



## PRESS RELEASE FOR THE YEAR ENDED DECEMBER 31<sup>st</sup>, 2017

(Regulated information – published on 15<sup>th</sup> March 2018 at 5.45 p.m.)

- **Annual result : € 170 million**
- **Shareholders' equity per share: € 63,22 (€ 58.20 as at December 31<sup>st</sup> 2016)**
- **Proposed distribution of € 0.85 per share (+ 10.4%)**

### MANAGEMENT REPORT

Ladies and gentlemen,

We are pleased to be able once again to present very solid results.

The net profit for the 2017 financial year was € 170 million, nearly identical to that of the previous year. For the first time in a long time, it was the portfolio of listed securities that contributed the most to the results, namely around two-thirds, thanks to the continuous optimism exhibited by the stock markets.

In one year, the net asset value per share of BREDERODE rose from € 58.20 to € 63.22, an increase that, taking into account the distribution of € 0.77 per share to shareholders in the course of the financial year, represents a growth of 10%. During the same period, earnings per share rose to € 5.79 (as compared to € 5.86 in 2016).

With a view to sustaining the future growth of BREDERODE's net assets and profits by reinvesting a substantial part of its earnings, the board of directors decided, at its meeting of March 13<sup>th</sup>, 2018, to propose to the General Meeting of May 9<sup>th</sup> to vote in favour of a distribution to shareholders of € 0.85 per share. If the Meeting approves this proposal, this would represent an increase of 10.4% in the remuneration of shareholders and the 15th consecutive annual increase.

The market value of the BREDERODE share was 19% higher at the end of 2017 than a year earlier. The 'discount' in relation to the intrinsic value of the share, which was 28% at the beginning of the financial year, reduced to 21% by the end of the year.

#### **Comments by sector of activity.**

##### ***Private Equity***

In a market that is largely global and continues to be in spectacular expansion, BREDERODE has remained particularly active in its selection of both managers and funds to which it has made new commitments. Tighter discipline in this regard has proven all the more essential given that, the abundance of liquidity and of new initiatives, as well as a frenetic search for yield, have led certain very large institutional investors to lower their return expectations or become less exacting in the conditions for participating in new projects. BREDERODE thus seeks to maintain its tight requirements and a rigorous discipline as regard due diligence.

The figures that follow often beat new records and attest to the significant activity carried out by BREDERODE in 2017 *Private Equity* :

| <b>(in € million)</b>                        | <b>31 December 2017</b> | <b>31 December 2016</b> | <b>Evolution</b> |
|----------------------------------------------|-------------------------|-------------------------|------------------|
| New investments                              | 226                     | 170                     | 32%              |
| Disposals                                    | 214                     | 196                     | 9%               |
| Change in fair value                         | 72                      | 101                     | -29%             |
| Investments at the end of the financial year | 878                     | 795                     | 10%              |
| New commitments (*)                          | 308                     | 266                     | 16%              |
| Uncalled commitments                         | 699                     | 673                     | 4%               |

(\*) At historical exchange rates

The change in fair value in 2017 was strongly influenced by the fall in the dollar exchange rate vs to the euro (-14%). At constant exchange rates, the change in fair value in Private Equity would have been € 154 million.

### ***Portfolio of Listed Companies***

The listed securities sector is indisputably the big winner of the year 2017. That was already the case at the end of the first half, and the positive trend continued through the entire financial year. No one can predict for how long the stock markets will continue their upward trend. That being said, the quality of the various elements in BREDERODE's portfolio was generally confirmed over the course of the months, in line with the news coming from the companies we selected with a long-term perspective.

We have maintained a balance between growth and defensive securities. The sum of net dividends received from the listed portfolio increased once again, rising from € 21.5 million to € 24.2 million (+13%).

### ***Financial structure***

Brederode and its subsidiaries had net financial debts of € 4 million and held lines of credit amounting to € 60 million (as compared to € 50 million a year earlier).

### ***Miscellaneous***

During the period under review, there have been no related-party transactions that significantly influenced the financial situation or results of Brederode or its subsidiaries.

### ***Outlook for the current financial year***

Given its role as an international investor in risk capital, the future results of Brederode will continue to be affected by the evolution of the political and economic situation worldwide.

The board of directors takes the view that, unless there is a major negative event, prospects for the current financial year are positive.

It also reaffirms its policy of steadily growing distributions to shareholders.

## KEY FIGURES OF BREDERODE'S INDIVIDUAL (NON-CONSOLIDATED) FINANCIAL STATEMENTS (IFRS)

| (in € million)                                                 | 31 December 2017 | 31 December 2016 |
|----------------------------------------------------------------|------------------|------------------|
| Shareholders' equity of Brederode                              | 1,852.79         | 1,705.69         |
| Profit for the period                                          | 169.67           | 171.59           |
| Amounts distributed to shareholders                            | 22.57            | 20.51            |
| <b>Adjusted figures per share (in €)</b>                       |                  |                  |
| Shareholders' equity of Brederode                              | 63.22            | 58.20            |
| Profit for the period                                          | 5.79             | 5.86             |
| Amounts distributed to shareholders                            | 0.77             | 0.70             |
| Market price at the end of the period                          | 49.69            | 41.76            |
| - highest                                                      | 50.46            | 43.00            |
| - lowest                                                       | 41.64            | 33.30            |
| <b>Ratios</b>                                                  |                  |                  |
| P/BV (price <sup>(1)</sup> /book value)                        | 0.79             | 0.72             |
| P/E (price <sup>(1)</sup> / (earnings per share)               | 8.58             | 7.13             |
| Return on equity                                               |                  |                  |
| (Profit / shareholders' equity at the beginning of the period) | 9.5%             | 11.0%            |
| Dividend yield (Gross dividend / price <sup>(1)</sup> )        | 1.5%             | 1.7%             |
| <b>Number of shares used in the profit</b>                     |                  |                  |
| For shareholders' equity                                       | 29,305,586       | 29,305,586       |
| For basic earnings                                             | 29,305,586       | 29,305,586       |

(1) Based on market price at the end of the period

## KEY FIGURES RELATED TO THE INVESTMENT ACTIVITIES OF BREDERODE AND ITS SUBSIDIARIES

| (in € million)                               | 31 December 2017 | 31 December 2016 |
|----------------------------------------------|------------------|------------------|
| Financial assets at fair value               | 1,846.91         | 1,667.51         |
| - Private Equity                             | 877.79           | 794.57           |
| - Listed portfolio                           | 969.12           | 872.94           |
| Variations in fair value                     | 161.47           | 151.98           |
| Dividends and interests received             | 36.35            | 34.53            |
| Net expenses related to portfolio management | -19.10           | -11.31           |
| Result from portfolio management             | 178.72           | 175.21           |

