are initially recognized at fair value and stated at fair value at the balance sheet date.

Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Expenditures are capitalized as separate assets, only when it is probable that future economic benefits associated with an item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement as expenses as they are incurred.

Depreciation is charged to the income statement on a straight-line basis over the estimated useful lives of property, plant and equipment. Land is revalued but not depreciated. The estimated useful lives are as follows:

- Buildings 50 years
- Fixtures and Fittings 2 - 10 years
- Cars 2-5 years
- EDP 3 years

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at each balance sheet date. Own-used buildings are carried at a revalued amount, which is the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Any surplus arising on the revaluation is recognized directly in the revaluation reserves within equity. If the fair value of the building is decreased as result of a revaluation, the decrease is recognized in the income statement only if the decrease exceeds the amount previously recognized in equity.

Investment Property

Investment property is mainly held for rental income or for capital appreciation. Investment property is measured at fair value, with changes in fair value recognized in profit or loss.

Goodwill

Goodwill arising on an acquisition represents the excess of the cost of the acquisition over the fair value of the net identifiable assets acquired. Goodwill is tested yearly for impairment and is carried at cost less accumulated impairment losses.

Other Intangible Assets

Software acquired by the Group is stated at cost less accumulated amortization and impairment losses. It is amortized over 2-5 years on a straight-line basis.
The Group does not have any internally generated intangible assets.

Significant Accounting Policies (continued)

Impairment

Impairment of financial assets

At each balance sheet date the Group assesses whether there is objective evidence that financial assets other than financial assets at fair value through profit or loss are impaired.

Financial assets are impaired when objective evidence demonstrates that a loss event has occurred after the initial recognition of the asset, and that the loss event has an impact on the future cash flows on the asset that can be estimated reliably.

Objective evidence that financial assets are impaired can include default or delinquency by a borrower, restructuring of a loan or advance by the Group on terms that the Group would not otherwise consider, indications that a borrower or issuer will enter bankruptcy or the disappearance of an active market for a security.

Impairment losses on assets carried at amortised cost are measured as the difference between the carrying amount of the financial assets and the present value of estimated cash flows discounted at the assets' original effective interest rate. Losses are recognised in profit or loss and reflected in an allowance account against loans and advances. Interest on the impaired asset continues to be recognised through the unwinding of the discount.

When a subsequent event causes the amount of impairment loss to decrease, the impairment loss is reversed through profit or loss.

Impairment of non-financial assets

The carrying amounts of the Group's non-financial assets, other than investment property and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. The recoverable amount of goodwill is estimated at each reporting date.
An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups.

Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a prorata basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Significant Accounting Policies (continued)

Deposits, Interest-bearing liabilities and Other liabilities

Deposits, interest-bearing liabilities and other liabilities are recognized initially at cost, being the fair value of the consideration received less attributable transaction costs. Subsequent to initial recognition, interest-bearing liabilities are measured at amortized cost with any differences between cost and redemption value being recognized in the income statement over the period of the liabilities at an effective interest rate basis.

Convertible bonds

Quilvest S.A. issued in 2003 a convertible loan that can be converted to share capital at a fixed predetermined conversion ratio at the option of the holder at the maturity date of June 30, 2008. This loan is accounted for as a compound financial instrument, net of attributable transaction costs. The equity component of the convertible loan is calculated as the excess of the issue proceeds over the present value of the future interest and principal payments, discounted at the market rate of interest applicable to similar liabilities that do not have a conversion option. This component is included in equity. The interest expense recognized in the income statement is calculated using the effective interest rate method.

Employee benefit obligations

The Group sponsors pension plans according to the national regulations of the countries in which it operates. The significant pension plans in France and Switzerland qualify as defined benefit plans under IAS 19. The respective employee benefit costs are determined in accordance with the Projected Unit Credit Method. Actuarial calculations are conducted on an annual basis. Any excess of the defined benefit obligation over the fair value of plan assets is initially recognized and presented under employee benefit obligations. A pension asset is recognized only to the extent that it represents economic benefits in the form of refunds or reductions in future contributions. Actuarial gains and losses arising from subsequent calculations are recognized to the extent that they exceed 10% of the greater of the defined benefit and the fair value of the plan assets. The amount exceeding this corridor is amortized over the average remaining working lives of the employees participating in the plan.

The pension plan in Luxembourg is a defined contribution plan. The pension costs recognized during a period for such plans equal the contributions paid or due for that period.

Provisions

A provision is recognized on the balance sheet when the Group has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation.

If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Share capital

Ordinary shares with discretionary dividends are classified as equity. Dividends on ordinary shares are recognized in equity in the period in which they are declared. External costs directly attributable to the issuance of new shares are presented net of the related tax, as a deduction from the proceeds in equity.
When the Group purchases the Company's own shares, the consideration paid, including any attributable transaction cost, net of income tax, is presented as treasury shares and deducted from equity. When such shares are subsequently sold or reissued, any consideration received is included in equity.

Significant Accounting Policies (continued)

Share-based payments

The Group operates a cash-settled, share-based payment compensation plan in one of its banking subsidiaries. The plan relates to a French subsidiary of the Group and does not concern potential emission of shares of the Company. This subsidiary grants to its employees a right to receive a future cash payment by granting to them a right to shares to be issued upon the exercise of share options, which are redeemable, either mandatorily (upon cessation of employment) or at the employee's option.

The fair value of the employee services received in exchange for the grant of the options is recognized as an expense. The total amount to be expensed over the vesting period is determined by reference to the fair value of the options granted. Additionally, the company recognizes a liability for the redemption of the shares. The liability is measured initially, and at each reporting date until settled, at the fair value of the options by applying an option pricing model. Once the options are exercised, the liability is revalued at the fair value of the redeemable shares. The liability is written off when the shares are redeemed.

Net income from directly held investments

Net income from directly held investments includes interest, dividend income and fair value changes on investments classified at fair value through profit and loss.

Interest income on debt securities or on loans is recognized as it accrues, taking into account the effective yield on the asset. Dividend income is recognized at the date that the dividend is declared. For investments classified at fair value through profit and loss, fair value changes are recognized directly in profit and loss.

Net income from wealth management activities

Net income from wealth management activities includes interest and expenses on loans and advances to/from banks and bank customers, impairment losses on loans and fee and commission income.

Brokerage fees earned from executing securities transactions are recorded when the service has been provided. Portfolio and other management, advisory and other service fees are recognized based on the terms of the applicable service contracts. Asset management fees related to investment funds are recognized prorata temporis over the period the service is provided. The same principle is applied to fees earned for wealth management financial planning and custody services that are continuously provided over an extended period of time.

Carried interest

Carried interest receivable

The Group earns a share of profits ("carried interest receivable") from target investments which it manages on behalf of third parties. These profits are earned once the investments meet certain performance conditions.

Carried interest receivable is only accrued if the performance conditions of those investments, measured at the balance sheet date, are met based on the assumption that the underlying assets are realised at fair value. The accrual is made on the Group's share of profit in excess of the performance conditions.

Significant Accounting Policies (continued)

Carried interest payable

The Group offers investment executives the opportunity to participate into the returns from successful investments. "Carried interest payable" is the term used for amounts payable to executives on investment-related transactions.
A variety of asset-pooling arrangements is in place so that executives may have an interest in one or more carried interest schemes.

Carried interest payable is only accrued on those schemes in which the performance conditions, measured at the balance sheet date, would have been achieved if the remaining assets in the scheme were realised at fair value. The accrual corresponding to the executives' share of profits is made on the excess of the performance conditions of the different existing schemes.

Income tax

Income tax on the profit or loss for the year is comprised of current and deferred taxes. Income tax is recognized in the income statement except to the extent that it relates to items recognized directly in equity, in which case the income tax is recognized in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, plus any adjustment to tax payable relating to previous years.
Deferred tax is recognized based on the balance sheet liability method, on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not accounted for: goodwill non-deductible for tax purposes; the initial recognition of assets or liabilities that affect neither accounting nor taxable profit; and differences relating to investments in subsidiaries, to the extent that they will probably not be reversed in the foreseeable future. The amount of deferred tax recognized is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantially enacted at the balance sheet date.

A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Additional income taxes that arise from the distribution of dividends are recognized when the liability to pay the related dividend is incurred.

Significant Accounting Policies (continued)

Earnings per share

The Group presents basic and diluted earnings per share (EPS) data. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which comprise convertible bonds.

Segment information

The Group's primary dimension for segment reporting is business segments and the secondary dimension is geographical segments. The risks and returns of the Group's operations are primarily determined by the different business activities rather than the different locations of the Group's activity. This is reflected by the Group's management and organizational structure and internal financial reporting systems.

Business segments

The Group has two main areas of activity which are presented as the business segments "Private Equity" and "Wealth Management". The Private Equity segment is mostly concentrated in Quilvest Private Equity Inc. and its subsidiaries. The Wealth Management segment is concentrated in its private banking structures, Quilvest Switzerland in Zurich and Quilvest Banque Privée in Paris. The additional "Corporate" segment includes the supporting administrative activities concentrated at the level of the holding and sub-holding structures.

Geographical segments

The Private Equity segment operates worldwide, principally in Europe, in America and in Asia.
There are no significant inter-segment transactions.

