Quilvest S.A.
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INTERIM FINANCIAL REPORT

as at and for the six months ended
30 June 2012

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LIST OF DIRECTORS AND GROUP MANAGERS

Honorary Chairman	Julio E. Nuñez
Board of Directors	
Chairman	Peter Bemberg
Vice-Chairman	F. Michel Abouchalache Christian Baillet
Directors	Serge de Ganay André Elvinger François Manset Ramon de Oliveira-Cezar Stanislas Poniatowski Alvaro Sainz de Vicuña International Advisory Services
Audit Committee	François Manset, President Christian Baillet
Remuneration Committee	Serge de Ganay, President F. Michel Abouchalache Christian Baillet Alvaro Sainz de Vicuña
Strategic Committee	Peter Bemberg, President F. Michel Abouchalache Christian Baillet Serge de Ganay François Manset Ramon de Oliveira-Cezar Stanislas Poniatowski Alvaro Sainz de Vicuña
Group Management	CEO Quilvest Group F. Michel Abouchalache CEO Quilvest Wealth Management Marc Hoffmann Secretary General and Group Controller Jean-Benoît Lachaise
Statutory and Group Auditor	KPMG Luxembourg S.à r.l.

DIRECTORS' REPORT

Business review and outlook

While the first quarter of the year saw a tangible pick up in all of our activities, the second quarter witnessed a slow down on all fronts. This was driven by highly volatile global capital markets during the later half of the semester.

Overall the Group's net asset value is flat but most of the fundamentals are trending upward. Quilvest assets under management continued to increase substantially over the period. All of Quilvest and Partners, Compagnie de Banque Privée Quilvest and Quilvest Switzerland are on or above budget. Quilvest Banque Privee was behind budget. On a consolidated basis, our wealth management units' net asset value grew, confirming the merits of last year's acquisition and the positive trend of this core business despite the headwinds we have been facing.

The private equity portfolio behaved as expected during the first semester. The QS PEP NAV increased by 5% over the 6 months period while QS GEO and QS REP, still in 'J-curve', stayed flat. The QS Companies portfolio was quasi flat with no new surprises. Two new investments were consolidated this year: Anthony's Pizza (USA) and Acrotec (Switzerland). A major exit, Farley & Sathers, was successfully completed in July.

Our expected performance for the whole year will depend on how capital markets will behave over the next 4 months. We continue to be encouraged by our Group's ability to adapt to difficult markets and by the improving fundamentals in both our core businesses.

Financial review

At 30 June 2012, total assets stands at to $2.7 billion as compared with $2.4 billion in 2011. The result of the period is a loss of $8.2 million, of which a Group share of $2.8 million. The main events of the semester are:

On the Private Equity side, the completion of the acquisition of two controlled Private Equity investments.

First, the acquisition of Anthony's Coal Fired Pizza was finalized in January 2012 for a total amount of $59.2 million (of which a Group share of $14.8 million) and resulted in a goodwill of $10.1 million. Anthony's Coal Fired Pizza operates casual dining restaurants serving a focused menu featuring coal-fired pizzas across the United States of America.

Secondly, Quilvest led the acquisition of the Acrotec Group, an independent group created by industry-professionals with the purpose of providing all watch brands and manufacturers quality products complying with the label "Swiss Made". The transaction was closed for a total amount of $32.3 million (of which a Group share of $6.7 million) and resulted in goodwill of $5.6 million.

At 30 June 2012, the Group accounted for the write-off of the JDI Fashion Group that resulted in a loss of EUR 12.3 million (USD 15.5 million), including the write-down of the remainder of the goodwill and loans receivables.

On the Wealth Management side, assets under management continued to grow satisfactorily and operations contributed positively to the Group result as the integration of our three banks now delivers its full benefits.

