



Deutsche
Beteiligungs AG

Interim Report 1st Quarter 2009/2010

1 November 2009 to 31 January 2010

At a glance

Deutsche Beteiligungs AG is a leading German private equity company. We invest in successful companies whose products and services have gained them outstanding positions in their markets. Additionally, we manage assets entrusted to us by investors to invest through co-investment funds. Our accomplishments of recent years are rooted in our distinct focus on management buyouts of growth-driven, profitable, internationally operating companies. The experience drawn from more than four decades of investment activity creates the platform on which to further develop our investment strategy.

| Financial highlights | | 1st quarter 2009/2010 | 1st quarter 2008/2009 |
|--|-----|----------------------------------|----------------------------------|
| Investment ¹⁾ | €mn | 2.1 | 0 |
| IFRS carrying amount of investments (31 January) ¹⁾ | €mn | 92 | 124 |
| Number of investments (31 January) | | 18 | 21 |
| EBIT | €mn | 11.7 | (9.6) |
| Earnings before taxes (EBT) | €mn | 11.8 | (8.6) |
| Consolidated profit/(loss) | €mn | 9.3 | (9.0) |
| Consolidated retained profit | €mn | 61.9 | 20.2 |
| Equity (31 January) | €mn | 268.3 | 235.8 |
| Cash flows from operating activities | €mn | (1.4) | (1.5) |
| Cash flows from investing activities | €mn | 40.7 | 6.7 |
| Cash flows from financing activities | €mn | 0.0 | 0.0 |
| Change in cash funds | €mn | 39.4 | 5.2 |
| Earnings/(loss) per share ²⁾ | € | 0.68 | (0.66) |
| Cash flow per share ^{2) 3)} | € | (0.19) | 0.07 |
| Net asset value (equity) per share | € | 19.61 | 17.24 |
| Change in net asset value per share ⁴⁾ | % | 3.8 | (3.8) |
| Employees (31 January) | | 47 | 46 |

¹⁾ Without shelf companies and group companies mainly attributable to third parties

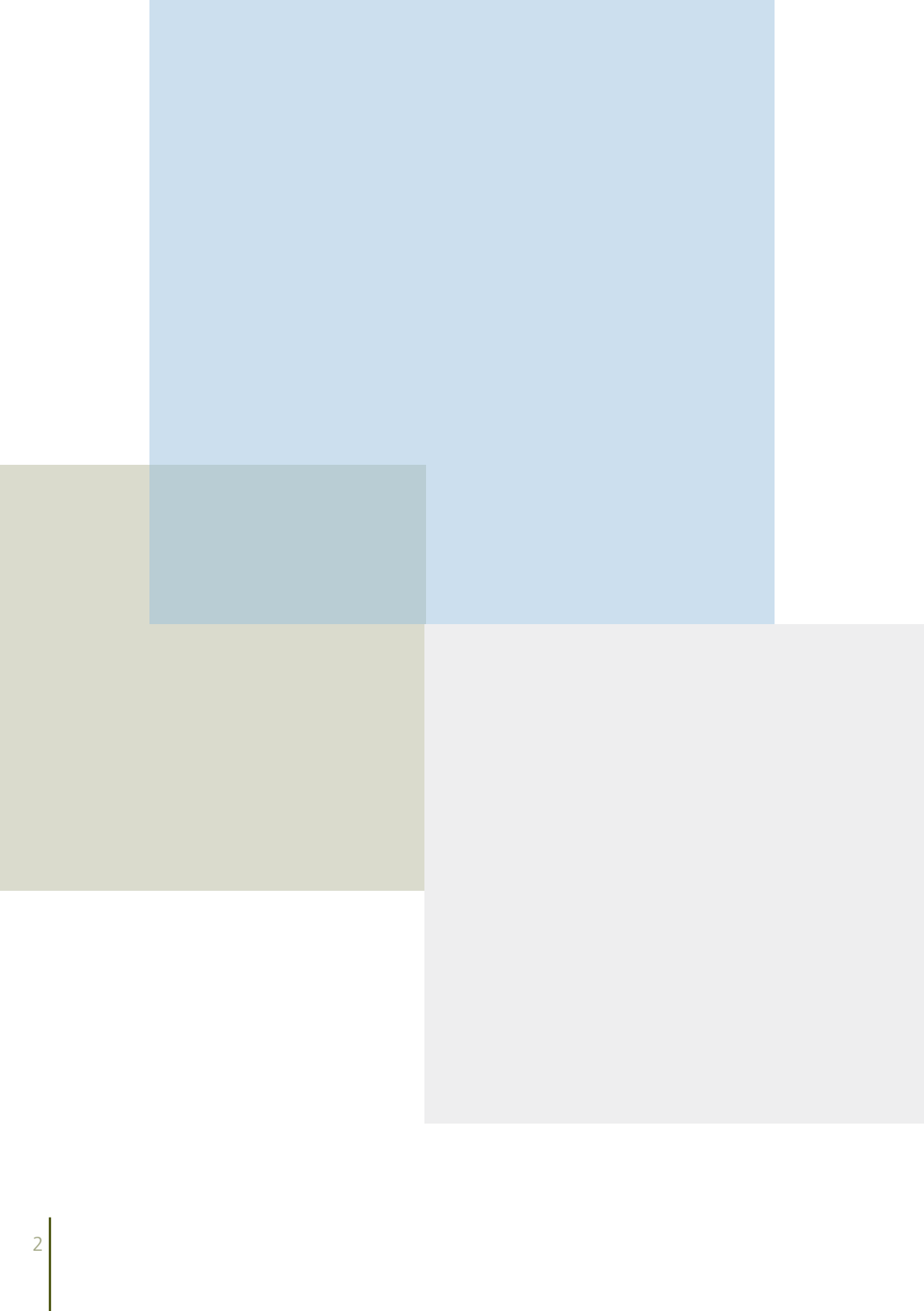
²⁾ In relation to weighted number of shares outstanding in each period