## INCOME FROM PORTFOLIO MANAGEMENT BY BREDERODE AND ITS SUBSIDIARIES

### Evolution

| (in € million)                                                   | 31 December 2017 | 31 December 2016 |
|------------------------------------------------------------------|------------------|------------------|
| <b>Private Equity at the beginning of the period</b>             | <b>794.57</b>    | <b>719.28</b>    |
| Investments                                                      | 225.56           | 170.49           |
| Disposals                                                        | -214.25          | -196.37          |
| Change in fair value                                             | 71.91            | 101.17           |
| <b>Private Equity at the end of the period</b>                   | <b>877.79</b>    | <b>794.57</b>    |
| <b>Listed portfolio at the beginning of the period(*)</b>        | <b>872.94</b>    | <b>792.85</b>    |
| Investments                                                      | 39.69            | 31.19            |
| Disposals                                                        | -33.06           | -1.90            |
| Change in fair value                                             | 89.56            | 50.81            |
| <b>Listed portfolio at the end of the period</b>                 | <b>969.12</b>    | <b>872.94</b>    |
| <b>Total portfolio managed by Brederode and its subsidiaries</b> | <b>1,846.91</b>  | <b>1,667.51</b>  |

(\*) The listed portfolio includes the investment in Brederode

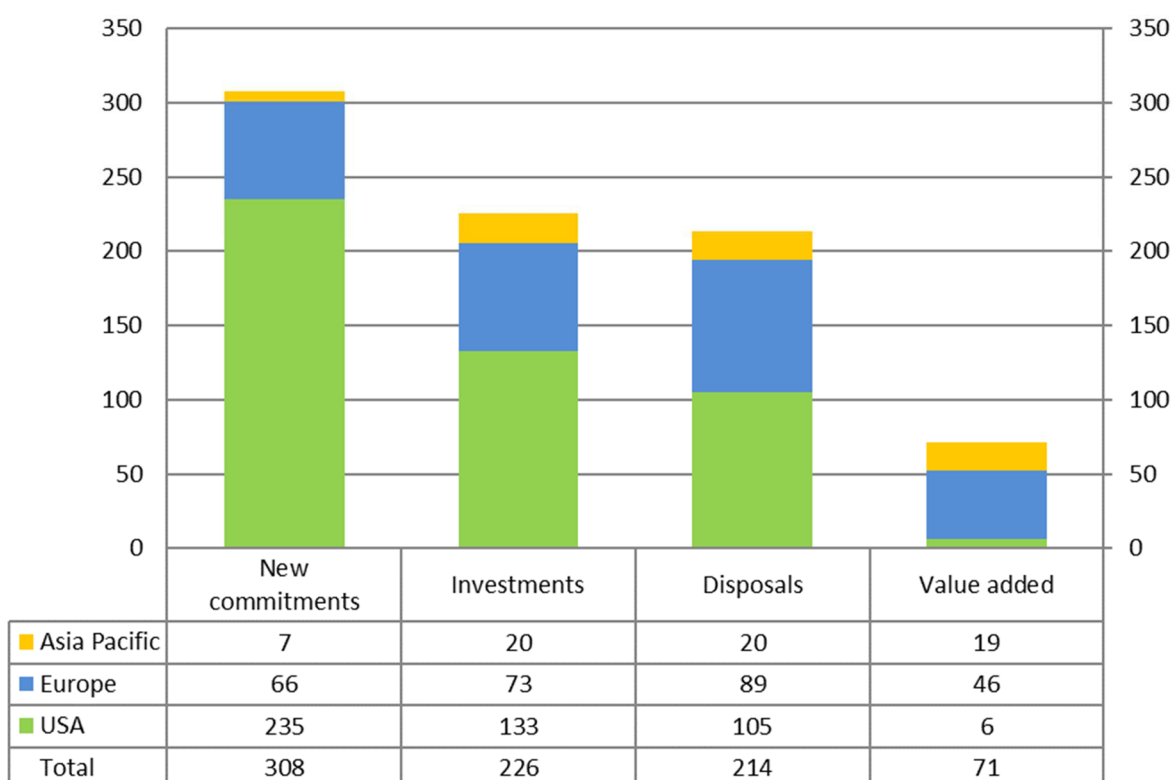
### Performance

| (in € million)                                                            | 31 December 2017 | 31 December 2016 |
|---------------------------------------------------------------------------|------------------|------------------|
| <b>Result from Private Equity management</b>                              |                  |                  |
| Dividends                                                                 | 6.34             | 8.15             |
| Interest                                                                  | 3.49             | 2.87             |
| Change in fair value (*)                                                  | 71.91            | 101.17           |
| Management fees and other management costs                                | -18.93           | -11.12           |
| <b>Total</b>                                                              | <b>62.81</b>     | <b>101.07</b>    |
| <b>Result from listed portfolio management</b>                            |                  |                  |
| Dividends                                                                 | 26.53            | 23.51            |
| Variation in fair value (*)                                               | 89.56            | 50.81            |
| Net expenses related to portfolio management                              | -0.17            | -0.18            |
| <b>Total</b>                                                              | <b>115.92</b>    | <b>74.13</b>     |
| <b>Result from portfolio management of Brederode and its subsidiaries</b> | <b>178.72</b>    | <b>175.21</b>    |

(\*) This amount includes realised and unrealised capital gains/losses.

## PRIVATE EQUITY PORTFOLIO

### Summary of Private Equity activities in 2017 (in € million)



### Movements in uncalled commitments

| (in € million)                                    | 31 December 2017 | 31 December 2016 |
|---------------------------------------------------|------------------|------------------|
| <b>Commitments at the beginning of the period</b> | <b>673.44</b>    | <b>532.11</b>    |
| Variation in existing commitments                 | -282.69          | -124.96          |
| New commitments (*)                               | 307.94           | 266.29           |
| <b>Commitments at the end of the period</b>       | <b>698.69</b>    | <b>673.44</b>    |

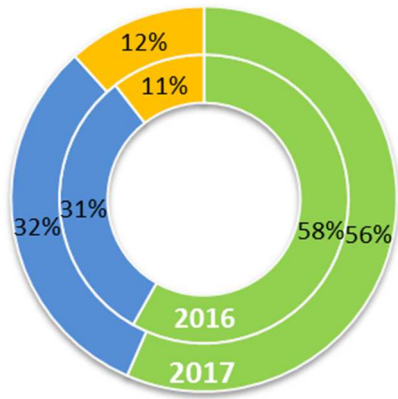
(\*) At historical exchange rates.