The main components in balance sheet are:

- Intangible assets, which increased from $151.2 million to $163.1 million under the effect of the goodwill and intangible assets recognized on the three above mentioned transactions. Likewise, tangible assets increased from $76.8 million to $124.2 million;

- Investments increased from $1,125.8 million to $1,1197.7 million. This was primarily driven by the net increase in “available-for-sale” investments of $83.4 million whereas financial assets at fair value through profit and loss decreased from $911.6 million to $903.8 million under the effect of positive change in value for $20.5 million, net disposals and transfers of $21.4 million and adverse foreign exchange impact of $7.0 million.
- On the liability side, deposits from banks and bank customers remained stable at $1,123.3 million as compared with $1,131.7 million;
- Interest-bearing liabilities increased from $303.4 million to $515.9 million. This is mainly due to a EUR 100 million ($126 million) borrowing from the European Central bank by CBP Quilvest in the Wealth Management business line and the financing facilities of the newly consolidated Private Equity investments for $58.8 million in the Private Equity business line.
- Excluding non-controlling interests, the net equity remained stable at $723.3 million (compared to $726.1 million in 2011). The change in non-controlling interests from $99.7 million to $129.4 million is mainly resulting from the business combinations Anthony’s Pizza and Acrotec Group as well as contributions from third party investors in several direct deals realized during the period.

From an income statement perspective, the key items of the period are:

- The net result from directly held investments amounted to $34.3 million (30 June 2011: $61.5 million). Despite adverse market conditions as well as unfavorable currency translation impact of $7.0 million, Quilvest is satisfied to report a positive performance on its investments on 6 months, close to the level of the full year 2011 ($37.1 million);
- Net result from wealth management activities developed positively at $35.2 million as compared with $27.2 million at the end of June 2011 as CBP Quilvest was consolidated for the entire period (only 2 months in 2011);
- Administrative expenses increased to $68.7 million from $62.8 million. This is primarily due to the scope effect of the inclusion of CBP Quilvest. On a like-for-like basis administrative expenses remained at a similar level as last year.

Finally, the operating result for the first 6 months of 2012 is a loss of $3.1 million (2011: profit of $32.7 million), and the net result for the year is a loss of $8.2 million (2011: profit of $8.9 million), of which Group share of $2.8 million.

From a cash flow statement perspective, cash and cash equivalents significantly improved at $491.9 million (2011: $403.7 million). This is primarily driven by net operating cash flows linked to the Wealth Management business that totaled $125.7 million.
Net operating cash flows linked to the Private Equity portfolio at fair value are slightly positive at $3.4 million.

Net cash provided by financing activities amounted to $177.7 million, of which proceeds from the European Central Bank facility of $126 million in Wealth Management. In Private Equity, proceeds related to the acquisition of newly consolidated Private Equity investments amounted to $58.8 million and net contributions from investors to $44.2 million.

MANAGEMENT RESPONSIBILITY STATEMENT

The accompanying interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard 34 (IAS 34) *Interim Financial Reporting*.

The interim condensed consolidated financial statements should be read in conjunction with the consolidated financial statements for the year ended 31 December 2011, as they provide an update of previously reported information.

The interim condensed consolidated financial statements are unaudited.

The interim condensed consolidated financial statements were approved for issue by the Board of Directors on 29 August 2012.

The Directors state that to the best of their knowledge:

a. The interim condensed consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of Quilvest S.A. for the six months period ended 30 June 2012.

b. The interim directors' report includes a fair view of the position as per the balance sheet date and the development during the interim financial period of Quilvest S.A. and the future prospects.

