

11 June 2014

The Manager, Listings
Company Announcements Office
Australian Securities Exchange
Level 4, Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Net Tangible Assets and Investment Update

We advise that the unaudited net tangible asset backing for the Company's shares at 31 May 2014 was:

	Fully Paid Ordinary Shares 30 Apr 2014	Fully Paid Ordinary Shares 31 May 2014
NTA before tax	\$0.456	\$0.449
NTA after tax (excluding tax on unrealised gains/losses)	\$0.449	\$0.441
NTA after tax	\$0.474	\$0.469

Cash and Debt Position

At 31 May the Company held \$6.10 million in cash (April month-end: \$6.20 million) and that balance will be enhanced by the exit activity described below. The debt facility remains undrawn.

Capital Return

The payment of a proposed 4 cent per share capital return remains subject to an appropriate class ruling from the Australian Tax Office. We believe that the ATO should issue its response before 30 June.

Private Equity Portfolio

Portfolio activity during May and the period shortly after has been dominated by news of exits. During the month of May:

- **Pacific Equity Partners** listed the Spotless Group on the ASX (ASX code: SPO) at \$1.60 and it has traded above that level since listing. PEP and its associates continue to hold 43.3% of the shares; and
- The sale of Peters Ice Cream (**Pacific Equity Partners Fund IV**) to European food firm R&R Ice Cream was announced with settlement expected shortly.

Subsequent to month end:

- The **Quadrant Private Equity No. 2** held iSentia Group listed on the ASX (ASX code: ISD) at \$2.04 and has since traded up. Quadrant and its associates continue to hold 24.9% of the shares;
- **Propel II** investee company, The PAS Group, is scheduled to list on the ASX on 16 June;
- **Pacific Equity Partners Fund IV** investee company, Asaleo Care Limited (previously SCA Hygiene Australasia) is scheduled to list on the ASX on 27 June; and
- Vocation Limited (ASX code: VET) announced it will acquire 100% of **HPEF II** investee company and sole remaining investment, Endeavour College of Natural Health (Endeavour Learning Group), with settlement expected on 1 July 2014.

Commitments at month end are summarised below:

Manager	Fund	Commitment	Uncalled
Archer Capital	Archer Capital Fund 3	\$6.6m	\$0.1m
	Archer Capital Fund 4	\$9.7m	\$0.7m
Catalyst Investment Managers	Catalyst Buyout Fund 1	\$8.0m	-
Talu Ventures	CM Capital Venture Trust No 4	\$8.0m	\$0.4m
Direct Capital Management	Direct Capital Partners III	\$7.0m	\$0.3m
IFM Investors	HPEF II	\$8.0m	\$0.1m
Ironbridge Capital	Ironbridge Capital 2003/4 Fund	\$5.0m	\$0.2m
NBC Capital	NBC Private Equity Fund II	\$6.0m	-
	NBC Private Equity Fund III	\$10.0m	\$0.2m
Pacific Equity Partners	Pacific Equity Partners Fund III	\$7.9m	\$0.4m
	Pacific Equity Partners Fund IV	\$8.0m	\$0.8m
Propel Investments Pty Limited	Propel Private Equity Fund II	\$3.4m	-
Quadrant Private Equity	Quadrant Private Equity No. 1	\$8.0m	\$0.0m
	Quadrant Private Equity No. 2	\$9.6m	\$0.8m
Wolseley Private Equity	Wolseley Partners Fund I	\$8.0m	\$0.0m
	Wolseley Partners Fund II	\$10.0m	\$1.2m
Total Commitments		\$123.1m*	\$5.1m*

*Subject to rounding.

The total uncalled commitments reduced from \$5.2 million to \$5.1 million over the month.

Further information on the Company can be found on the website at www.ipelimited.com.au including links to the Managers above, where further information on the underlying companies may be accessed.

Yours sincerely,



Sam Jackson
Company Secretary