## New commitments made in 2017 (in € millions)

| <b>NEW FUNDS</b>                                        |               |
|---------------------------------------------------------|---------------|
| Alpinvest Co-investment Fund VII                        | 27.76         |
| Carlyle Partners VII                                    | 25.36         |
| EQT VIII                                                | 25.00         |
| Apollo Overseas Partners IX                             | 22.95         |
| H.I.G. Advantage Fund                                   | 21.53         |
| PAI Europe VII                                          | 20.00         |
| BVIP Fund IX                                            | 19.02         |
| Bain Capital Fund XII                                   | 17.41         |
| Genstar Capital Partners VIII                           | 18.60         |
| Frontenac XI                                            | 18.32         |
| Providence Strategic Growth III                         | 17.04         |
| Trilantic Capital Partners VI                           | 16.88         |
| Triton Smaller Mid-Cap Fund I                           | 10.00         |
| Bain Capital Life Sciences Fund                         | 9.00          |
| Upfront VI                                              | 8.91          |
| Capital Today Evergreen Fund (Growth)                   | 3.22          |
| Globespan Capital Partners Opportunity Fund VI (Growth) | 1.76          |
|                                                         | <b>282.77</b> |
| <b>NEW CO-INVESTMENTS:</b>                              | <b>25.17</b>  |
| <b>TOTAL</b>                                            | <b>307.94</b> |

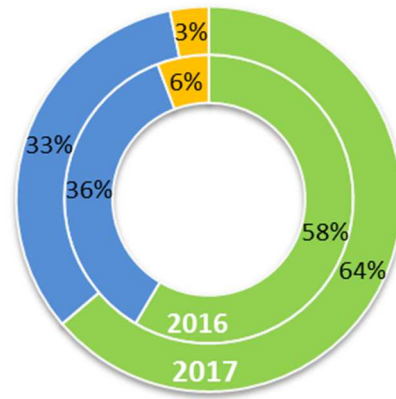
### Geographical breakdown

Current investments



■ USA ■ Europe ■ Asia Pacific

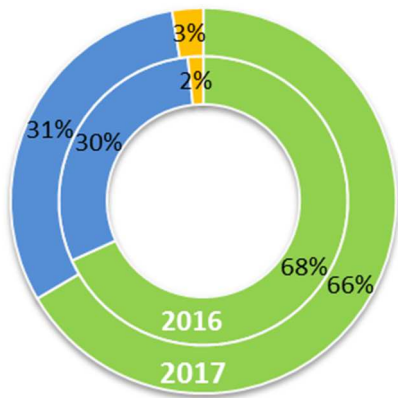
Uncalled commitments



■ USA ■ Europe ■ Asia Pacific

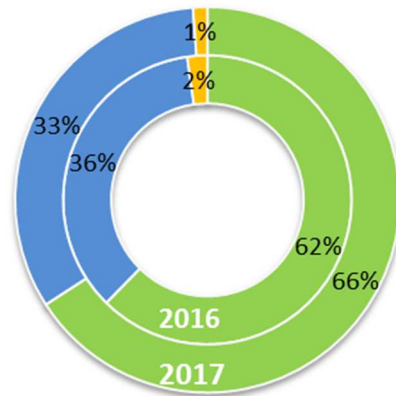
### Breakdown by currency

Current investments



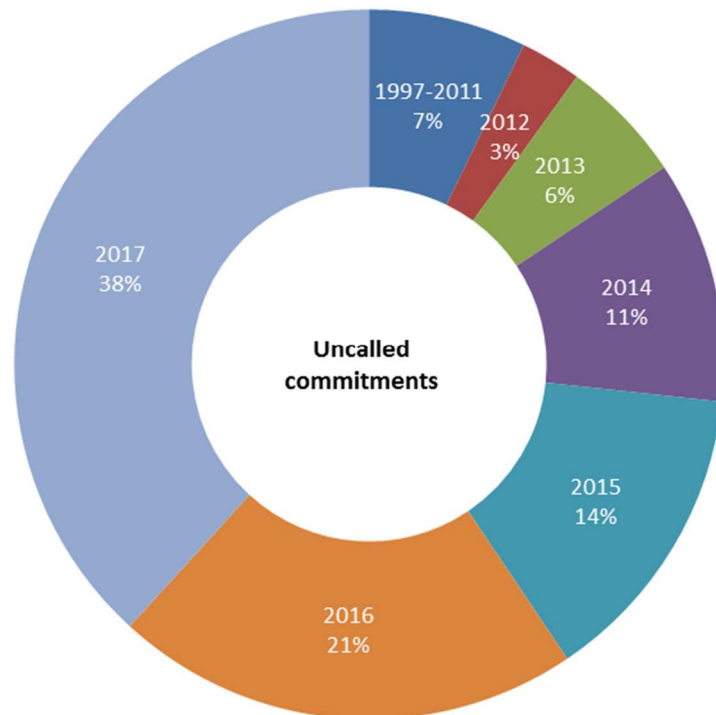
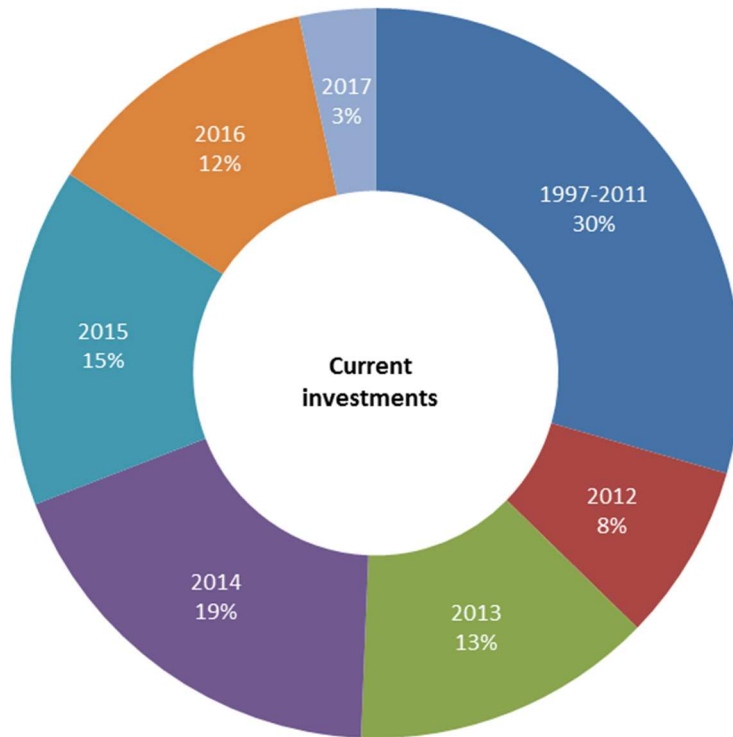
■ USD ■ EUR ■ OTHERS