Significant Accounting Policies (continued)

New IFRS standards and IFRIC interpretations

New standards, amendments and interpretations to existing standards have been published up to the date the Board of Directors has approved these consolidated financial statements, which are mandatory for the Group from accounting periods beginning January 1, 2008 and which the Group has not early adopted. See below the Group's assessment on those new accounting and reporting developments.

1) New and revised standards

IFRS 8	Operating Segments
Date of required application	January 1, 2009
Content	This new standard defines the disclosures relating to operating segments and requires entities to disclose quantitative and qualitative information on products and services, geographical areas and major customers.
Assessment	Management is currently analyzing the impact of this amendment on the Group's disclosures.
Revised IAS 23	Borrowing costs
Date of required application	January 1, 2009
Content	The revisions to IAS 23 concern restrictions to the accounting treatment of borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset.
Assessment	Management considers that this revised standard will have no impact on the Group.
Revised IAS 1	Presentation of Financial Statements
Date of required application	January 1, 2009
Content	The revisions aim to improve users' ability to analyse and compare the information given in financial statements.
Assessment	The revisions will change the presentation of owner changes in equity and of comprehensive income.
Revised IFRS 3	Business Combination
Date of required application	January 1, 2009
Content	The revisions to IFRS 3 maintain the accounting principle of the acquisition method for business combinations with some significant changes.
Assessment	IFRS 3 will have an impact on how the Group reports on business combinations.

Significant Accounting Policies (continued)

Revised IAS 27	Consolidated and separate financial statements
Date of required application	July 1, 2009
Content	The revisions to IAS 27 provide mainly guidance on changes in ownership interests.
Assessment	Management is currently analysing the impact of this amendment on the Group's disclosures.
Revised IAS 32	Financial instruments: Presentation
Date of required application	January 1,2009
Content	The revisions to IAS 32 require that some puttable financial instruments and some financial instruments that impose on the entity an obligation to deliver to another party a prorata share of the net assets of the entity only on liquidation to be classified as equity.
Assessment	Management is currently analysing the impact of this amendment on the Group's disclosures.

2) New interpretations

IFRIC 11	Group and Treasury Share Transactions Effective March 1, 2007
IFRIC 12	Service Concession Arrangements Effective January 1, 2008
IFRIC 13	Customer Loyalty Programmes Effective July 1, 2008
IFRIC 14	IAS 19 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction Effective January 1, 2008
Assessment	Interpretations IFRIC 12 and 13 do not apply to the Group; interpretations IFRIC 11 and 14 apply to the Group but have limited or no impact.

Notes to the Consolidated Financial Statements

1) Changes in the scope of consolidation

Compared to year-end 2006, the following changes in the scope of consolidation were integrated in these financial statements.

In the Private Equity business segment, several new private equity vehicles were incorporated during the year 2007 and their investments integrated at cost in these financial statements.

The new active Group vehicles are QPE PEP 2007, QS Candy 2, QS Microfinances, QS Speed, QS Roofing and QS Salons.

A new company was incorporated in London in January 2007, Quilvest UK Ltd, which is 100% owned by the Group and is fully consolidated.

Quilvest Participation Ltd was incorporated on February 14, 2007 and contributed in kind to the capital increase of the Company dated March 29, 2007. This entity is 100% owned by the Group and fully consolidated.

Quilvest France S.A.S. incorporated in April 2007 Quilvest Ventures, management company of the fund "Quilvest Ventures II". The Group holds 70% of the voting rights of this entity and has an additional put to acquire the remaining minority interests under certain conditions. This last commitment has been treated in these financial statements as an anticipated acquisition of the minority interests.

Notes to the Consolidated Financial Statements (continued)

2) Main consolidated structures

All companies integrated in the consolidation scope have their closing date at December 31st.

	Country	% held	Segment
Quilvest S.A., the Parent Company	Luxembourg		Corporate
Quilvest Europe S.A.	Luxembourg	100	Corporate
Quilvest France S.A.S.	France	100	Private Equity
Quilvest UK Ltd.	Great-Britain	100	Private Equity
Quilvest Participation Ltd.	Gibraltar	100	Corporate
Quilvest USA Inc.	Delaware	100	Private Equity
Quilvest Banque Privée S.A. and its subsidiaries	France	100	Wealth Management
Quilvest Switzerland Ltd. and its subsidiaries	Switzerland	75	Wealth Management
Quilvest Private Equity Ltd.	British Virgin Islands	100	Private Equity
Quilvest American Equity Ltd.	British Virgin Islands	100	Private Equity
Quilvest American Venture Ltd.	British Virgin Islands	100	Private Equity
Quilvest European Equity Ltd.	British Virgin Islands	100	Private Equity
Quilvest European Venture Ltd.	British Virgin Islands	100	Private Equity
Quilvest Asian Equity Ltd.	British Virgin Islands	100	Private Equity
Quilvest Asian Venture Ltd.	British Virgin Islands	100	Private Equity
Quilvest Ventures Ltd. and its subsidiaries	British Virgin Islands	100	Private Equity
QS Companies USA Ltd. and its subsidiaries	British Virgin Islands	100	Private Equity
QS Companies Europe Ltd. and its subsidiaries	British Virgin Islands	100	Private Equity
QS PEP Holding Ltd. and its subsidiaries	British Virgin Islands	100	Private Equity
QS Strategic GP's Ltd.	British Virgin Islands	100	Private Equity
Quilvest Finance Ltd. and its subsidiaries	British Virgin Islands	100	Corporate & Private Equity

Notes to the Consolidated Financial Statements (continued)

3) Cash and Cash Equivalents

In $ '000	2007	2006
Cash in hand (Petty cash)	371	329
Balances with banks	76,412	36,369
Call and fixed term deposits < 3 months	85,535	121,939
Cash in transit	-	1,245
Cash and Cash Equivalents	**162,318**	**159,882**

4) Loans and Advances to Banks

In $ '000	2007	2006
Net loans and advances to banks	**-**	**3,505**

The impairment testing undertaken resulted in no specific allowance for impairment at the end of 2006.
Quilvest Banque Privée advanced during 2006 an amount of USD 3,505,000 to a bank, that has been reimbursed during 2007.

5) Loans and Advances to Bank Customers

In $ '000	2007	2006
Loans and advances to bank customers	127,810	104,227
Specific allowance for impairment	(2,290)	(930)
Net loans and advances to bank customers	**125,520**	**103,297**

The impairment testing undertaken by Quilvest Switzerland resulted in a specific allowance for impairment of CHF 2,593,000 (USD 2,290,000) at the end of 2007 compared to CHF 1,135,000 (USD 930,000) at the end of 2006. This amount covers potential default risk from specific clients. The change of CHF 1,458,000 (USD 1,217,000) is recognized in the income statement.

Notes to the Consolidated Financial Statements (continued)

6) Other Receivables, Accrued Income and Prepaid Expenses

In $ '000	2007	2006
Interest receivable and accrued interest	1,543	2,725
Carried interest receivable	8,612	5,432
Other assets and receivables	33,569	18,675
Loans to employees	278	849
Accrued income	4,246	4,484
Prepaid expenses	728	326
Other Receivables, Accrued Income and Prepaid Expenses	**48,976**	**32,491**

The impairment testing undertaken resulted in no specific allowance for impairment at the end of 2006 and 2007.
"Other assets and receivables" include at end of 2007 receivables of USD 19,829,000 from disposed-off Private Equity investments.

7) Investments and Derivatives

7.1) Global overview on investments

7.1.1) Financial assets designated at fair value through profit and loss

In $ '000	2007	2006
Debt securities	16	297
Equity securities	228,464	190,149
Third party funds	535,979	354,769
Convertible loans	9,265	5,831
Total	773,724	551,046
7.1.2) Financial assets held for trading - Derivatives	6,919	1,443
7.1.3) Loans and receivables - Investment-related loans	11,925	5,191
Total Investments	792,568	557,680

7.2.1) Schedule of changes in investments designated at fair value through profit and loss in 2007

In $ '000	Equity, Debt securities and convertible loans	Third party funds	Total
Fair value at opening balance	196,277	354,769	551,046
Additions	62,357	243,639	305,996
Disposals	(107,832)	(142,089)	(249,921)
Net gains on financial assets	80,527	74,557	155,084
Currency differences	6,416	5,103	11,519
Fair value at closing balance	237,745	535,979	773,724

The acquisitions of Private Equity investments generated a cash-outflow of USD 292 million (USD 211 million in 2006) and the disposals from the investments a cash-inflow of USD 221 million (USD 287 million in 2006) as stated in the corresponding lines of the consolidated cash flow statement.