Luxembourg, 29 August 2012

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

for the financial period ended 30 June 2012

	Note	in $ '000 30 June 2012 (unaudited)	in $ '000 31 December 2011
Assets			
Cash and cash equivalents		491,899	403,737
Income tax receivable		1,749	1,933
Loans and advances to banks		605	38,777
Loans and advances to bank customers		527,814	488,387
Other receivables, accrued income and prepaid expenses		126,779	91,541
Investments	7	1,197,682	1,125,838
Property, plant and equipment		124,234	76,779
Investment property		7,766	7,969
Intangible assets	8	163,069	151,245
Investments in associates		786	731
Deferred tax assets		9,698	12,680
Total assets		**2,652,081**	**2,399,617**
Liabilities and equity			
Financial liabilities held for trading		20,124	24,053
Income tax payable		1,034	1,275
Deposits from banks		49,847	100,822
Deposits from bank customers		1,073,524	1,030,922
Other liabilities, deferred income and accrued expenses		111,784	85,676
Interest-bearing liabilities		515,902	303,409
Employee benefit obligations		660	664
Provisions		2,625	2,125
Deferred tax liabilities		23,914	24,865
Total liabilities		**1,799,414**	**1,573,811**
Share capital		44,990	44,990
Share premium		110,248	110,248
Treasury shares	9	(3,635)	(3,188)
Reserves		1,983	7,335
Retained earnings		572,493	592,005
Profit/(loss) for the period / year		(2,823)	(25,313)
Total equity attributable to shareholders of the parent		**723,256**	**726,078**
Non-controlling interests		129,411	99,727
Total equity		**852,667**	**825,806**
Total liabilities and equity		**2,652,081**	**2,399,617**

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

QUILVEST

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 June 2012

		in $ '000 30 June 2012 (unaudited)	in $ '000 30 June 2011 (unaudited)
Net result from directly held investments		34,284	61,500
Net result from wealth management activities		35,220	27,239
Other operating income, net		12,015	13,085
General administrative expenses		(68,724)	(62,756)
Depreciation, amortization and impairment losses		(15,854)	(6,373)
Operating result		**(3,059)**	**32,695**
Financial income		11,632	16,473
Financial expenses		(15,861)	(39,825)
Income from associates		248	52
Profit/(Loss) before tax		**(7,040)**	**9,395**
Income tax expense		(1,206)	(523)
Profit/(Loss) for the period		**(8,246)**	**8,872**
Gain/(Loss) on property revaluation		1,671	264
Available-for-sale financial assets		5,303	(314)
Foreign currency translation differences		(12,970)	16,548
Income tax on other comprehensive income		(2,203)	4
Total comprehensive income for the period		**(16,445)**	**25,374**
Profit/(Loss) attributable to:			
	Shareholders of parent company	(2,823)	6,880
	Non-controlling interests	(5,423)	1,992
Comprehensive income attributable to:			
	Shareholders of parent company	(8,175)	21,845
	Non-controlling interests	(8,270)	3,529
Earnings per share (in $)			
	Basic	(0.43)	1.04
	Diluted	(0.43)	1.04

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

QUILVEST

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the six months ended 30 June 2012

	in $ '000 30 June 2012 (unaudited)	in $ '000 30 June 2011 (unaudited)
Operating cash flows directly linked to the Private Equity Business		
Acquisition of Private Equity investments	(85,578)	(129,759)
Proceeds from sale of Private Equity investments	88,822	135,676
Dividends received from Private Equity investments	182	92
Interests received from Private Equity investments	-	4
Operating cash flows directly linked to the Wealth Management Business		
Net interest income	8,771	2,842
Net fee and commission income	26,885	22,812
Cash movements in loans and advances to banks and bank customers	(15,045)	92,311
Cash movements in loans and advances from banks and bank customers	90,476	(37,717)
Other cash movements related to the Wealth Management Business	14,545	(2,990)
Other operating cash flow movements		
Income taxes received/(paid)	(1,376)	(1,312)
Net cash used in other operating activities	(72,226)	(51,488)
Net cash provided by / (used in) operating activities	**55,456**	**30,471**
Acquisition of investments	(249,750)	(101,725)
Proceeds from sale of investments	152,125	52,395
Acquisition of property, plant and equipment	(6,841)	(6,393)
Proceeds from disposal of property, plant and equipment	1	7
Acquisition of intangible assets	(608)	(58)
Acquisition of subsidiaries, net of cash acquired	(29,412)	57,981
Disposal of subsidiaries, net of cash disposed	(521)	-
Interests received	172	1,313
Dividends received	126	752
Net cash provided by / (used in) investing activities	**(134,708)**	**4,274**
Proceeds from interest-bearing liabilities	167,499	2,087
Repayment of interest-bearing liabilities	(22,194)	(1,230)
Repurchase of treasury shares	-	(346)
Proceeds from treasury shares	(447)	-
Net cash contributions from / (distributions to) non-controlling interests	44,207	9,084
Interests paid	(11,522)	(10,906)
Net cash provided by / (used in) financing activities	**177,543**	**(1,311)**
Net increase / (decrease) in cash and cash equivalents	**98,291**	**33,432**
Cash and cash equivalents at the beginning of the year	**403,737**	**140,040**
Effect of exchange rate fluctuations on cash and cash equivalents held	(10,129)	6,994
Cash and cash equivalents at the end of the period	**491,899**	**180,465**