Uncalled commitments



■ USD ■ EUR ■ OTHERS

**Breakdown of commitments by year of subscription to the funds ('vintage year')**





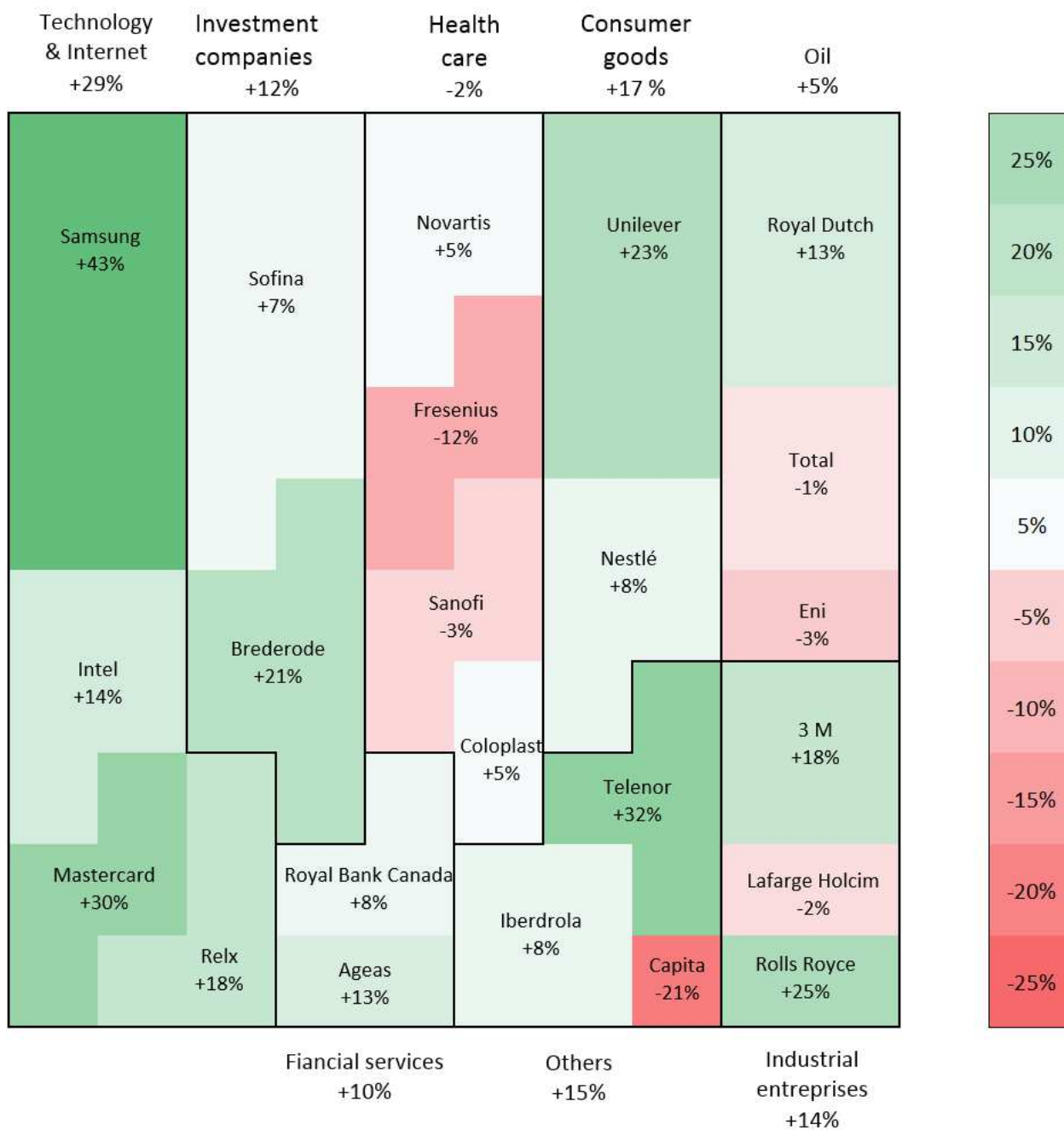
**List of Private Equity General Partners**  
(in € million)

| Names                            | Investments<br>at fair value | Uncalled<br>commitments | Total<br>commitments |
|----------------------------------|------------------------------|-------------------------|----------------------|
| THE CARLYLE GROUP                | 41.00                        | 55.41                   | 96.42                |
| ARDIAN                           | 48.34                        | 47.16                   | 95.50                |
| BAIN CAPITAL PARTNERS            | 46.06                        | 38.64                   | 84.70                |
| PROVIDENCE EQUITY PARTNERS       | 49.99                        | 33.83                   | 83.82                |
| HIG CAPITAL                      | 33.47                        | 43.91                   | 77.38                |
| EQT                              | 34.71                        | 34.87                   | 69.57                |
| L CATTERTON PARTNERS             | 41.36                        | 22.76                   | 64.12                |
| CAPITAL TODAY                    | 56.01                        | 1.88                    | 57.89                |
| APOLLO MANAGEMENT                | 25.64                        | 30.06                   | 55.71                |
| UPFRONT VENTURES                 | 36.28                        | 12.21                   | 48.49                |
| BC PARTNERS                      | 25.46                        | 19.98                   | 45.44                |
| PAI                              | 16.48                        | 26.77                   | 43.25                |
| TRITON                           | 19.88                        | 17.57                   | 37.44                |
| HGGC                             | 18.56                        | 17.87                   | 36.43                |
| TRILANTIC CAPITAL                | 13.55                        | 21.48                   | 35.03                |
| VISTA EQUITY PARTNERS            | 24.19                        | 8.83                    | 33.01                |
| GENSTAR CAPITAL                  | 15.82                        | 16.87                   | 32.70                |
| MONTAGU PRIVATE EQUITY           | 19.89                        | 12.40                   | 32.28                |
| STONEPOINT CAPITAL               | 26.85                        | 4.87                    | 31.72                |
| CUBERA PRIVATE EQUITY            | 9.92                         | 20.91                   | 30.83                |
| AMERICAN SECURITIES              | 17.45                        | 12.23                   | 29.68                |
| ARLINGTON CAPITAL PARTNERS       | 18.28                        | 10.85                   | 29.12                |
| STIRLING SQUARE CAPITAL PARTNERS | 23.97                        | 3.36                    | 27.34                |
| CITIC CAPITAL PARTNERS           | 19.03                        | 7.96                    | 26.99                |
| SWANCAP                          | 19.09                        | 6.85                    | 25.94                |
| Others                           | 176.51                       | 169.16                  | 345.68               |
| <b>TOTAL</b>                     | <b>877.79</b>                | <b>698.69</b>           | <b>1.576.48</b>      |