³⁾ Consolidated profit/loss, less value changes to financial assets and loans and receivables, plus depreciation and amortisation on property, plant and equipment and intangible assets

⁴⁾ Net asset value per share at the closing date in relation to opening net asset value per share at beginning of period, less the sum proposed for dividend payment

Contents

| | |
|--|----|
| Letter to Shareholders: Focus shifts to investment activity | 3 |
| Management's interim report on the first quarter of financial year 2009/2010 | 5 |
| The Group and underlying conditions: M&A market reviving | 5 |
| Business development and financial performance: Brighter sentiment on capital markets bolsters valuations; considerable liquidity gains | 7 |
| Shares: Very satisfactory performance persists | 9 |
| Events after the quarterly balance sheet date | 10 |
| Potential, rewards and risk: Exposure to risk influenced by trend in global economy; performance forecast not possible | 10 |
| Consolidated interim financial statements at 31 January 2010 | 12 |
| Consolidated income statement and Consolidated statement of comprehensive income | 12 |
| Consolidated statement of cash flows | 13 |
| Consolidated statement of financial position | 14 |
| Consolidated statement of change in shareholders' equity | 16 |
| Condensed notes to the interim financial statements | 17 |
| Portfolio companies | 19 |
| Financial calendar | 20 |



Letter to Shareholders

Focus shifts to investment activity

Dear Shareholders,

We are pleased to report that we completed the first quarter of the current financial year posting a positive result. The recession in Germany and most other parts of the world is over, but the financial and economic crisis is by no means surmounted – the volatile market sentiment, which translates into the valuation of our portfolio companies through quoted market multiples, is indicative of this. The first-quarter consolidated profit totals 9.3 million euros. Net asset value per share rose by 3.8 percent, or 0.68 euros to 19.61 euros per share. The first quarter of the preceding financial year ended with a consolidated loss of 9.0 million euros, and net asset value declined by 3.8 percent. At the time, valuation ratios in the equity markets had deteriorated dramatically.

We would again like to draw your attention to the fact that the results of individual or short successive periods do not lend themselves to meaningful guidance or performance forecasts for future periods. An important component contained in these current interim financial statements illustrates this: The price of shares in Homag, our largest investment both in terms of value and historical cost, climbed by more than 31 percent over the first quarter. This equates to a positive valuation effect, or, more precisely, an uplift of almost seven million euros. Developments such as these are not repeatable every quarter.

In our 2008/2009 Annual Report, we stated that our portfolio companies were quick to respond to the downturn and have put programmes in place to – in part, markedly – reduce capacities. Moreover, the prudent debt policy we employ when making acquisitions has proved beneficial. Even in this profound economic crisis, the follow-on financing need for the portfolio was exceptionally low, totalling less than one percent of our equity this past financial year.

The programmes installed by the portfolio companies are meanwhile taking hold. The environment has also improved to some extent, and it seems as if the order situation has bottomed out. A number of portfolio companies are reporting improvements in project pipelines, growing demand and payoffs from recent restructuring action.

Our recent very profitable realisations, but also our investment restraint in times of an overheated M&A market, have caused the portfolio to contract, both in terms of number of investments and value. Our liquid resources, including short-term securities, amount to 164.3 million euros. That creates stability, but it also limits the potential for value and earnings growth in the quarters to come.

This current financial year, as well as the year after that, our activities will be focused on acquiring investments in promising companies. We have what it takes for success. We have more than four decades of investing experience in Germany's "Mittelstand" and an accomplished investment team. Above all, we have the capital which not only we think many attractive companies will be seeking in the coming months.