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

QUILVEST

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the six months ended 30 June 2012 and 2011

	Share Capital	Share Premium	Treasury shares	Reserves	Retained earnings	**Total attributable to owners of the parent entity**	Non-controlling interests	**Total Equity**
								in $ '000
Balance at 1 January 2012	**44,990**	**110,248**	**(3,188)**	**7,335**	**566,692**	**726,077**	**99,727**	**825,804**
Total comprehensive income for the period								
Loss for the period	-	-	-	-	(2,823)	**(2,823)**	(5,423)	**(8,246)**
Other comprehensive income								
Gain on property revaluation, net of deferred tax	-	-	-	1,114	-	**1,114**	-	**1,114**
Available-for-sale assets, net of deferred tax	-	-	-	2,432	-	**2,432**	1,225	**3,657**
Foreign currency translation differences	-	-	-	(8,898)	-	**(8,898)**	(4,072)	**(12,970)**
Total comprehensive income for the period	**-**	**-**	**-**	**(5,352)**	**(2,823)**	**(8,175)**	**(8,270)**	**(16,445)**
Transactions with owners, recorded directly in equity								
Repurchase of treasury shares	-	-	(447)	-	-	**(447)**	-	**(447)**
Transactions with non-controlling interests	-	-	-	-	5,801	**5,801**	(1,173)	**4,628**
Non-controlling interests acquired in business combinations	-	-	-	-	-	**-**	27,620	**27,620**
Contributions from non-controlling interests	-	-	-	-	-	**-**	16,951	**16,951**
Distributions to non-controlling interests	-	-	-	-	-	**-**	(5,444)	**(5,444)**
Dividends paid	-	-	-	-	-	**-**	-	**-**
Total transactions with owners	**-**	**-**	**(447)**	**-**	**5,801**	**5,354**	**37,954**	**43,308**
Balance at 30 June 2012	**44,990**	**110,248**	**(3,635)**	**1,983**	**569,670**	**723,256**	**129,411**	**852,667**

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

	Share Capital	Share Premium	Treasury shares	Reserves	Retained earnings	**Total attributable to owners of the parent entity**	Non-controlling interests	**Total Equity**
								in $ '000
Balance at 1 January 2011	**44,990**	**110,248**	**(2,686)**	**16,662**	**559,249**	**728,463**	**32,735**	**761,198**
Total comprehensive income for the period								
Profit for the period	-	-	-	-	6,880	**6,880**	1,992	**8,872**
Other comprehensive income								
Gain on property revaluation, net of deferred tax	-	-	-	176	-	**176**	-	**176**
Available-for-sale assets, net of deferred tax	-	-	-	(147)	-	**(147)**	(75)	**(222)**
Foreign currency translation differences	-	-	-	14,936	-	**14,936**	1,612	**16,548**
Total comprehensive income for the period	**-**	**-**	**-**	**14,965**	**6,880**	**21,845**	**3,529**	**25,374**
Transactions with owners, recorded directly in equity								
Repurchase of treasury shares	-	-	(346)	-	-	**(346)**	-	**(346)**
Transactions with non-controlling interests	-	-	-	-	53,722	**53,722**	27,978	**81,700**
Non-controlling interests acquired in business combinations	-	-	-	-	-	**-**	28,661	**28,661**
Contributions from non-controlling interests	-	-	-	-	-	**-**	9,303	**9,303**
Distributions to non-controlling interests	-	-	-	-	-	**-**	(159)	**(159)**
Dividends paid	-	-	-	-	(20,966)	**(20,966)**	-	**(20,966)**
Total transactions with owners	**-**	**-**	**(346)**	**-**	**32,756**	**32,410**	**65,783**	**98,193**
Balance at 30 June 2011	**44,990**	**110,248**	**(3,032)**	**31,627**	**598,885**	**782,718**	**102,047**	**884,765**