The top 25 General Partners included in this list represent 78% of the total commitments

## LISTED PORTFOLIO

### Total performance in 2016 (including dividends)



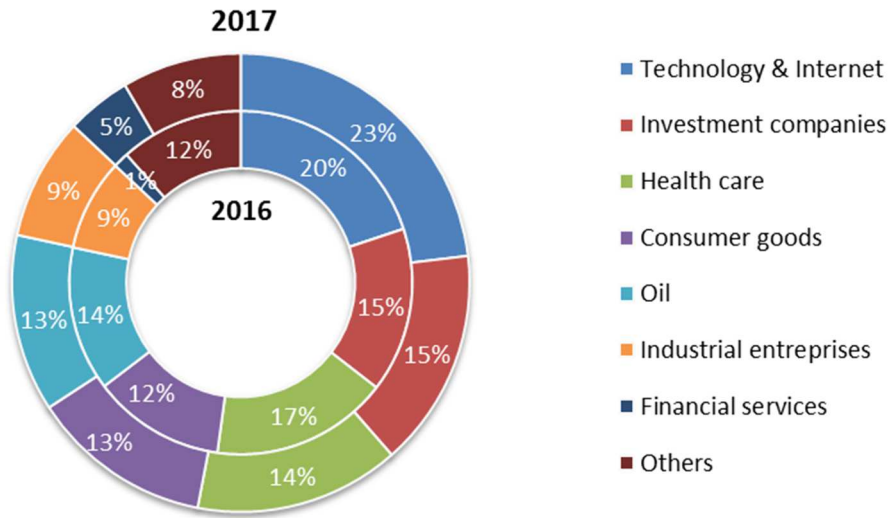
## Main holdings in the portfolio of listed securities

| Securities                       | Begin 2017    | Acquisitions<br>(Disposals) | Variations<br>in fair<br>value | End<br>2017   | Performance<br>(1) | Number<br>of<br>securities | Allocation   |
|----------------------------------|---------------|-----------------------------|--------------------------------|---------------|--------------------|----------------------------|--------------|
| <b>(in € million)</b>            |               |                             |                                |               |                    |                            |              |
| <b>Technology &amp; Internet</b> | <b>173.68</b> | <b>2.04</b>                 | <b>48.17</b>                   | <b>223.89</b> | <b>29.5%</b>       |                            | <b>23.1%</b> |
| Samsung Electronics (GDR)        | 70.87         |                             | 29.03                          | 99.89         | 43.3%              | 100,000                    | 10.3%        |
| Intel                            | 38.78         |                             | 4.60                           | 43.38         | 14.2%              | 1,127,000                  | 4.5%         |
| Mastercard                       | 32.22         |                             | 9.29                           | 41.52         | 29.5%              | 328,950                    | 4.3%         |
| Relx                             | 31.82         | 2.04                        | 5.25                           | 39.10         | 18.0%              | 1,994,965                  | 4.0%         |
| <b>Investment companies</b>      | <b>136.06</b> | <b>-0.93</b>                | <b>14.45</b>                   | <b>149.58</b> | <b>12.0%</b>       |                            | <b>15.4%</b> |
| Sofina                           | 85.76         |                             | 3.97                           | 89.73         | 6.6%               | 684,152                    | 9.3%         |
| Brederode                        | 50.30         | -0.93 <sup>(2)</sup>        | 10.48                          | 59.86         | 21.2%              | 1,204,575                  | 6.2%         |
| <b>Health care</b>               | <b>145.83</b> | <b>1.48</b>                 | <b>-6.94</b>                   | <b>140.38</b> | <b>-2.4%</b>       |                            | <b>14.5%</b> |
| Novartis                         | 43.13         |                             | 0.88                           | 44.01         | 5.2%               | 625,000                    | 4.5%         |
| Fresenius SE                     | 47.99         |                             | -5.94                          | 42.05         | -11.7%             | 646,191                    | 4.3%         |
| Sanofi                           | 36.14         |                             | -2.37                          | 33.77         | -3.3%              | 470,000                    | 3.5%         |
| Coloplast                        | 18.58         | 1.48                        | 0.49                           | 20.55         | 5.1%               | 310,000                    | 2.1%         |
| <b>Consumer goods</b>            | <b>108.96</b> |                             | <b>15.06</b>                   | <b>124.02</b> | <b>16.7%</b>       |                            | <b>12.8%</b> |
| Unilever                         | 63.05         |                             | 12.64                          | 75.69         | 23.1%              | 1,611,788                  | 7.8%         |
| Nestlé                           | 45.91         |                             | 2.42                           | 48.33         | 8.0%               | 674,872                    | 5.0%         |
| <b>Oil</b>                       | <b>119.29</b> | <b>3.39</b>                 | <b>-1.03</b>                   | <b>121.65</b> | <b>4.5%</b>        |                            | <b>12.6%</b> |
| Royal Dutch Shell                | 52.28         | 3.39                        | 4.08                           | 59.75         | 13.4%              | 2,150,095                  | 6.2%         |
| Total                            | 39.95         |                             | -2.19                          | 37.76         | -1.2%              | 820,000                    | 3.9%         |
| ENI                              | 27.06         |                             | -2.92                          | 24.14         | -5.7%              | 1,749,000                  | 2.5%         |
| <b>Industrial firms</b>          | <b>75.24</b>  | <b>-1.08</b>                | <b>9.33</b>                    | <b>83.50</b>  | <b>13.6%</b>       |                            | <b>8.6%</b>  |
| 3M                               | 37.22         |                             | 5.90                           | 43.12         | 17.9%              | 219,722                    | 4.4%         |
| Lafarge-Holcim                   | 21.66         | -0.79 <sup>(2)</sup>        | -0.51                          | 20.36         | -2.4%              | 433,486                    | 2.1%         |
| Rolls Royce                      | 16.36         | -0.29 <sup>(2)</sup>        | 3.95                           | 20.02         | 24.5%              | 2,097,207                  | 2.1%         |
| <b>Financial services</b>        | <b>12.70</b>  | <b>28.78</b>                | <b>2.77</b>                    | <b>44.25</b>  | <b>9.9%</b>        |                            | <b>4.6%</b>  |
| Royal Bank of Canada             |               | 24.94                       | 1.49                           | 26.43         | 7.8%               | 387,200                    | 2.7%         |
| Ageas                            | 12.70         | 3.84                        | 1.28                           | 17.83         | 13.2%              | 437,750                    | 1.8%         |
| <b>Miscellaneous</b>             | <b>101.18</b> | <b>-27.06</b>               | <b>7.75</b>                    | <b>81.86</b>  | <b>15.5%</b>       |                            | <b>8.4%</b>  |
| Iberdrola                        | 36.21         | 3.71                        | 1.39                           | 41.31         | 8.2%               | 6,395,266                  | 4.3%         |
| Telenor                          | 20.16         |                             | 5.22                           | 25.38         | 31.7%              | 1,420,000                  | 2.6%         |
| Capita                           | 7.08          |                             | -1.92                          | 5.16          | -21.3%             | 1,141,622                  | 0.5%         |
| Syngenta                         | 25.41         | -28.33                      | 2.92                           |               | 12.5%              | -                          | -            |
| Other holdings < € 10 MM         | 12.31         | -2.45                       | 0.14                           | 10.00         | 1.4%               | n.a.                       | 1.0%         |
| <b>TOTAL</b>                     | <b>872,94</b> | <b>6,62</b>                 | <b>89,56</b>                   | <b>969,12</b> | <b>12,9%</b>       |                            | <b>100%</b>  |