7.2.2) Schedule of changes in investments designated at fair value through profit and loss in 2006

In $ '000	Equity, Debt securities and convertible loans	Third party funds	Total
Fair value at opening balance	186,628	334,878	521,506
Additions	43,052	182,061	225,113
Disposals	(65,425)	(233,111)	(298,536)
Net gains on financial assets	27,129	68,831	95,960
Currency differences	4,893	2,110	7,003
Fair value at closing balance	196,277	354,769	551,046

Notes to the Consolidated Financial Statements (continued)

7.3.1) Detailed schedule of derivatives by nature and maturity in 2007

In $ '000	Notional amount with remaining life of				Fair values	
	Less than 3 months	3 months to 1 year	More than 1 year	Total	positive	negative
ASSETS						
Foreign currency forward contracts	28,537	140,663	-	169,200	1,577	-
Foreign currency option contracts	-	325,026	-	325,026	5,342	-
LIABILITIES						
Foreign currency forward contracts	28,663	63,503	-	92,166	-	770
Foreign currency option contracts	-	298,728	-	298,728	-	8,435
Total					**6,919**	**9,205**

7.3.2) Detailed schedule of derivatives by currency risk in 2007

In $ '000	USD/CHF		EUR/CHF		EUR/USD		GBP/USD	
	Weighted average contracted exchange rates	Notional amount	Weighted average contracted exchange rates	Notional amount	Weighted average contracted exchange rates	Notional amount	Weighted average contracted exchange rates	Notional amount
Buy								
Less than 3 months	1.1172	2,029	1.6520	2,157	1.4482	17,249	1.9902	418
Between 3 months and 1 year	-	-	-	-	1.4031	419,124	2.0309	9,802
Total		**2,029**		**2,157**		**436,373**		**10,220**
Sell								
Less than 3 months	1.1290	13,495	1.6520	2,152	1.4487	17,085	1.9902	418
Between 3 months and 1 year	1.1367	43,879	-	-	1.4196	345,204	2.0309	10,000
Total		**57,284**		**2,152**		**362,289**		**10,418**

The remaining notional amount of USD 2,197,000 represents a less than 3 months coverage position of JPY and NZD against CHF, split in a buy position corresponding to CHF 1,251,000 and a sell position corresponding to CHF 1,238,000.

Notes to the Consolidated Financial Statements (continued)

7.3.3) Detailed schedule of derivatives by nature and maturity in 2006

In $ '000	Notional amount with remaining life of				Fair values	
	Less than 3 months	3 months to 1 year	More than 1 year	Total	positive	negative
ASSETS						
Foreign currency forward contracts	80,677	5,888	-	86,565	830	-
Foreign currency option contracts	24,400	49,100	26,000	99,500	613	-
LIABILITIES						
Foreign currency forward contracts	99,108	7,190	-	106,298	-	825
Foreign currency option contracts	-	-	-	-	-	-
Total					1,443	825

7.3.4) Detailed schedule of derivatives by currency risk in 2006

In $ '000	USD/CHF		EUR/CHF		EUR/USD	
	Weighted average contracted exchange rates	Notional amount	Weighted average contracted exchange rates	Notional amount	Weighted average contracted exchange rates	Notional amount
Buy						
Less than 3 months	1.2182	39,746	1.6075	40,302	-	-
Between 3 months and 1 year	1.2102	3,801	1.6063	2,087	-	-
Total		43,547		42,389		
Sell						
Less than 3 months	1.2168	56,363	1.6068	42,677	1.2200	24,400
Between 3 months and 1 year	1.2268	6,259	1.5826	931	1.2275	49,100
More than 1 year	-	-	-	-	1.3000	26,000
Total		62,622		43,608		99,500

The remaining notional amount of USD 696,000 represents a Buy position within 3 months of a CHF position.

Notes to the Consolidated Financial Statements (continued)

7.4) Detailed schedule of investment-related loans by maturity date

In $ '000	2007	2006
Within 1 year	-	989
Between 1 and 5 years	8,591	1,217
More than 5 years	3,334	2,985
Total	**11,925**	**5,191**

Notes to the Consolidated Financial Statements (continued)

8) Property, Plant and Equipment

8.1) Schedule of changes in property, plant and equipment for the year 2007

In $ '000	Land	Buildings	Fixtures and fittings	Cars	EDP hardware	Total
Cost						
Balance at January 1, 2007	5,385	8,077	4,631	399	1,761	20,253
Additions	801	1,638	645	80	677	3,841
Revaluation gains/(losses)	1,165	1,349	-	-	-	2,514
Transfers	-	-	114	-	(432)	(318)
Disposals and derecognized assets	-	-	(264)	(78)	(118)	(460)
Currency differences	712	1,070	467	43	167	2,459
Balance at December 31, 2007	8,063	12,134	5,593	444	2,055	28,289
Depreciation and impairment losses						
Balance at January 1, 2007	-	487	2,757	216	1,181	4,641
Depreciation charge for the year	-	405	426	75	354	1,260
Transfers	-	-	108	-	(426)	(318)
Disposals and derecognized assets	-		(188)	(65)	(51)	(304)
Currency differences	-	79	305	23	104	511
Balance at December 31, 2007	-	971	3,408	249	1,162	5,790
Carrying amounts						
Balance at January 1, 2007	5,385	7,590	1,874	183	580	15,612
Balance at December 31, 2007	8,063	11,163	2,185	195	893	22,499

In December 2007, Quilvest Group received the appraisal from Cabinet Hellier du Verneuil for the property located at 241 and 243 Boulevard Saint Germain as well as on 86 Rue de Lille in Paris. The appraised value of buildings and land amounts to a total fair value of EUR 20,385,000, including the investment property (refer to note 9). The fair value is based on the rental value of the buildings at current market rates for well-situated commercial real estate.

The own-used part of the buildings has been revalued accordingly and the revaluation gain recognized directly in equity, i.e. to the revaluation reserve for own-used buildings. Accumulated depreciation has been charged against the revalued amount, taking into account an estimated economic life of 50 years.

The investment part of the property follows the same valuation, but is accounted for under a separate balance sheet heading. The corresponding revaluation is booked in the income statement.

Notes to the Consolidated Financial Statements (continued)

8.2) Schedule of changes in property, plant and equipment for the year 2006

In $ '000	Land	Buildings	Fixtures and fittings	Cars	EDP Hardware	Total
Cost						
Balance at January 1, 2006	4,230	6,347	3,446	434	1,201	15,658
Additions	-	-	839	-	571	1,410
Revaluation gains/(losses)	637	953	-	-	-	1,590
Disposals and derecognized assets	-	-	(35)	(79)	(147)	(261)
Currency differences	518	777	381	44	136	1,856
Balance at December 31, 2006	5,385	8,077	4,631	399	1,761	20,253
Depreciation and impairment losses						
Balance at January 1, 2006	-	253	2,135	170	932	3,490
Depreciation charge for the year	-	195	397	69	282	943
Disposals and derecognized assets	-	-	(28)	(43)	(137)	(208)
Currency differences	-	39	253	20	104	416
Balance at December 31, 2006	-	487	2,757	216	1,181	4,641
Carrying amounts						
Balance at January 1, 2006	4,230	6,094	1,311	264	269	12,168
Balance at December 31, 2006	5,385	7,590	1,874	183	580	15,612

Notes to the Consolidated Financial Statements (continued)

9) Investment Property

Schedule of changes in the Investment Property

In $ '000	2007	2006
At fair value		
Balance at January 1	8,049	6,952
Revaluation gains/ (losses)	890	284
Currency differences	895	813
Balance at December 31	**9,834**	**8,049**

Carrying amount

Balance at January 1	8,049	6,952
Balance at December 31	9,834	8,049

The investment property relates to offices rented to third parties within the building located at 241 and 243, Boulevard Saint-Germain in Paris.

Rental income related to this invesment amounts to USD 432,000 in 2007 (EUR 295,000), compared to USD 343,000 (EUR 260,000) in 2006.

The operating expenses related to the buildings amount to USD 98,000 (EUR 67,000) in 2007, compared to USD 121,000 (EUR 92,000) in 2006.

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Notes to the Consolidated Financial Statements (continued)

10) Intangible Assets

10.1) Schedule of changes in Intangible assets for the year 2007

In $ '000	Goodwill	Other	Total
At cost			
Balance at January 1, 2007	13,512	4,329	17,841
Additions	1,674	723	2,397
Disposals and derecognized assets	-	(2)	(2)
Currency differences	1,575	362	1,937
Balance at December 31, 2007	**16,761**	**5,412**	**22,173**
Accumulated depreciation and impairment losses			
Balance at January 1, 2007	-	2,038	2,038
Amortization charge for the year	-	377	377
Disposals and derecognized assets	-	(2)	(2)
Currency differences	-	227	227
Balance at December 31, 2007	**-**	**2,640**	**2,640**
Carrying amounts			
Balance at January 1, 2007	**13,512**	**2,291**	**15,803**
Balance at December 31, 2007	**16,761**	**2,772**	**19,533**

The goodwill relates to Copagest (USD 11,433,000) and Gestor (USD 5,328,000) in Quilvest Banque Privée. Goodwill additions primarily relate to the valuation of the put on minority interest in Copagest.

The other intangible assets relate to IT developments for the Swiss subsidiaries, specifically a new banking system, a front-office software package for the tracking of the private equity investments and a new group reporting software.

No impairment losses had to be accounted for intangible assets at end of 2007 and 2006.

Notes to the Consolidated Financial Statements (continued)

10.2) Schedule of changes in Intangible assets for the year 2006

In $ '000	Goodwill	Other	Total
At cost			
Balance at January 1, 2006	11,464	3,442	14,906
Additions	633	847	1,480
Disposals and derecognized assets	-	(260)	(260)
Adjustment of goodwill due to subsequent recognition of deferred tax assets	56	-	56
Currency differences	1,359	300	1,659
Balance at December 31, 2006	**13,512**	**4,329**	**17,841**
Accumulated depreciation and impairment losses			
Balance at January 1, 2006	-	1,838	1,838
Amortization charge for the year	-	296	296
Disposals and derecognized assets	-	(260)	(260)
Currency differences	-	164	164
Balance at December 31, 2006	**-**	**2,038**	**2,038**
Carrying amounts			
Balance at January 1, 2006	**11,464**	**1,604**	**13,068**
Balance at December 31, 2006	**13,512**	**2,291**	**15,803**

The goodwill relates to Copagest (USD 8,706,000) and Gestor (USD 4,806,000) in Quilvest Banque Privée. The good health of the respective portfolios lead to no impairment loss at the end of 2006.