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The accompanying notes are an integral part of the interim condensed consolidated financial statements. Amounts are stated in thousands of USD except otherwise stated.

1. CORPORATE INFORMATION

QUILVEST S.A. (the "Company") is a Luxembourg holding company incorporated under the laws of 10 August 1915 as amended. The Company was registered on 14 June 1950 with the Luxembourg Registration Office – Company Register number RC B6091. The registered office of the Company is 84, Grand-Rue, L-1664 Luxembourg. The Company is listed on the regulated market of the Luxembourg Stock Exchange.

The interim condensed consolidated financial statements of the Company as at and for the six months ended 30 June 2012 comprise the Company and its subsidiaries (together referred to as the "Group") and the Group's interests in associates.

The interim condensed consolidated financial statements of the Group for the six months period ended June 30, 2012 were authorized for issue at the Board of Directors' meeting on 29 August 2012.

The consolidated financial statements of the Group as at and for the year ended 31 December 2011 are available upon request at the Company's registered office and on the Company's website www.quilvest.com.

2. BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES

Basis of preparation

The interim condensed consolidated financial statements for the six months ended 30 June 2012 have been prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the European Union.

The interim condensed consolidated financial statements are presented in US Dollars ('USD') and rounded to the nearest thousands, except stated otherwise.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements for the year ended 31 December 2011, as they provide an update of previously reported information.

New standards, interpretations and amendments, adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2011, except for the adoption of new standards and interpretations as of 1 January 2012 noted below:

- IAS 12 - Deferred Tax: Recovery of Underlying Assets (Amendment)

This amendment to IAS 12 includes a rebuttable presumption that the carrying amount of investment property measured using the fair value model in IAS 40 will be recovered through sale and, accordingly, that any related deferred tax should be measured on a sale basis. The presumption is rebutted if the investment property is depreciable and it is held within a business model whose objective is to consume substantially all of the economic benefits in the investment property over time, rather than recovered entirely through sale. Specifically, IAS 12 will require that deferred tax arising from a non-depreciable asset measured using the revaluation model in IAS 16 should always reflect the tax consequences of recovering the carrying amount of the underlying asset through sale. Effective implementation date is for annual periods beginning on or after 1 January 2012.

The Group maintains investment properties at fair value and assets under the revaluation model of IAS 16. The jurisdictions in which the Group operates do not have a materially different tax charge for sale or consumption of the assets. While the amendment is applicable, it has no significant impact on the consolidated financial statements of the Group.

Seasonality of operations

The Group does not consider that there is any significant seasonality within its operational markets and therefore it considers the financial statements for the period to June 30, 2012 to be a consistent representation of the entire financial year.

3. ESTIMATES

The preparation of interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the Group's accounting policies and the key source of estimation of uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2011.

4. FOREIGN CURRENCIES

The following exchange rates were used for translating Euros ("EUR"), Swiss francs ("CHF") and British pounds ("GBP"), which are the most important foreign currencies used in the Group.