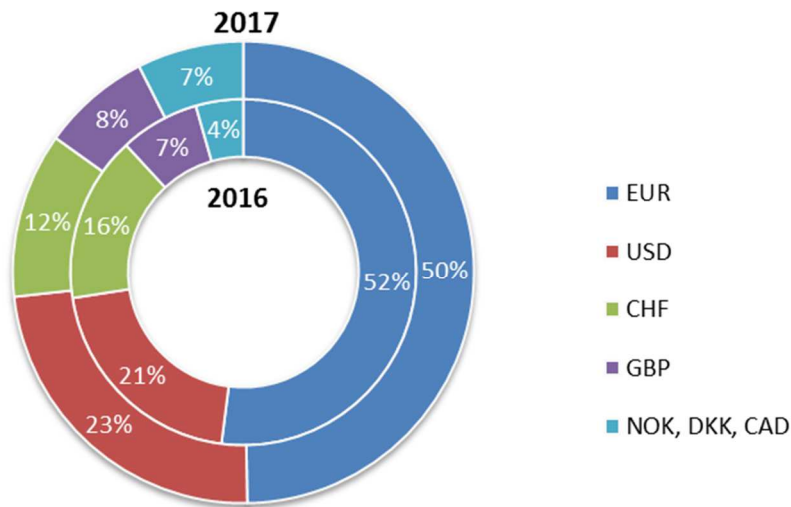
<sup>(1)</sup> Indicative performance taking into account the net dividends received

<sup>(2)</sup> Reimbursement of capital or equivalent

### Breakdown of the listed portfolio by industry



### Breakdown of the listed portfolio by currency



## NET ASSETS HELD BY BREDERODE AND ITS SUBSIDIARIES

The following table provides details of the contribution of the main assets and liabilities of Brederode and its subsidiaries to shareholders' equity as expressed in Brederode's separate financial statements.

| (in € million)                                   | 31 December 2017 | 31 December 2016 |
|--------------------------------------------------|------------------|------------------|
| <b>NON CURRENT ASSETS</b>                        | <b>1,857.37</b>  | <b>1,680,76</b>  |
| Intangible assets                                | 7.77             | 10,86            |
| Fixed assets                                     | 1.78             | 1,78             |
| Non-current financial assets                     | 1,846.91         | 1,667,51         |
| - Private Equity Portfolio                       | 877.79           | 794,57           |
| - Listed Portfolio                               | 969.12           | 872,94           |
| Other non-current assets                         | 0.92             | 0,61             |
| <b>CURRENT ASSETS</b>                            | <b>30.32</b>     | <b>32,58</b>     |
| Cash and cash equivalents                        | 23.32            | 24,89            |
| Tax receivable                                   | 3.26             | 3,75             |
| Receivables and other current assets             | 3.74             | 3,94             |
| <b>TOTAL ASSETS</b>                              | <b>1,887.69</b>  | <b>1,713,34</b>  |
| <b>NON CURRENT LIABILITIES</b>                   | <b>-1.13</b>     |                  |
| <b>CURRENT LIABILITIES</b>                       | <b>-33.75</b>    | <b>-7,65</b>     |
| Short term debt                                  | -27.42           | -0,42            |
| Debts arising from purchases of financial assets | -1.20            | -3,12            |
| Tax due                                          | -2.57            | -2,72            |
| Other current liabilities                        | -2.55            | -1,36            |
| <b>TOTAL LIABILITIES</b>                         | <b>-34.87</b>    | <b>-7,63</b>     |
| <b>MINORITY SHAREHOLDERS</b>                     | <b>-0.02</b>     | <b>-0,02</b>     |
| <b>TOTAL NET ASSETS</b>                          | <b>1,852.79</b>  | <b>1,705,69</b>  |