The other intangible assets relate to IT developments for the Swiss subsidiaries, specifically a new banking system for Quilvest Switzerland and a front-office software package for the tracking of the private equity investments.

Notes to the Consolidated Financial Statements (continued)

11) Investments in Associates

The Group has the following investments in associates.

In $ '000	Country	Ownership interest (%) at end of 2007	Carrying amount at Dec 2007	Carrying amount at Dec 2006
Quilvest & Associés Gestion d'Actifs SAS	France	50%	1,489	887
Fideas Capital SAS	France	34%	92	45
Gaspal Holding SAS	France	34%	664	540
Total			**2,245**	**1,472**

The increase of the carrying amount during 2007 is explained by the shares in the profits of the associates for USD 576,000 and by currency differencies of USD 197,000.

The financial information on the associates at December 2007 is summarized as follows

In $ '000	Current assets	Non-current assets	Current liabilities	Non-current liabilities and equity
Quilvest & Associés Gestion d'Actifs SAS	3,734	30	767	2,997
Fideas Capital SAS	387	61	180	268
Gaspal Holding SAS	1,534	1,437	948	2,023
Total	**5,655**	**1,528**	**1,895**	**5,288**

In $ '000	Revenues	Expenses	Net result
Quilvest & Associés Gestion d'Actifs SAS	4,618	(3,634)	984
Fideas Capital SAS	892	(776)	116
Gaspal Holding SAS	2.364	(2,201)	163
Total	**7,874**	**(6,611)**	**1,263**

Notes to the Consolidated Financial Statements (continued)

Quilvest & Associés Gestion d'Actifs SAS

The minority shareholders of Quilvest & Associés Gestion d'Actifs have a put option to sell their respective interests to Quilvest Banque Privée (QBP), in the event that the shareholding of QBP in Quilvest & Associés exceeds 50%.

Fideas Capital SAS

Fideas Capital SAS is a company active in asset management consultancy. During the financial year 2007, the French Market Authority supervisor approved Fideas Capital SAS as a management company.

Gaspal Holding

This associate was established in August 2006 and evaluated at cost at the end of 2006.
This entity is a management company targeting high net worth individuals as well as institutional investors.

Notes to the Consolidated Financial Statements (continued)

12) Deferred Tax Assets and Liabilities

12.1) Recognized Deferred Tax Assets and Liabilities

In $ '000	2007		2006		2007	2006
	Assets	Liabilities	Assets	Liabilities	net	net
Investments	-	70	-	106	(70)	(106)
Property, Plant and Equipment	15	4,565	80	3,390	(4,550)	(3,310)
Investment property	-	3,178	-	2,582	(3,178)	(2,582)
Intangible assets	9	-	4	-	9	4
Investments in associates	-	-	-	5	-	(5)
Employee benefits	151	-	117	(33)	151	150
Other provisions	-	1,678	-	1,556	(1,678)	(1,556)
Total deferred tax asset/(liabilities)	175	9,491	201	7,606	(9,316)	(7,405)

12.2) Movements of net deferred tax assets and liabilities

In $ '000	2007	2006
Net deferred tax assets (liabilities) at opening balance	(7,405)	(6,523)
Decrease/(Increase) in temporary differences	(1,139)	172
Currency differences	(772)	(1,054)
Net deferred tax assets/(liabilities) at closing balance	(9,316)	(7,405)

Deferred tax assets have not been recognized in respect of tax losses corresponding to USD 1,163,000 in 2006. Deferred tax assets have not been recognized in respect of these items because it was not probable that future taxable profit would be available against which the Group can utilise the benefits therefrom.

The deductible temporary difference did not expire under current fiscal legislation.

Notes to the Consolidated Financial Statements (continued)

12.3) Movements in net deferred tax assets (liabilities) per class

12.3.1) Movements for the year 2007

In $ '000	Balance January 1	Recognized in profit & loss	Recognized in equity	Balance December 31
Investments	(106)	44	(8)	(70)
Property, Plant and Equipment	(3,310)	18	(1,258)	(4,550)
Investment property	(2,582)	(304)	(292)	(3,178)
Intangible assets	4	4	1	9
Investments in associates	(5)	6	(1)	-
Employee benefits	150	(15)	16	151
Other provisions	(1,556)	-	(122)	(1,678)
Total	**(7,405)**	**(247)**	**(1,664)**	**(9,316)**

12.3.2) Movements for the year 2006

In $ '000	Balance January 1	Recognized in profit & loss	Recognized in equity	Balance December 31
Other receivables	2	(2)	-	-
Investments	(539)	544	(111)	(106)
Property, Plant and Equipment	(2,449)	(158)	(703)	(3,310)
Investment property	(2,217)	(110)	(255)	(2,582)
Intangible assets	1	3	-	4
Investments in associates	-	(5)	-	(5)
Employee benefits	24	111	15	150
Other provisions	(1,345)	(211)	-	(1,556)
Total	**(6,523)**	**172**	**(1,054)**	**(7,405)**

Quilvest

Notes to the Consolidated Financial Statements (continued)

12.4) Reconciliation between applicable and effective tax rate

This table reconciles the effective tax amounts presented in the consolidated income statement with the amount theoretically calculated with local applicable tax rates.

In $ '000	2007	2006
Profit before tax	151,128	69,325
Luxembourg theoretical tax rate	30%	30%
Expected income tax expense	**45,338**	**20,798**
Current income taxes relating to prior periods	**(736)**	**355**
Effects that increase tax expense :		
Non-deductible expenses	1,543	1,418
Increase/(decrease) in valuation adjustments on deferred tax assets/liabilities	247	800
Other	13	40
Total	**1,803**	**2,258**
Effects that decrease tax expense :		
Tax effects of non-taxable income, capital gains and fair value changes	(44,304)	(19,241)
Use of unrecognized tax losses carried forward	-	(138)
Fiscal integration and sub-consolidation effects	507	(1,471)
Total	**(43,797)**	**(20,850)**
Tax expense in the income statement	**2,608**	**2,561**

Notes to the Consolidated Financial Statements (continued)

13) Deposits from Banks

In $ '000	2007	2006
Payable on demand	14,316	27,129
With agreed maturity date or period of notice	13,000	-
Total Deposits from Banks	**27,316**	**27,129**

The amount concerns short-term deposits from external financial institutions. Most deposits from banks are denominated in USD.

14) Deposits from Bank Customers

In $ '000	2007	2006
Payable on demand	117,494	122,331
With agreed maturity date or period of notice	1,324	-
Total Deposits from Bank Customers	**118,818**	**122,331**

In 2007, deposits from Bank Customers comprise USD 35.4 million and EUR 55.3 million and USD 66.9 million and EUR 42 million in 2006.

15) Other Liabilities, Deferred Income and Accrued Expenses

In $ '000	2007	2006
Accounts payable	14,838	18,166
Interest payable	1,311	5,178
Dividends payable	37	27
Liabilities relating to share purchase agreements	6,089	3,452
Carried interest payable	8,194	5,361
Liabilities relating to performance bonus	14,510	8,494
Accrued expenses	19,418	12,112
Deferred income	707	307
Total Other Liabilities, Deferred Income and Accrued Expenses	**65,104**	**53,097**

The liabilities relating to share repurchase agreements include the liabilities of the Group towards minority shareholders generated by the existence of share repurchase agreements for an amount of USD 5,065,000 at the end of 2007 compared to USD 2,730,000 in 2006, as well as the obligation to repurchase the stock options granted to employees for USD 1,024,000 in 2007 compared to USD 722,000 in 2006.

Notes to the Consolidated Financial Statements (continued)

16) Interest-bearing Liabilities

16.1) Terms and debt repayment schedule at end of 2007

In $ '000	Amount	Less than 1 year	1-5 years	Over 5 years
Convertible bonds	15,723	15,723	-	-
Liabilities towards financial institutions	12,872	11,732	1,140	-
Other loans	203	14	189	-
Total Interest-bearing liabilities	**28,798**	**27,469**	**1,329**	**-**

16.2) Terms and debt repayment schedule at end of 2006

In $ '000	Amount	Less than 1 year	1-5 years	Over 5 years
Convertible bonds	15,723	-	15,723	-
Liabilities towards financial institutions	31,430	29,851	-	1,579
Other loans	12	12	-	-
Total Interest-bearing liabilities	**47,165**	**29,863**	**15,723**	**1,579**

16.3) Convertible Bonds

On July 1, 2003, the Company issued 160,000 bonds at a nominal price of $100 each, bearing an interest rate of 3% p.a. payable annually as of June 30 and maturing in 2008. The bonds are convertible at the option of the bondholders upon maturity at a conversion rate of one for 1.1 Company's shares.

Convertible bonds have been split between its debt and equity components. The effective interest rate of 4.3095% takes into account the redemption price in case of no conversion as well as the additional market spread that would have been applied in case of an external financing scheme. The equity component amounts to USD 277,000 and has been added to the share premium (refer to the statement of changes in equity).

176,000 additional shares are expected to be issued in case of total conversion of this bond at maturity.