	USD/EUR	USD/CHF	USD/GBP
30 June 2011	0.6902	0.8314	0.6216
Average 6 months 2011	0.7101	0.8969	0.6203
31 December 2011	0.7737	0.9405	0.6485
Average 2011	0.7192	0.8887	0.6259
30 June 2012	0.7938	0.9538	0.6392
Average 6 months 2012	0.7677	0.9258	0.6334

5. FINANCIAL RISK MANAGEMENT

Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk and interest rate risk), credit risk, liquidity risk and operational risk.

The interim condensed consolidated financial statements do not include all financial risk management information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's consolidated financial statements at 31 December 2011.

There have been no changes in the risk management policy and procedures since year-end or in any risk management policies.

Fair value estimation

In 2012 there were no significant changes in the business or economic circumstances that affect the determination of fair value of the group's financial assets and liabilities.

6. SIGNIFICANT ACQUISITIONS AND DISPOSALS

Acquisition of subsidiaries

Anthony's Coal Fired Pizza, USA

In January 2012, the Group completed the acquisition of a controlling stake of 70.3% and an economic ownership of 25.05% in Anthony's Coal Fired Pizza ('Anthony's Pizza'). Anthony's Pizza operates casual dining restaurants serving a focused menu featuring coal-fired pizzas across United States of America.

The fair value of the acquired intangible assets includes trade name and licenses of USD 4.3 million. Total transaction related costs of USD 2.2 million are comprised within "Net result from directly held investments" in the consolidated statement of comprehensive income.

The goodwill has been recognized on the basis of the strong business development perspective.

From the date of acquisition (1 January 2012), Anthony's Pizza has contributed USD 5.2 million in the net result from directly held investments and USD 1.3 million in the result of the Group for the period ended 30 June 2012.

The accounting for the acquisition of Anthony's Pizza has been done on a provisional basis and is expected to be finalized by 31 December 2012.

Acrotec S.A., Switzerland

In June 2012, the Group acquired a controlling stake of 56.2% and an economic interest of 7.9% in Acrotec S.A. ('Acrotec'). Acrotec is an independent group created by industry-professionals with the purpose of providing all watch brands and manufactures quality products complying with the label "Swiss Made".

The fair value of the acquired intangible assets includes licenses of CHF 0.20 million (USD 0.2 million). Total transaction related costs of CHF 0.8 million (USD 0.8 million) are comprised within "Net result from directly held investments" in the consolidated statement of comprehensive income.

The goodwill has been recognized on the basis of strong business prospects and unique market positioning.

From the date of acquisition, the contribution of Acrotec in the result of the period ended 30 June 2012 was nil. Had the acquisition taken place on 1 January 2012, the contribution in the net result from directly held investments would have been CHF 6.6 million (USD 7.1 million) and CHF 4.3 million (USD 4.6 million) in the result of the Group for the period ended 30 June 2012.

The accounting for the acquisition of Acrotec has been done on a provisional basis and is expected to be finalized by 30 June 2013.

The aggregate effect of the business combinations as at the acquisition date is summarized below:

Total fair value amounts		
	Anthony's Pizza	**Acrotec**
Property, plant and equipment	18,206	33,017
Intangible assets	4,257	187
Other receivables, accrued income and prepaid expenses	1,288	29,582
Cash and cash equivalents	893	1,999
Deposits from banks	346	
Other liabilities, deferred income and accrued expenses	(5,348)	(6,389)
Interest-bearing liabilities	-	(38,168)
Provisions	-	(1,347)
Deferred tax liabilities	(627)	(4,415)
Net identifiable assets and liabilities	**19,016**	**14,465**
Non controlling interests' share of net assets acquired	**14,253**	**13,367**
Fair value of the consideration given	**59,200**	**32,305**
attributable to the shareholders of the parent	14,827	6,747
Goodwill	**10,065**	**5,649**
Consideration paid, satisfied in cash	- (*)	32,304
Less cash acquired	(893)	(1,999)
Net cash outflow/(inflow)	**(893)**	**30,305**

(*): USD 26.9 million was satisfied in cash as at 31 December 2011.