## OUTLOOK FOR THE YEAR IN PROGRESS

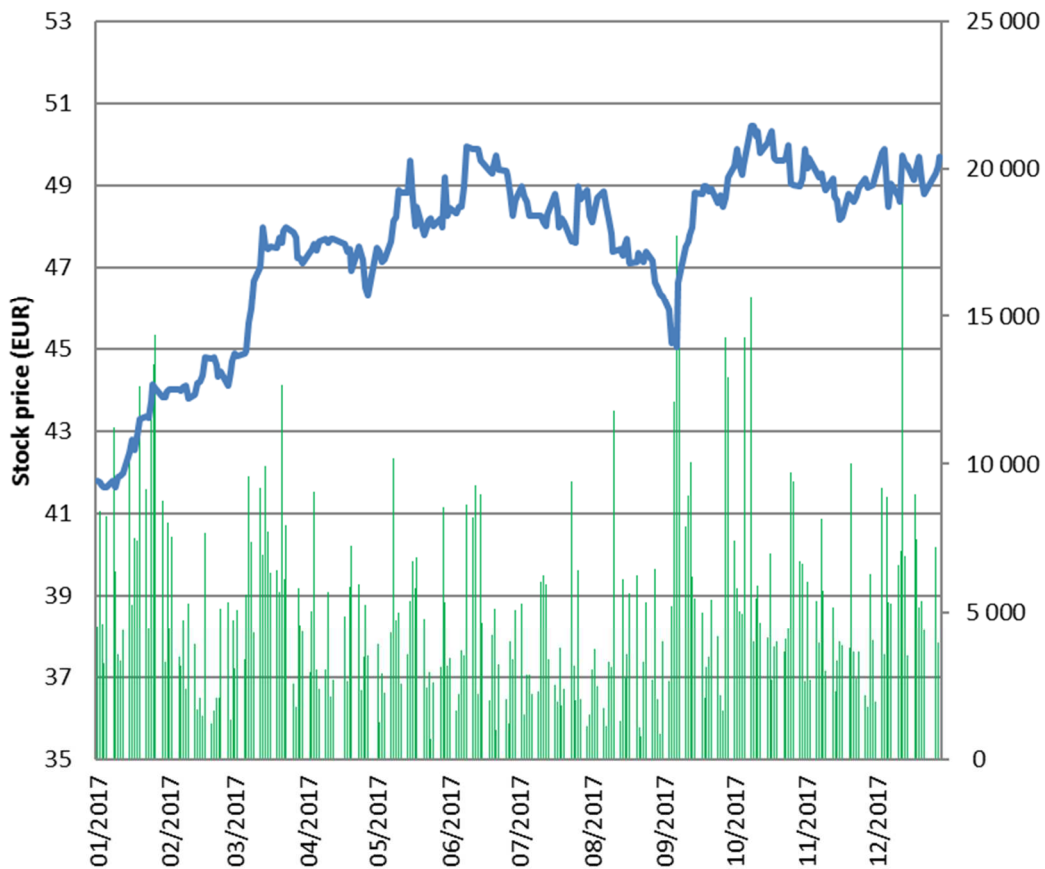
As previously indicated, in the absence of major unforeseeable events, the Board prospects for the current financial year are positive.

## BREDERODE SHARE

The shares of Brederode are traded on the regulated markets of EURONEXT Brussels and the LUXEMBOURG STOCK EXCHANGE.

The share price of Brederode rose 19% during the financial year (21% taking into account the partial distribution of the share premium) with a volume traded of 1.3mn shares (1.2mn in 2016) i.e. an average daily volume of 5,082 shares (4,548 in 2017).

**Evolution of the share price of Brederode (EUR) and daily volume (number of shares) since January 1st, 2017**



**INDIVIDUAL (NON-CONSOLIDATED)  
FINANCIAL STATEMENTS FOR BREDERODE S.A.**

**(IAS 27)**

## INDIVIDUAL (NON-CONSOLIDATED) STATEMENT OF FINANCIAL POSITION

| (in € million)                            | Notes | 31 December 2017 | 31 December 2016 |
|-------------------------------------------|-------|------------------|------------------|
| <b>NON-CURRENT ASSETS</b>                 |       | <b>1,852.75</b>  | <b>1,705.91</b>  |
| Subsidiaries at fair value                | (1)   | 1,852.75         | 1,705.91         |
| <b>CURRENT ASSETS</b>                     |       | <b>0.29</b>      | <b>0.01</b>      |
| Other current assets                      |       | 0.28             | -                |
| Cash and cash equivalents                 |       | 0.01             | 0.01             |
| <b>TOTAL ASSETS</b>                       |       | <b>1,853.04</b>  | <b>1,705.92</b>  |
| <b>TOTAL SHAREHOLDERS' EQUITY</b>         |       | <b>1,852.79</b>  | <b>1,705.69</b>  |
| Issued share capital                      |       | 182.71           | 182.71           |
| Share premium                             | (2)   | 711.93           | 734.49           |
| Profit carried forward                    |       | 788.48           | 616.89           |
| Result for the financial year             |       | 169.67           | 171.59           |
| <b>NON-CURRENT LIABILITIES</b>            |       |                  |                  |
| <b>CURRENT LIABILITIES</b>                |       | <b>0.25</b>      | <b>0.23</b>      |
| Other current liabilities                 |       | 0.25             | 0.23             |
| <b>TOTAL LIABILITIES</b>                  |       | <b>1,853.04</b>  | <b>1,705.92</b>  |
| Number of shares at the end of the period |       | 29,305,586       | 29,305,586       |
| Shareholders' equity per share (in €)     |       | 63.22            | 58.20            |

## INDIVIDUAL (NON-CONSOLIDATED) INCOME STATEMENT (IFRS)

| (in € million)                                     | Notes | 31 December 2017 | 31 December 2016 |
|----------------------------------------------------|-------|------------------|------------------|
| Change in fair value of subsidiary                 | (3)   | 146.84           | 171.78           |
| <b>Profit from management of investment entity</b> |       | <b>146.84</b>    | <b>171.78</b>    |
| Other operating income and expenses                |       | 22.83            | -0.19            |
| <b>Operating result</b>                            |       | <b>169.67</b>    | <b>171.59</b>    |
| Net financial income (expenses)                    |       | 0.00             | 0.00             |
| Tax on the net result                              |       | 0.00             | 0.00             |
| <b>Profit for the period</b>                       |       | <b>169.67</b>    | <b>171.59</b>    |
| <b>Profit per share</b>                            |       |                  |                  |
| Weighted number of shares                          |       | 29,305,586       | 29,305,586       |
| Net profit per share (in €)                        |       | <b>5.79</b>      | <b>5.86</b>      |