Notes to the Consolidated Financial Statements (continued)

17) Employee benefit obligations

The defined benefit plans relate to pension schemes in place in the subsidiaries Quilvest France, Quilvest Banque Privée and Quilvest Switzerland.

17.1) Liability for defined benefit obligations (in $ '000)	2007	2006
Present value of unfunded obligations	468	351
Present value of funded obligations	20,385	13,585
Fair value of plan assets	(19,156)	(13,195)
Net unrecognised actuarial gains (losses)	(1,434)	(155)
Unrecognised assets because of the limit in paragraphe 58(b) IAS 19	205	-
Net liability in balance sheet	468	586

17.2) Changes in the net liability recognized in the balance sheet (in $ '000)	2007	2006
Net liability at opening balance	586	1,253
Net expenses recognised in the income statement	1,684	292
Contributions	(1,850)	(1,053)
Currency differences	48	94
Net liability at closing balance	468	586

17.3) Detail of expenses recognized in the income statement (in $ '000)	2007	2006
Current service cost	833	311
Interest on obligation	498	394
Expected return on plan assets	(431)	(351)
Net actuarial losses (gains) recognised in year	-	11
Past service cost	590	(73)
Losses (gains) on curtailments and settlements	194	-
Expenses in Income Statement	1,684	292

17.4) Other disclosures for defined benefit plans (in $ '000)	2007	2006
Actual return on plan assets	(187)	(179)

17.5) Principal actuarial assumptions at the balance sheet date	2007	2006
Discount rate at December 31	3.25%	3 to 4.25%
Expected return on plan assets at December 31	2.75 to 4%	2.75%
Future salary increase	2 to 3,5%	2 to 3%
Future pension increase	0.50%	0.50%

Notes to the Consolidated Financial Statements (continued)

18) Provisions

In $ '000	2007	2006
Provisions for litigation	336	303
Other provisions	670	66
Total Provisions	**1,006**	**369**

The year variation results mainly from a new provision in Quilvest Switzerland of CHF 758,000 (USD 670,000) and from a currency exchange difference.

19) Share capital and share premium

Number of ordinary shares	2007	2006
On issue at January 1	5,400,000	5,400,000
Issued for cash	1,080,000	-
On issue at December 31	**6,480,000**	**5,400,000**

As at January 1, 2006 and 2007, 5,400,000 ordinary shares without nominal value were issued. On March 8, 2007, the Board of Directors approved the issuance, listing and admission to trading of 1,080,000 new shares, each without nominal value. Quilvest allowed subscription for the new shares by existing shareholders of the Company as at March 12, 2007. All of the new shares have been subscribed at a subscription price of USD 112 per share, determined as the fair market price per share of the Company by its Board of Directors on March 8, 2007.

As a result of the operation effetive March 29, 2007, the share capital increased from USD 36,500,000 represented by 5,400,000 shares without par value to USD 43,800,000 represented by 6,480,000 shares without par value, whereas USD 113,660,000 have been allocated to the Share Premium.

As at December 31, 2007, the Company's authorized share capital is USD 100,000,000 represented by 14,794,520 ordinary shares without par value, of which USD 43,800,000 represented by 6,480,000 ordinary shares without par value are issued and fully paid.

20) Treasury shares

As at December 31, 2007, 23,659 Quilvest shares were held by the Group. Their total acquisition cost of USD 2,046,000 is deducted from Group equity. During the year 2007, the Group acquired 13,210 treasury shares for a total amount of USD 1,446,000 and sold 9,540 treasury shares for a total amount of USD 1,067,000. The consideration received is included in equity.

Notes to the Consolidated Financial Statements (continued)

21) Reserves

In $ '000	Translation reserves	Revaluation reserves	Reserves	Retained earnings	Total
Balance at January 1, 2006	(11,141)	2,202	(8,939)	491,149	482,210
Profit for the year	-	-	-	67,951	67,951
Revaluation of own-used buildings, net of deferred tax	-	1,060	1,060	-	1,060
Exchange differences	13,185	861	14,046	-	14,046
Total recognised income and expenses	13,185	1,921	15,106	67,951	83,057
Dividends paid	-	-	-	(6,342)	(6,342)
Balance at December 31, 2006	2,044	4,123	6,167	552,758	558,925
Balance at January 1, 2007	2,044	4,123	6,167	552,758	558,925
Profit for the year	-	-	-	146,427	146,427
Revaluation of own-used buildings, net of deferred tax	-	1,675	1,675	-	1,675
Exchange differences	22,789	557	23,346	-	23,346
Total recognised income and expenses	22,789	2,232	25,021	146,427	171,448
Movements on treasury shares	-	-	-	319	319
Dividends paid	-	-	-	(8,081)	(8,081)
Balance at December 31, 2007	24,833	6,355	31,188	691,423	722,611

The translation reserve is comprised of all foreign exchange differences arising from the translation of the financial statements of entities accounting in another currency than the US dollar.
A legal reserve of USD 4,380,000 is restricted for distribution.

22) Minority Interest

In $ '000	2007	2006
Minority interest in reserves	24,927	25,100
Minority interest in result	2,093	(1,187)
Total Minority Interest	27,020	23,913

Notes to the Consolidated Financial Statements (continued)

23) Share-based payments

During 2002, Quilvest Banque Privée issued 1,545 stock options, at zero price, to its employees, exercisable until June 30, 2008 at the price of EUR 429 on a one option for one share in Quilvest Banque Privée. The exercise price is EUR 200 over the nominal value of the shares. This plan is closed for subscription since August 2005.

In 2005, Quilvest Banque Privée issued 1,313 additional options to its employees, exercisable at the price of EUR 525 for one share Quilvest Banque Privée.

During 2007, Quilvest Banque Privée issued an additional stock option plan of 2,033 options, exercisable at the price of EUR 737 for one share Quilvest Banque Privée.

Quilvest France, the immediate parent company of Quilvest Banque Privée, is required, after deliberation of the Board meeting, to buy back the options from the holders at a predeterminated calculation method in case of death or resignation of the holder.

The Group shows a liability of USD 1,024,000 in 2007 (USD 722,000 in 2006) in relation to its obligation to repurchase these options. The Group recognized an additional personnel expense of USD 306,000 in 2007 due to the share-based payment schemes (USD 722,000 in 2006). The fair market value of the options amounts to USD 3,077,000 at the end of 2007, compared to USD 1,739,000 at the end of 2006 and is based on the valuation of Quilvest Banque Privée made by the management.

23.1) Schedule of changes in the option plan

	2007		2006	
	Weighted average exercice price	Number of options	Weighted average exercice price	Number of options
Outstanding at the beginning of the period	598	1,699	427	3,352
Granted during the period	955	1,178	692	566
Forfeited during the period	-	-	-	(515)
Exercised during the period	(589)	(438)	(359)	(1,704)
Outstanding at the end of the period	**840**	**2,439**	**598**	**1,699**
Exercisable at the end of the period	**840**	**2,439**	**598**	**1,699**

During 2006, 1,300 options were sold by one employee to Quilvest France, additionnaly to the 1,000 already sold in the previous year. Quilvest France exercised these 2,300 options in 2006. Employees exercised globally 404 options in 2006. 515 options were forfeited due to the leaving of one employee.

During 2007, 438 options were exerciced by an employee taking retirement and 1,178 new options were granted.

24) Earnings per Share

The calculation of basic earnings per share at December 31, 2007 and 2006 is based on the net profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding during the years under review.

24.1) Net basic earnings per share	2007	2006
Net profit attributable to the shareholders of the parent (in $ '000)	146,427	67,951
Issued ordinary shares at January 1	5,400,000	5,400,000
Effect of own shares held	(23,414)	(12,564)
Shares issued at the capital increase of March 29, 2007	810,000	810,000
Weighted average number of ordinary shares at December 31	6,186,586	6,197,436
Net basic earnings per share (in $)	23.7	11.0

24.2) Net weighted diluted earnings per share	2007	2006
Net profit attributable to the shareholders of the parent (in $ '000)	146,427	67,951
Interest of convertible bonds, net of tax (in $ '000)	704	695
Adjusted net profit for the year (in $ '000)	147,131	68,646
Weighted average number of shares at December 31	6,186,586	6,197,436
Effect of potential conversion on convertible bond	176,000	176,000
Diluted average number of ordinary shares at December 31	6,362,586	6,373,436
Net weighted diluted earnings per share (in $)	23.1	10.8

Notes to the Consolidated Financial Statements (continued)

25) Net income from directly held investments

In $ '000	2007	2006
Dividend income	5,943	2,767
Interest income	1,171	309
Dividend and interest income	7,114	3,076
Realized and unrealized gains and losses on debt and equity securities	80,527	27,129
Realized and unrealized gains and losses on third party funds	74,557	68,831
Net gains (losses) on financial assets designated at fair value through profit and loss	155,084	95,960
Net gains (losses) on financial assets and liabilities held for trading	(9,121)	(4,538)
Net gains (losses) on investment-related loans	5,690	(7,355)
Foreign exchange gains and losses	210	125
Total Net Income from directly held investments	158,977	87,268

