

Investment Guidelines

1 Introduction

In September 2009 shaPE Capital AG (the “Company”) announced the implementation of a realization strategy. This realization strategy is designed to return the value of its portfolio to shareholders over time. Under this regime, the Company and its wholly owned subsidiary shaPE Capital (Cayman) Limited, Cayman Islands (the “Subsidiary”) (together “shaPE”) will not make any new commitments, but will fulfil future capital calls of the existing portfolio. The portfolio exists of a pool of private equity vehicles (“Funds”), which in turn invest in unlisted privately held companies (“Fund Investments”).

2 Investment Framework and Limitations

Before September 2009 shaPE built up a portfolio which was diversified in terms of geography, financing stage of the underlying investments, industry and time.

2.1 Diversification

Due to the realization strategy the portfolio is expected to become smaller over time which might result in a sector, region, stage or industry concentration.

2.2 Investment Universe

shaPE is not expected to commit to new Funds anymore. Under the realization regime, shaPE may sell Fund Investments in the secondary market.

2.3 Positions in Own Shares

The Company may take positions in its own shares of up to 20% of its outstanding shares. The limit of 20% may be exceeded temporarily as permitted by existing law and regulations. Additionally, the Company may take short positions in its own shares of up to 5% of its outstanding shares solely for stabilization reasons and supporting market making activities.

2.4 Short Positions

Neither the Company nor the Subsidiary is allowed to engage in any kind of short positions with the exceptions of own shares and derivative products that may be used to hedge currency risks according to section 2.7.

2.5 Derivative Products

The Company or its Subsidiary may not engage in derivative products except for the purpose of currency hedging according to section 2.7.

2.6 Cash Equivalent Investments

Cash positions shall be held with prime banks or be invested in short term debt securities. Debt securities shall be rated either P1 by Moody’s investors service Inc. or A-1 by Standard & Poor’s rating group.

2.7 Foreign Currencies

The net asset value per share of the Company is calculated in Swiss francs. As shaPE’s investments are largely denominated in US dollars and Euro, shaPE is exposed to a certain degree of currency risk, which may affect performance.

The Company or its Subsidiary may hedge currency risks by conducting spot or forward foreign currency transactions, included but not limited to derivatives transactions, timed to settle on or about the same date as the anticipated cash flows. However, ordinarily shaPE will not attempt to hedge currency risks over the long term.

3 Amendment of Investment Guidelines and Date of Effectiveness

The Investment Guidelines may be amended by the Board of Directors of the Company within the scope of the Company's purpose and with one months' prior notice according to article 55 and 76 of the Listing Rules of the SIX Swiss Exchange.

These Investment Guidelines have been approved by the Board of Directors of the Company on 9 December 2010 and take effect as of 31 January 2011.

Dr. Beat Buehlmann
Chairman of the Board of Directors
shaPE Capital AG

Prof. Dr. Christoph Lengwiler
Member of the Board of Directors
shaPE Capital AG