We expect to see a considerable capital need surfacing in the aftermath of the recession among numerous companies that meet our investment criteria. Bank finance will be difficult for these companies to get. Moreover, there are mezzanine loans of some five billion euros in Germany that will be up for refinancing, and it is not foreseeable whether banks will be prepared to provide it. This certainly makes the equity we are able to provide all the more attractive. Following the dividend payment at the end of March, we will have liquid assets of some 150 million euros at our disposal, in addition to undrawn capital commitments of approximately 260 million euros to our currently investing DBAG Fund V co-investment fund. That positions us well to take advantage of investment opportunities as they arise.

We are also confident about the development of our portfolio companies this current financial year. The foundation for further value growth has been laid. Whether or not this will be reflected in the net result of valuation depends to a great extent on future movements in the quoted market, which we naturally are unable to foresee. For that reason, it is not possible to make a sound performance prediction for the coming quarters and the complete current financial year.

The Board of Management of
Deutsche Beteiligungs AG

Quarterly financial report

Management's interim report for the first quarter (1 November 2009 to 31 January 2010)

The Group and underlying conditions

Strategy: Investments in select core sectors, financing alongside co-investment funds

Deutscheeteiligungs AG focuses the major part of its investments on companies whose business models are rooted in the outstanding engineering quality of their products and related services. Companies such as these are found in the mechanical and industrial engineering sectors and among the highly innovative companies of the automotive supplies industry, but also in specialty chemicals, measurement and automation technology and among specialised service providers for different industries.

Deutscheeteiligungs AG invests in established companies with a proven business model. Key conditions for an investment are a target company's profitability prospects, strong market position and unique qualifications. This strategy excludes investments in early-stage and small companies.

The investment performance of Deutscheeteiligungs AG is based, among other things, on the implementation of proven private equity work methods. These include, for instance, an in-depth due-diligence process prior to making an investment and supporting the portfolio companies' managements in implementing their corporate concepts during the holding period by taking offices on advisory councils and supervisory boards.

Besides investing the assets of Deutscheeteiligungs AG, an integral part of the financing strategy is to additionally invest the capital of other German and international private equity investors. Deutscheeteiligungs AG manages the capital committed by these investors through co-investment funds. These funds co-invest alongside Deutscheeteiligungs AG at the same terms in the same investee businesses and in the same instruments. Co-investment funds pay management fees to Deutscheeteiligungs AG for accessing investment opportunities and managing investments. This fee income serves to cover a part of the operating costs of Deutscheeteiligungs AG.

Our investment activity is targeted at building the value of investments and realising that value after a period of four to seven years upon an investment's ultimate sale. In terms of performance indicators, this means augmenting the net asset value per share through the portfolio's value appreciation by an annual rate on the long-term average that exceeds the cost of equity of Deutscheeteiligungs AG. We have reached this target over the past ten-year period (1999/2000 to 2008/2009). The average return on equity per share was 14.0 percent over that period. Shareholders of Deutscheeteiligungs AG have profited from the high returns achieved by the asset class of private equity, which have in the past been superior to those of other traditional asset classes.

M&A market reviving

In 2009, the mid-market segment of management buyouts in Germany receded back to levels recorded in 2001 and 2002. Compared with 2007, the year of the market's greatest activity, the market dropped by more than 50 percent. The mere 12 transactions registered in 2009 fall considerably short of the previous year's 26 buyouts. Total transaction value (sum paid for debt-free companies) also fell from a previous 2.4 billion euros to 1.4 billion euros.

However, the M&A market is showing signs of revival: There were considerably more transactions in the second half of 2009 than over the first six months; since the beginning of 2010, the stream of transaction opportunities has grown stronger again. Added to that are the investment opportunities that we expect to emerge outside the classical buyout market. These developments are by no means a "return to normality". The uncertainty hovering over the mid-term economic trend impedes realistic enterprise valuations and pricings. Although banks have recently been more open to providing debt finance for acquisitions, the availability of such funding remains limited, both in terms of number and volume.

Low growth rates do not necessarily give rise to a revaluation of portfolio companies' prospects

With the economies again recording modest growth, the recession is considered to be over in major economic regions. However, the plunge in 2008/2009 was so deep that it will presumably take years before economic output reaches the levels achieved in 2007 and 2008. This has consequences for the demand for capital goods. Our portfolio companies, however, have recently reported improvements in the project pipeline and slight rises in orders. Most companies have budgeted moderately higher sales and improved earnings.

At the quarterly reporting date, Deutsche Beteiligungs AG employed a staff of 42, plus five apprentices. One year ago, the staff numbered 40 and there were five apprentices.

Business development and financial performance

Earnings position: Brighter sentiment on capital markets bolsters valuations

Deutsche Beteiligungs AG achieved a consolidated profit of 9.3 million euros in the first quarter of the 2009/2010 financial year. Net asset value (equity) at 31 January 2010 is 19.61 euros per share, a gain of 0.68 euros against the beginning of the financial year. Adjusted for the recommended dividend of 1.00 euro per share, this equates to an improvement in net asset value per share of 3.8 percent. In the previous year's first quarter, we recorded a consolidated loss of 9.0 million euros and a decline in net asset value per share of -3.8 percent (calculated on an annual basis).