26) Net Income from Wealth Management Activities

In $ '000	2007	2006
Interest on loans and advances to banks	2,899	2,077
Interest on loans and advances to bank customers	5,566	5,008
Interest income and similar income	**8,465**	**7,085**
Brokerage fees	13,662	12,645
Fiduciary fees	3,278	2,634
Custodian fees	5,119	4,265
Asset management fees	29,195	17,707
Other fee and commission income	7,278	6,283
Fee and Commission Income	**58,532**	**43,534**
Reversal of impairments on loans and advances to banks and customers	73	-
Other income	**73**	**-**
Interest on deposits from bank customers	(122)	(175)
Interest expense and similar charges	**(122)**	**(175)**
Brokerage fees	(105)	(19)
Fiduciary fees	(221)	(403)
Custodian fees	(228)	(218)
Asset management fees	(201)	(51)
Other fee and commission expenses	(3,571)	(2,252)
Fee and commission expenses	**(4,326)**	**(2,943)**
Impairments on loan and advances to banks and bank customers	(1,217)	(930)
Other expenses	**(1,217)**	**(930)**

Total Net Income from Wealth Management Activities	61,405	46,571

Quilvest

Notes to the Consolidated Financial Statements (continued)

27) Other Operating Income

In $ '000	2007	2006
Decrease in allowance for doubtful other receivables	(3)	(2)
Gain from disposal of property, plant and equipment and intangible assets	13	-
Rental income	432	343
Management Fees	3,971	1,805
Carried interest income	17,262	9,479
Change in fair value of investment property	890	284
Other income	6,081	5,836
Total Other Operating Income	**28,646**	**17,745**

28) General Administrative Expenses

Administrative expenses include the costs of making and managing investments, administrative costs related to the wealth management activities and the corporate management of the Group and are accounted for on an accrual basis. They also include personnel costs, external consultancy fees and office expenses.

In $ '000	2007	2006
Personnel		
Salaries and wages	(26,420)	(19,119)
Pension expense - Defined contributions plans	(296)	(32)
Pension expense - Defined benefit plans	(1,684)	(292)
Social contributions	(6,771)	(5,985)
Variable compensation (staff and management bonus)	(19,361)	(15,687)
Other personnel costs	(2,172)	(1,373)
Expenses related to share-based payment schemes	(210)	(688)
Total	**(56,914)**	**(43,176)**
Other administrative expenses		
External consultancy Fees	(3,659)	(3,877)
Rental expense	(3,241)	(2,128)
Management fees	(1,360)	(147)
Set up fees	(325)	(270)
Carried interest expenses	(9,418)	(5,001)
Other administrative expenses	(26,907)	(25,852)
Total	**(44,910)**	**(37,275)**
Total General Administrative Expenses	**(101,824)**	**(80,451)**

Notes to the Consolidated Financial Statements (continued)

29) Depreciation, Amortization and Impairment Losses

In $ '000	2007	2006
Depreciation on property, plant and equipment	(1,260)	(943)
Amortization of intangible assets	(377)	(296)
Total Depreciation, Amortization and Impairment Losses	(1,637)	(1,239)

30) Financial Income

In $ '000	2007	2006
Interest income on monetary assets	5,154	1,336
Foreign exchange gains	4,798	2,617
Total Financial Income	9,952	3,953

31) Financial Expenses

In $ '000	2007	2006
Interest expense on monetary liabilities	(2,433)	(2,085)
Foreign exchange losses	(2,534)	(3,059)
Other financial expense	-	(74)
Total Financial Expenses	(4,967)	(5,218)

Notes to the Consolidated Financial Statements (continued)

32) Income from Associates

In $ '000	2007	2006
Share in the profits of associated companies	576	696
Total Income from Associates	**576**	**696**

33) Income Tax Expense

In $ '000	2007	2006
Total current year expense	(2,361)	(2,389)
Total deferred tax expense	(247)	(172)
Total Income Tax Expense	**(2,608)**	**(2,561)**

All entities of the Wealth Management segment of the Group are domiciled in France and Switzerland and thus fully taxable, whereas some entities within the Group's Private Equity segment are not subject to income tax due to their domicile.

Notes to the Consolidated Financial Statements (continued)

34) Segment information

34.1) Business segments

for the year 2007 (in $ '000)	Private Equity	Wealth management	Corporate	Total
External revenue	163,219	64,983	19,939	248,141
Depreciation and amortization expenses, net	(561)	(1,009)	(67)	(1,637)
Other non-cash income, net	-	(3)	890	887
Segment result (EBIT)	128,789	10,586	5,888	145,263
Segment assets	721,991	258,288	203,485	1,183,764
Segment liabilities	14,599	189,327	58,623	262,549

for the year 2006 (in $ '000)	Private Equity	Wealth management	Corporate	Total
External revenue	101,424	49,315	563	151,302
Depreciation and amortization expenses, net	(330)	(906)	(3)	(1,239)
Other non-cash income, net	-	(2)	284	282
Segment result (EBIT)	64,428	7,222	(1,756)	69,894
Segment assets	654,573	232,151	12,599	899,323
Segment liabilities	64,223	178,450	18,383	261,056

34.2) Geographical segments

Activities of the Private equity business are located worldwide, mainly in Europe, in America and in Asia. The geographical segments are well segregated and no intersegment eliminations apply.

for the year 2007 (in $ '000)	Europe	America	Asia & Middle East	Total
External revenue	221,589	20,792	5,760	248,141
Segment assets	820,863	316,759	46,142	1,183,764

for the year 2006 (in $ '000)	Europe	America	Asia & Middle East	Total
External revenue	103,365	39,143	8,794	151,302
Segment assets	576,498	284,306	38,519	899,323

Notes to the Consolidated Financial Statements (continued)

35) Risk management

35.1) Risk management of the Group

Quilvest has exposure to the following risks from its use of financial instruments :
Credit risk
Liquidity risk
Market risk
Operational risk

Credit risk is the risk of financial loss if a customer or a counterpart to a financial instrument fails to meet its contractual obligation.

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due.

Market risk is the risk that changes in market prices, such as equity prices, foreign exchange rates and interest rates will affect the Group's income or the value of its holdings of financial instruments.

Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Group's processes, personnel, technology and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behavior.

Quilvest has primarily two business lines, Private Equity and Wealth Management, with different risk profiles.

Credit risk in the Private Equity business line of Quilvest is limited as most of the investments are equity investments or assimilated.

The Group's exposure to liquidity risk is influenced mainly by open commitments (USD 293,761,000 as at December, 31, 2007), which require cash resources timely available and the portfolio rotation. The Group's approach to managing liquidity is to ensure that it will always have sufficient cash to meet its liabilities when due. For that purpose, Quilvest is performing a close monitoring of its liquidity with weekly and monthly situations and has developed a forecast model with normal and stressed conditions. Quilvest has a strong diversification policy allowing for regular divestment opportunities. If required, Quilvest has the capacity to slow down direct investment activity at any time and has negotiated back-up lines with banks. Even more importantly, shareholders have demonstrated their strong commitment to the Group, as again in early 2007 with the successful capital increase of USD 121 million.

Driven by its March 2007 capital increase and its record high realizations rate, Quilvest has, by end of 2007, a significant amount of cash and marketable securities. Therefore, global liquidity and credit crisis do not impact Quilvest.

Market risk in Private Equity is different from market risk in Public Equity. Significant movement in the prices of the latter shall affect prices in Private Equity. However, volatility has a different pattern. Basically, Quilvest mitigates negative impact of market volatility through the permanence of its investments over the economic cycles and thanks to its access to the very best performers in the fund industry, both being at the end correlated. Quilvest has also built a team of experienced professionals; it conducts in-house due diligences and sticks to a key principle of discipline in both the selection of investment and in the decision processes. In addition, Quilvest has demonstrated close post acquisition monitoring of each lead investment, strong diversification policy in respect of industries and geographical areas and an appropriate mix between direct investments and third party funds.

Currency risks are covered at the level of the Group through a macro hedging strategy in place since 2003.

Notes to the Consolidated Financial Statements (continued)

The Wealth Management business line includes two entities: Quilvest Banque Privée in Paris and Quilvest Switzerland in Zurich.

Both entities are regulated by the Commission Bancaire in France and the Swiss Banking Commission, respectively, to which they periodically are required to provide all quantitative and qualitative information regarding risk management.

No breach of any ratio has been reported in 2007.

Credit risk in wealth management activities arises principally from the loans to banks and to bank customers. Loans to banks within Quilvest Group are made of short term deposits. Most of the loans granted to customers are Lombard loans, which are collateralized by the bank customers' assets. As required by the ad hoc credit procedure, a permanent monitoring process of the value of the guarantee according to the fair market value of the assets pledged is in place.

Quilvest Banque Privée and Quilvest Switzerland are subject to liquidity ratios imposed by their local regulator. Both entities are responsible for managing their overall liquidity. Quilvest Banque Privée does not refinance its activities on the interbank market. As for Quilvest Switzerland, the refinancing of credits is strictly congruent with the assets, which are mainly short term.

The exposure of Quilvest Banque Privée and Quilvest Switzerland to market price is indirect and derives mainly from their asset management activities, where most of the revenues are correlated to both values of securities and volume of transactions. The exposure of nostro portfolios to market price is minor.

Interest rate risk is standard and low at Quilvest Banque Privée and Quilvest Switzerland. Both entities have no limit for any mismatch on the money market; thus, credit activities are systematically refinanced with a banking counterparty with same terms (Quilvest Switzerland only) or supported by non interest-bearing customers deposits or by own equity. In addition, most of the assets are remunerated at variable interest rates or, if at fixed interest rates, with a yearly fixing frequency or even less.