Disposal of subsidiaries

At 30 June 2012, as a result of the receivership procedures started in March 2012 and the subsequent approval by the *Tribunal de Commerce de Paris* of the disposal and debt repayment plan for Swoon S.A., the sole subsidiary of JDI Fashion S.A, the JDI Fashion Group was assumed to have been disposed for no consideration.

A loss of EUR 12.3 million (USD 15.5 million), including the write-off of the remainder of the goodwill and loans receivables, was recognized at 30 June 2012 on a provisional basis as the transaction was not fully completed at 30 June 2012.

Other changes in scope

During the first half of the year, the following main events occurred:

- Further to the finalization of the deal syndication, the economic interest of the Group in STP Products LLC (acquired on July 1, 2011) reduced from 32.12% to 15.08%;

- Non-controlling interests acquired an 18.5% stake in Quilvest & Partners S.A..

7. INVESTMENTS

As at 30 June 2012, the investments made by the Group are summarized as follows:

In $ '000	Note	30 June 2012 (unaudited)	31 December 2011
Financial assets designated at fair value through profit and loss	7.1		
Debt securities		152,033	149,652
Equity securities		219,707	268,472
Third party funds		519,436	479,415
Convertible loans		12,648	14,097
Total		**903,824**	**911,636**
Financial assets held for trading - Derivatives	7.2	**10,314**	**14,041**
Loans and receivables - Investment-related		**1,520**	**1,520**
Available-for-sales assets	7.3	**282,024**	**198,641**
Total Investments		**1,197,682**	**1,125,838**

7.1 Schedule of changes in investments designated at fair value through profit and loss in 2012

In $ '000	Debt securities	Equity securities	Third party funds	Convertible Loans	Total
Fair value at 1 January	149,652	268,472	479,415	14,097	911,636
Additions	68,987	20,560	70,593	488	160,628
Disposals	(61,922)	(35,720)	(53,813)	-	(151,455)
Transfers	(3,534)	(26,958)	-	-	(30,492)
Net gains/(losses) on financial assets	2,866	(4,428)	23,970	(1,870)	20,538
Currency differences	(4,016)	(2,219)	(729)	(67)	(7,031)
Fair value at 30 June	**152,033**	**219,707**	**519,436**	**12,648**	**903,824**

7.2 Schedule of derivatives by nature and maturity in 2012

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
Financial assets held for trading						
Foreign currency forward contracts	393,757	54,565	-	**448,322**	9,658	-
Foreign currency option contracts	776	281	58,550	**59,607**	471	-
Interest rate swaps	-	-	-	**-**	185	-
Financial liabilitiess held for trading						
Foreign currency forward contracts	452,175	82,000	-	**534,175**	-	12,058
Foreign currency option contracts	776	281	58,550	**59,607**	-	471
Interest rate swaps	-	12,597	108,964	**121,561**	-	7,595
Total					**10,314**	**20,124**

7.3 Schedule of changes in available-for-sale financial assets in 2012

In $ '000	Debt securities	Equity securities	Total
Fair value at 1 January	**198,280**	**361**	**198,641**
Additions	175,437	-	175,437
Disposals	(83,551)	-	(83,551)
Net losses on financial assets	(435)	(8)	(443)
Currency differences	(8,058)	(2)	(8,060)
Fair value at 30 June	**281,673**	**351**	**282,024**

8. INTANGIBLE ASSETS

Goodwill is tested for impairment annually (as at December 31) and when circumstances indicate that the carrying value may be impaired.

During the six months period ended 30 June 2012, and as a consequence of the disposal of JDI Fashion Group (Note 4), the related goodwill has been fully impaired resulting in a loss of EUR 3.6 million(USD 4.5 million) for the Group.

Except for the above, there are no indications that impairment may have occurred and, accordingly, Goodwill will be tested for impairment at year-end.