## INDIVIDUAL (NON-CONSOLIDATED) FINANCIAL STATEMENT OF CHANGES IN EQUITY

| (in € million)                       | Notes | Capital       | Share premium | Reported results | Total           |
|--------------------------------------|-------|---------------|---------------|------------------|-----------------|
| <b>Balance on 1st January 2016</b>   |       | <b>182.71</b> | <b>755.01</b> | <b>616.89</b>    | <b>1,554.62</b> |
| - distribution to shareholders       | (2)   |               | -20.51        |                  | -20.51          |
| - result for the year                |       |               |               | 171.59           | 171.59          |
| <b>Balance on 31st December 2016</b> |       | <b>182.71</b> | <b>734.49</b> | <b>788.48</b>    | <b>1,705.69</b> |
| <b>Balance on 1st January 2017</b>   |       | <b>182.71</b> | <b>734.49</b> | <b>788.48</b>    | <b>1,705.69</b> |
| - distribution to shareholders       | (2)   |               | -22.57        |                  | -22.57          |
| - result for the year                |       |               |               | 169.67           | 169.67          |
| <b>Balance on 31st December 2017</b> |       | <b>182.71</b> | <b>711.93</b> | <b>958.15</b>    | <b>1,852.79</b> |

## INDIVIDUAL (NON-CONSOLIDATED) STATEMENT OF CASH FLOWS

| (in € million)                                           | Notes | 31 December 2017 | 31 December 2016 |
|----------------------------------------------------------|-------|------------------|------------------|
| <b>Operating activities</b>                              |       |                  |                  |
| Pre-tax profit for the year                              |       | 169.67           | 171,59           |
| Taxes for the year                                       |       | 0.00             | 0,00             |
| Net profit for the financial year                        |       | 169.67           | 171,59           |
| Change in fair value                                     | (3)   | -146.84          | -171,78          |
| <b>Gross cash-flow</b>                                   |       | <b>22.83</b>     | <b>-0,19</b>     |
| <b>Change in working capital requirements</b>            |       | <b>-0.27</b>     | <b>0,08</b>      |
| <b>Cash flow resulting from operating activities</b>     |       | <b>22.56</b>     | <b>-0,11</b>     |
| <b>Investment activities</b>                             |       |                  |                  |
| Reimbursement from subsidiaries                          |       | -                | 20,60            |
| <b>Cash flow from investment activities</b>              |       | <b>-</b>         | <b>20,60</b>     |
| <b>Financing activities</b>                              |       |                  |                  |
| Distribution to shareholders                             | (2)   | -22.57           | -20,51           |
| <b>Cash flow resulting from financing activities</b>     |       | <b>-22.57</b>    | <b>-20,51</b>    |
| <b>Net movement in cash in cash and cash equivalents</b> |       | <b>0.00</b>      | <b>-0,03</b>     |
| Cash and cash equivalents on 1st January                 |       | 0,01             | 0.04             |
| Cash and cash equivalents on 31st December               |       | 0,01             | 0.01             |

## NOTES

### Accounting and consolidation methods

The financial statements are drawn up in accordance with the International Financial Reporting Standards, as published and adopted by the European Union effective 31 December 2017.

The standards, amendments and interpretations that entered into force on January 1<sup>ST</sup>, 2017 had a significant impact on the presentation of the summary financial statements. These changes are detailed in the following note.

Brederode had not opted for early adoption of those standards, amendments and interpretations that have been published but were not yet in force on 31 December 2017.

### (1) Subsidiaries

On January 1st, 2018 Brederode S.A. owned 100% of Algol S.à r.l. which owned 100% of Geyser S.A., which owned at the same time 100% of Greenhill SA and of Brederode International S.à r.l. The latter owned 100% of Athanor Ltd. During 2017 there has been no change to the above ownership structure.

By way of reminder, as of January 1<sup>st</sup>, 2016 the direct and indirect subsidiaries are no longer consolidated. From that date onward, the fair value of assets and liabilities of the subsidiaries, including the portfolio of Private Equity and listed shares, is indirectly included in the valuation of its direct subsidiary appearing on the asset side of the individual financial statements of Brederode S.A., in accordance with IAS 27. The fair value variations of that direct subsidiary are recognised in net profit, in accordance with IAS 39.

#### Fair value hierarchy

The fair value measurements are attributed according to a hierarchy comprising three levels: level 1 is for directly observable data; level 2 applies to data that are only indirectly observable and may require adjustments to be taken into account; level 3 relates to unobservable data.

Since accounting for the subsidiary Algol relies on unobservable data, fair value measurement of this asset, which constitutes more than 99 % of Brederode's total assets, has been classified as level 3. As far as the statements for the 2016 financial year are concerned, there has been no transfer to levels 1 or 2 during the financial year.

### Transactions with related companies

During the year under review, Brederode S.A. did not carry out any transaction with Holdicam S.A., its majority shareholder.

### (2) Share premiums

The general meeting of shareholders held on May 10<sup>th</sup>, 2017 approved the partial reimbursement of the share premium, in the amount of € 0.77 gross per share. It was paid out on 24 May 2017.

### (3) Fair value variations in the subsidiaries

This affects the only subsidiary directly held by Brederode S.A., namely, Algol S.à r.l. The change in fair value in indirectly held subsidiaries and of the assets and liabilities they hold are accounted for in the fair value variations in Algol.

## DECLARATION BY EXECUTIVE MANAGEMENT

*In the name and on behalf of Brederode, we hereby confirm that, to the best of our knowledge:*

- a) This set of separate summary financial statements, drawn up in accordance with the applicable body of accounting standards, gives a true and fair view of the assets and liabilities, the financial position and the profits or losses of Brederode;*
- b) The management report contains a faithful presentation of important events and the principal related party transactions during the financial year as well as their effect on the set of separate financial statements, as well as a description of the principal risks and uncertainties for the financial year.*

Luxembourg, March 13<sup>th</sup>, 2018

A. van der Mersch  
Managing Director

L. Santambrogio  
Managing Director

*The annual report in French is the original text.  
Dutch and English translations are available.  
In case of discrepancies, the French text shall prevail.*

## AUDITOR'S OPINION

The auditor has confirmed that the audit work, which has been largely completed, has not revealed material corrections that should be applied to the accounting figures provided in this press release