Risk from currency fluctuation is not an issue for Quilvest Banque Privée, whose operational and reporting currencies are the same (EUR). At Quilvest Switzerland, part of the revenues are denominated in USD, whereas the reporting currency in CHF. This specific currency risk is hedged through a program of forward currency options.

The Group's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the Group's reputation with overall cost effectiveness.

Quilvest Banque Privée and Quilvest Switzerland are regulated entities and are submitted to organization and disclosure requirements regarding operational risks. As most of the middle and back-office activities of the Private Equity business line is integrated with the banking entities, this business sector benefits from the same internal control system.

Basically, both entities have set up assessment processes of operational risk profiles of each activity and are collecting data related to operational losses. The adequacy of the controls in place to address the risk identified is regularly challenged. This conducts to an ongoing improvement process of the internal control system, which besides relies on key basic principles - segregation of duties, compliance with regulatory and legal requirements, documentation of control in place and procedures.

Notes to the Consolidated Financial Statements (continued)

35.2) Credit risk

The carrying amount of following assets represents the maximum credit exposure.

In $ '000	2007	2006
Cash and cash equivalents	162,318	159,882
Loans and advances to banks	-	3,505
Loans and advances to bank customers	125,520	103,297
Other receivables	48,976	32,491
Total	336,814	299,175

The aging of trade receivables at the reporting date is :

In $ '000	Gross	Impairment
Not past due	338,663	(2,290)
Past due between 30 days and 1 year	441	-
Total	339,104	(2,290)

All impairments concern loans and advances to bank customers and are individually calculated. The loans impaired are not secured by any collateral held.

The gross amounts of loans and advances to banks and of loans and advances to bank customers are categorized in 2006 and 2007 as low fair credit amounts.

The gross amount related to loans and advances to bank customers is secured by following collateral held :

Secured Loans and Advances to Bank Customers (in $ '000)	2007	2006
Loans secured by real estate	3,731	3,855
Lombard loans	114,514	94,017
Other warranties	5,640	4,285
Not collateralized	1,635	1,140
Total	125,520	103,297

No collateral had to be exercised in the reporting year.

The Group does not concentrate credit risk on a specific activity sector nor geographical location.

Quilvest Banque Privée is also required by the French Commission Bancaire to make a specific control on risks exceeding by counterparty 10% of consolidated equity. This ratio may not exceed 25% of consolidated equity by counterparty and globally 800% of consolidated equity. This ratio is respected at reporting date.

Notes to the Consolidated Financial Statements (continued)

35.3) Liquidity risk

The residual maturity of non-derivatives financial assets and liabilities at the reporting date is :

In $ '000	Carrying amount	Less or equal to 3 months	Between 3 months and 1 year	Between 1 and 5 years	More than 5 years	Without maturity
Non-derivative financial assets						
Cash and cash equivalents	162,318	162,318	-	-	-	-
Loans and advances to bank customers	125,520	55,920	6,774	62,826	-	-
Other receivables	48,976	40,086	-	278	-	8,612
Investments	785,649	-	-	8,591	3,334	773,724
Total non derivative financial assets	1,122,463	258,324	6,774	71,695	3,334	782,336
Non-derivative financial liabilities						
Deposits from banks	27,316	27,316	-	-	-	-
Deposits from bank customers	118,818	118,818	-	-	-	-
Other liabilities	65,104	36,709	37	20,598	-	7,760
Convertible bonds	15,723	-	15,723	-	-	-
Liabilities towards financial institutions	12,872	571	11,161	1,140	-	-
Other loans	203	3	11	189	-	-
Total non-derivative financial liabilities	240,036	183,417	26,932	21,927	-	7,760
Group net liquidity gap		74,907	(20,158)	49,768	3,334	774,576

Quilvest Switzerland presents twice a year towards the Federal Banking Commission of Switzerland a breakdown by maturity of the current assets compared to the current liabilities. At reporting date, the total assets available on demand and subject to notice amount to CHF 86 million compared to a total of CHF 58 million liabilities exercisable on demand or subject to notice.

Quilvest Banque Privée presents quarterly towards the French Commission Bancaire a liquidity ratio calculated on weighted current assets compared to weighted current liabilities. At reporting date, this ratio is 293%.

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Notes to the Consolidated Financial Statements (continued)

35.4) Market risk

35.4.1) Currency risk

The Group is exposed at reporting date to following foreign currency risk based on carrying amounts :

In $ '000	Carrying amount	USD	EUR	CHF	GBP	Other
Cash and cash equivalents	162,318	78,551	72,242	9,907	1,418	200
Income tax receivable	96	-	96	-	-	-
Loans and advances to banks	-	-	-	-	-	-
Loans and advances to bank customers	125,520	82,300	39,878	2,842	-	500
Other receivables	48,976	35,416	7,779	5,456	325	-
Investments	792,568	515,750	252,505	10,545	13,768	-
Property, Plant and equipment	22,499	109	20,690	1,517	183	-
Investment Property	9,834	-	9,834	-	-	-
Intangible assets	19,533	892	17,159	1,482	-	-
Investments in associates	2,245	-	2,245	-	-	-
Deferred tax assets	175	-	175	-	-	-
Total Assets	**1,183,764**	**713,018**	**422,603**	**31,749**	**15,694**	**700**
Financial liabilities held for trading	9,205	3,845	-	5,360	-	-
Income tax payable	3,236	-	1,299	1,937	-	-
Deposits from banks	27,316	24,183	3,126	-	-	7
Deposits from bank customers	118,818	35,414	80,855	1,134	-	1,415
Other liabilities	65,104	30 855	16,399	17,559	250	41
Interest-bearing liabilities	13,075	105	12,970	-	-	-
Convertible bonds	15,723	15,723	-	-	-	-
Employee benefit obligations	468	-	468	-	-	-
Provisions	1,006	-	336	670	-	-
Deferred tax liabilities	9,491	-	7,813	1,678	-	-
Total Liabilities	**263,442**	**110,125**	**123,266**	**28,338**	**250**	**1,463**
Group net currency exposure		**602,893**	**299,337**	**3,411**	**15,444**	**(763)**

The currency exposures are covered by the derivative positions detailed in note 7.3.2.

Notes to the Consolidated Financial Statements (continued)

35.4.2) Interest-rate-risk

The Group is exposed at reporting date to interest-rate risk as follows :

In $ '000	Carrying amount	Less or equal to 3 months	Between 3 months and 1 year	Between 1 and 5 years	More than 5 years	Non interest bearing
Cash and cash equivalents	162,318	162,318	-	-	-	-
Loans and advances to bank customers	125,520	55,920	59,941	9,658	-	-
Other receivables	48,976	1,543	-	-	-	47,433
Investments	792,568	-	-	4,091	3,334	785,143
Total financial assets	1,129,382	219,781	59,941	13,749	3,334	832,576
Financial liabilities held for trading	9,205	-	-	-	-	9,205
Deposits from banks	27,316	27,316	-	-	-	-
Deposits from bank customers	118,818	118,818	-	-	-	-
Other liabilities	65,104	1,311	-	-	-	63,793
Interest-bearing liabilities	28,798	1,904	26,894	-	-	-
Total financial liabilities	249,241	149,349	26,894	-	-	72,998
Group net interest rate gap		70,432	33,047	13,749	3,334	759,578

35.5) Capital management

Quilvest Switzerland (QVS) and Quilvest Banque Privée (QBP), the two Wealth Management structures of the Group, are subject to capital adequacy requirements by their respective control authorities.

At reporting date, the capital adequacy ratio's are :

In $ '000	QVS	QBP
Total regulatory capital	24,896	19,990
Risk-weighted assets	82,676	66,698
Capital adequacy ratio	30.11%	29.97%

According to the applicable legal requirements, capital has to be at least equal to 8% of total risk-weighted assets. This requirement is met for both Wealth Management structures at reporting date.

In order to increase the Group's investment capacity, the equity of the parent company was increased this year by USD 120,960,000. Details of this operation can be found in note 19.

Notes to the Consolidated Financial Statements (continued)

36) Contingent Liabilities and Commitments

In $ '000	2007	2006
Acceptances and endorsements	5,840	3,054
Guarantees and assets pledged as collateral security	34,756	26,648
Commitments arising out of derivatives transactions	618,597	192,863
Fiduciary operations	2,601,867	2,462,794
Open commitments related to Private Equity acquisitions	293,761	148,468
Total Contingent Liabilities and Commitments	**3,554,821**	**2,833,827**

37) Group Employment

	2007	2006
Number of employees at year end	215	183
Full time equivalent employment at year end	205	176
Average full time equivalent employment in the year	191	166

The employment strategy focused this year on strengthening the front-offices of the Wealth Management structures as well as the internal control functions.

Notes to the Consolidated Financial Statements (continued)

38) Related parties

Related party transactions

Certain subsidiaries in the Wealth Management segment, as part of their normal business activities, provide family office services to some members of the Board of Directors and senior management. The fees for their services are charged at arm's length.

Management remuneration

Key management personnel is defined within the Group as directors and senior executive employees who are playing a decisional role on strategical and operating Group level. As the scope of key management personnel has been redefined this year, last year's figures have been restated accordingly.

Directors' and management's remunerations are included respectively in the "Other Administrative Expenses" and the Personnel" items detailed in note 28.

A list of the members of the Board of Directors is shown on page 3 of the General Section of the annual report.