9. TREASURY SHARES

At 30 June 2012, the Group owns 36,280 treasury shares for a total amount of USD 3.6 million. During the first half-year of 2012, the Group acquired 4,016 treasury shares for a total amount of USD 447,056. The consideration paid is included in equity.

QUILVEST

10. SEGMENT INFORMATION

The Group has three reportable segments which are the Group's strategic business units: Private Equity Investment, Private Equity Management and Wealth Management. These segments are described in the note to the consolidated financial statements as at 31 December 2011 on "Significant Accounting Policies".

In line with IFRS 8 *Operating Segments*, the operating segment reporting bases used by the Company are those which are reported to the Chief Operating Decision Maker.

As at 30 June 2012 in $ '000	Private Equity Investment	Private Equity Management	Wealth Management	Total
Net result on directly held investments	15,919	-	7,591	**23,510**
Net result from wealth management activities	-	-	35,260	**35,260**
Management fees	-	11,659	-	**11,659**
Other operating revenue / (expenses)	1,260	2,802	90	**4,152**
Administrative expenses	(11,207)	(19,380)	(40,543)	**(71,130)**
Depreciation and amortisation	-	(68)	(2,084)	**(2,152)**
Net financial income/(expense)	(827)	(18)	2,116	**1,271**
Share of profit/(loss) from associates	-	-	248	**248**
Segment Profit or Loss	**5,145**	**(5,005)**	**2,678**	**2,818**
From which: Inter-segment revenues and expenses	(3,233)	2,275	958	-
Reconciliation of segment profit or loss of operations to consolidated net profit and loss				
Intercompany result eliminated at consolidation level				**(574)**
Accounting policies differences				**(4,712)**
Unallocated income and expenses:				
Corporate depreciation and amortization				**(1,262)**
Corporate financial result, net				**(2,443)**
Corporate administrative expenses, net				**(2,916)**
Other income				**2,048**
Other charges				**-**
Income tax				**(1,206)**
Consolidated profit or loss after tax				**(8,247)**

As at 30 June 2011 in $ '000	Private Equity Investment	Private Equity Management	Wealth Management	Total
Net result on directly held investments	47,881	-	3,895	**51,776**
Net result from wealth management activities	-	-	27,857	**27,857**
Management fees	-	8,247	-	**8,247**
Other operating revenue / (expenses)	1,295	2,227	1,046	**4,568**
Administrative expenses	(13,393)	(8,914)	(36,702)	**(59,009)**
Depreciation and amortisation	(127)	(44)	(1,298)	**(1,469)**
Net financial income/(expense)	292	19	356	**667**
Share of profit/(loss) from associates	-	-	52	**52**
Segment Profit or Loss	**35,948**	**1,535**	**(4,794)**	**32,689**
From which: Inter-segment revenues and expenses	(6,350)	5,761	589	-

Reconciliation of segment profit or loss of operations to consolidated net profit and loss

Intercompany result eliminated at consolidation level	**1,775**
Accounting policies differences	**106**
Unallocated income and expenses:	
Corporate depreciation and amortization	**(237)**
Corporate financial result, net	**(19,638)**
Corporate administrative expenses, net	**(6,004)**
Other income	**704**
Other charges	
Income tax	**(523)**
Consolidated profit or loss after tax	**8,872**

11. CONTINGENT LIABILITIES, COMMITMENTS AND ASSETS UNDER MANAGEMENT

There are no significant changes in contingent liabilities, commitments and assets under management since those reported in the consolidated financial statements as at 31 December 2011.

Total assets under management, including Group investments and client open commitments, amount to approximately USD 18.8 billion at 30 June 2012 (USD 18.1 billion at 31 December 2011).

12. RELATED PARTIES

The nature and extent of transactions with related parties have not changed significantly during the period and are consistent with the consolidated financial statements as at 31 December 2011.

13. EVENTS AFTER THE REPORTING PERIOD

Since 30 June 2012, no material event has occurred that could have significantly impacted the interim condensed consolidated financial statements.