In $ '000	2007	2006
Short-term employee benefits	7,411	3,149
Post-employment benefits	308	192
Other long-term benefits	406	3,491
Termination benefits	-	-
Share-based payments	-	-
Total Management remuneration	**8,125**	**6,832**

The carried interest paid in 2007 to key management personnel amounts to USD 2,145,000, compared to USD 136,000 in 2006.

Other carried interest received in 2007 by key management personnel amounts to USD 1,129,000, compared to USD 70,000 in 2006.

39) Subsequent events

The financial statements were authorized for issue by the Board of Directors on May 20, 2008.
After the balance sheet date, the following dividends were proposed by the Board of Directors for distribution :

	2007	2006
Total gross dividends (in $ '000)	16,345	13,081
Dividend per share (in $)	2,50	2,02

Report of the Réviseur d'Entreprises to the shareholders
on the Annual Accounts

Following our appointment by the General Meeting of the Shareholders dated June 29, 2007, we have audited the accompanying annual accounts of Quilvest S.A., which comprise the balance sheet as at December 31, 2007 and the profit and loss account for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Board of Directors' responsibility for the annual accounts

The Board of Directors is responsible for the preparation and fair presentation of these annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the annual accounts. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of annual accounts that are 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.

Responsibility of the Réviseur d'Entreprises

Our responsibility is to express an opinion on these annual accounts based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted by the Institut des Réviseurs d'Entreprises. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual accounts. The procedures selected depend on the judgement of the Réviseur d'Entreprises, including the assessment of the risks of material misstatement of the annual accounts, whether due to fraud or error. In making those risk assessments, the Réviseur d'Entreprises considers internal control relevant to the entity's preparation and fair presentation of the annual accounts 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, as well as evaluating the overall presentation of the annual accounts.

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

Opinion

In our opinion, the annual accounts give a true and fair view of the financial position of Quilvest S.A. as of December 31, 2007, and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the annual accounts.

Other matter

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the annual accounts taken as a whole.

Luxembourg, May 20, 2008

KPMG Audit S.à r.l.
Réviseurs d'Entreprises

Thierry Ravasio
Partner
9, Allée Scheffer
L-2520 Luxembourg

Balance Sheet

as of December 31			In $ '000
Assets	**Note**	**2007**	**2006**
Tangible assets		10	13
Financial assets	3	179,150	56,756
Fixed Assets		**179,160**	**56,769**
Debtors	4	34,442	30,262
Cash at bank and in hand		1,323	762
Current Assets		**35,765**	**31,024**
Total Assets		**214,925**	**87,793**

Liabilities		2007	2006
Subscribed capital		43,800	36,500
Share premium account		128,660	20,000
Legal reserve		4,380	3,650
Profit brought forward		943	1,063
Profit for the financial year		13,782	8,691
Capital and reserves	**5**	**191,565**	**69,904**
Convertible bonds	6	16,240	16,240
Other creditors	7	7,120	1,649
Creditors		**23,360**	**17,889**
Total Liabilities		**214,925**	**87,793**

The accompanying notes form an integral part of these annual accounts.

Profit and Loss Account

as of December 31			In $ '000
Charges	**Note**	**2007**	**2006**
Value adjustments in respect of assets		3	4
Interests payable and similar charges		500	504
Other charges		3,791	2,211
Profit for the financial year		13,782	8,691
Total charges		**18,076**	**11,410**

Income		**2007**	**2006**
Income from fixed assets	8	17,000	10,000
Income from current assets		1,076	1,410
Total Income		**18,076**	**11,410**

The accompanying notes form an integral part of these annual accounts.

Notes to the Annual Accounts

1. Basis of Presentation

Certain comparative amounts have been reclassified to conform with the current year's presentation.

On December 13, 2006, Luxembourg abolished by law the tax exemption of the Holding 1929 companies. According to this law, Quilvest, established in Luxembourg since 1960 and traded on the Luxembourg Stock Exchange before July 20, 2006, may continue to benefit from this regime during a transitional period from January 1, 2007 till December 31, 2010. During the transitional period, the Company must comply with certain reporting requirements to maintain its right to benefit from the special tax exemption status, including an annual certification and submission of such certification to the tax authorities.

Alternative tax regimes, including potential conversion of the Company into a normally taxable company that may benefit from particular exemption rules, are currently being reviewed by the Company, so as to maintain an efficient tax regime in the future.

2. Summary of Significant Valuation Principles

The Company maintains its accounts and records in USD. The annual accounts are prepared in accordance with legal requirements and generally accepted accounting principles in the Grand Duchy of Luxembourg.

Transactions in foreign currencies have been reflected in the annual accounts at the rates prevailing at the transaction date. Financial assets in foreign currencies have been stated at the historical exchange rate. Current assets and liabilities in foreign currencies have been stated at the exchange rates as of December 31, 2007.

Financial assets are valued at acquisition cost. In case of a permanent reduction in the value of financial assets, they are valued at the lowest figures to be attributed to them. In the year ended December 31, 2007, no value adjustment was necessary.

3. Financial Assets

as of December 31, 2007

	Share capital	Number of shares held	% held	Book value
Quilvest Private Equity Ltd Tortola, British Virgin Islands	$ 57,599,800 575,998 shares of $ 100 par value	575,997	99,99%	$ 54,104,177
Quilvest Europe S.A. Luxembourg	€ 3,500,000 3,500,000 shares without par value	3,499,997	99,99%	$ 4,074,712
Quilvest Participation Ltd Gibraltar	$ 120,971,200 1,080,100 shares of $ 112 par value	1,080,100	100%	$ 120,971,200
Total				**USD 179,150,089**

On February 13, 2007, Quilvest S.A. incorporated a new subsidiary in Gibraltar, Quilvest Participation Limited.

Notes to the Annual Accounts (continued)

4. Debtors

These mainly represent loans receivable from affiliates.

5. Capital and Reserves

In $	Subscribed capital	Share premium	Legal reserve	Profit brought forward	Profit for the year	Total Capital and Reserves
Balance at January 1, 2007	36,500,000	20,000,000	3,650,000	1,063,483	8,690,641	69,904,124
Extraordinary General Meeting of March 29, 2007						
- Share capital increase	7,300,000	113,660,000	-	-	-	120,960,000
Annual General Meeting of June 29, 2007						
- 2006 profit brought forward	-	-	-	8,690,641	(8,690,641)	-
- Dividend	-	(5,000,000)	-	(8,081,344)	-	(13,081,344)
- Allocation to legal reserve	-	-	730,000	(730,000)	-	-
Profit for the financial year	-	-	-	-	13,782,365	13,782,365
Balance at December 31, 2007	**43,800,000**	**128,660,000**	**4,380,000**	**942,780**	**13,782,365**	**191,565,145**

On March 8, 2007, the Board of Directors approved the issuance, listing and admission to trading of 1,080,000 new shares; each without nominal value. The company allowed subscription for the new shares by existing shareholders of Quilvest as at March 12, 2007. The subscription right was granted at a ratio of one share for each five existing shares.

The subscription price was USD 112 per share, determinated as the fair market price per share of the Company by its Board of Directors on March 8, 2007.

The offer period run from March 12, 2007 until March 22, 2007.

100% of the new shares have been subscribed. The new shares were admitted to the Luxembourg Stock Exchange on March 29, 2007.

As of December 31, 2007 the Company's authorised share capital is USD 100,000,000 represented by 14,794,520 shares without nominal value, of which USD 43,800,000 represented by 6,480,000 shares without nominal value are issued and fully paid.

As at December 31, 2007, 23,956 Company's shares are held by the Group. As the holding occurs through a foreign subsidiary of the mother company, no indisponible reserve has been constituted in the annual accounts as should have been required if the holding had occurred at the Luxembourg level. During the year 2007 the Group acquired additionally 13,210 treasury shares for a total purchase amount of USD 1,401,451. During this same period, the Group sold 9,540 treasury shares for a total of USD 1,066,734.

Notes to the Annual Accounts (continued)

6. Convertible Bonds

On July 1, 2003 the Company issued 160,000 bonds at a price of USD 100 nominal each, bearing an interest rate of 3%, p.a. payable annually as of June 30, and maturing in 2008. The bonds are convertible at the option of the bondholders upon maturity at a conversion rate of one for 1.1 Company's shares. The amount shown includes accrued interest of USD 240,000, which is becoming due and payable within one year.

7. Other creditors

These are funds that the Company has lent on short-term basis to other affiliates.

8. Income from Fixed Assets

On June 25, 2007, the company received a cash dividend in the amount of USD 17,000,000 from Quilvest Private Equity Ltd.

9. Contingencies

As of December 31, 2007 and 2006 Quilvest S.A. has granted an indemnity in favor of an indirectly held subsidiary in the amount of USD 1.3 million (CHF 1.5 million) to cover that subsidiary's loss on an asset.

Earnings and Allocations

	in $
Proposal	
- Profit for the financial year	13,782,365
- Profit brought forward	942,780
- Share premium	2,000,000
Total available for proposed allocation	**16,725,145**

Proposed allocation	
- Gross dividend payment	16,344,691
- Carry forward	380,454
Total	**16,725,145**

The Board of Directors proposes the payment of a dividend for the year ended December 31, 2007 of USD 2,5223 per share.

No delegation of task was made by the Board of Directors to any of its members and accordingly no salary, allocation or remuneration was paid except as stated in Article 14 of the Articles of Incorporation.

A gross remuneration for the Directors of USD 840,000 will be proposed for the year 2007.

Notes

Notes

QUILVEST

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