The quarterly profit largely stems from the price movement of Homag shares, which – similar to other securities – profited from the brighter market sentiment. The rise in the price of Homag shares contributed nearly seven million to the net result of valuation and disposal, which gained a total of 12.2 million euros. The previous year's first-quarter result (-7.2 million euros) was impacted by the sharp economic plunge that triggered lower earnings and a drop in quoted market multiples. The total value of the remaining, non-quoted companies in the portfolio rose slightly; enhanced market multiples, the favourable exchange rate movement of the US dollar and improved earnings expectations had positive effects on the current year. A negative effect came from a distribution from an investment whose operating business was sold in the previous financial year and which is currently in liquidation. The value of this investment was therefore reduced. Conversely, how-

ever, there was a corresponding gain in income from investments. This item, totalling 2.4 million euros, is therefore unusually high this quarter and significantly exceeds the amount of three thousand euros recorded in the same quarter the previous year.

Personnel costs in the three months to 31 January 2010 amounted to 3.2 million euros (previous year: 3.0 million euros); this sum contains provisions for performance-linked income based on first-quarter results. Other operating income, totalling 3.3 million euros, was marginally above that of the previous year (3.0 million euros). Fee income for fund management services, which is based on the funds' volume, was lower, but one-off income of 0.6 million euros prevented other operating income from recording a decline against the previous year. Other operating expense (3.0 million euros; previous year: 2.3 million euros) contains write-downs on receivables from portfolio companies that were disclosed in current assets.

Net interest income totalled 0.1 million euros in the first quarter of 2009/2010. The previous year saw net interest income of 1.0 million euros for the three-month period, due to higher interest rates at that time. Approximately half of the Company's liquidity is held in low interest-bearing government securities.

In light of the effects discussed above (write-downs, net interest income), "other income/expense" – the net sum of other income and expense items – was down on the preceding year. Net operating expense totalled 2.8 million euros for the three-month period (net amount the previous year: -1.4 million euros).

Financial position: Liquid assets grew again

Liquid funds increased again in the first quarter. Liquid assets (cash and cash equivalents and short-term securities) totalling 164.3 million euros at the quarterly reporting date on 31 January 2010 were up by 40.3 million euros against the beginning of the financial year (31 October 2009: 124.0 million euros). There are no liabilities to banks. The residual maturity of long-term securities disclosed in the accounts at 31 October 2009 is now less than one year, and they have therefore been reclassified to short-term securities on the statement of financial position.

The increase in liquid assets largely stems from the sale of MCE AG, which was completed in December 2009. Moreover, there were additional inflows from distributions as well as returns from an international buyout fund. Cash outflows primarily relate to three smaller follow-on financings (thereof two by international buyout funds).

Asset position and portfolio development

Subsequent to the completion of the sale of MCE AG, the portfolio of Deutscheeteiligungs AG consisted of 18 investments at the quarterly reporting date. New investment of 2.1 million euros was spent on one smaller follow-on financing and two smaller capital calls from international buyout funds, among other things, for an add-on acquisition complementing one of the fund's portfolio companies. There are undrawn capital commitments to international buyout funds of 5.0 million euros now remaining.

We measure the fair value of our investments on the basis of internal valuation guidelines at quarterly intervals; the principles and methods of valuation we employ are described in our Annual Report (page 58 of the 2008/2009 Annual Report). Among the 18 investments in the portfolio are a number of older commitments that are meanwhile of subordinate significance for the portfolio value – for instance, international buyout funds in the liquidation phase.

| Company | Historical cost | Share held by DBAG | Business segment | Industrial sector |
|---------------------------------|-----------------|--------------------|------------------|---------------------------------------|
| | €mn | in % | | |
| Clyde Bergemann-Group | 9.2 | 17.8 | MBO | Mechanical and industrial engineering |
| DBG Eastern Europe II L.P. | 5.8 | 14.9 | Fund investment | Buyout fund |
| Heim & Haus GmbH | 6.6 | 20.4 | MBO | Consumer goods |
| Hochtemperatur Engineering GmbH | 0.7 | 27.6 | MBO | Mechanical and industrial engineering |
| Homag Group AG | 21.4 | 16.8 | MBO | Mechanical and industrial engineering |
| ICTS Europe Holdings B.V. | 6.4 | 18.8 | MBO | Industrial services |
| JCK KG | 3.3 | 3.6 | Growth finance | Trade |

Based on the valuation method we employ, our investments may be subject to value fluctuations. Consequently, even larger investments may temporarily lose in significance for the value of the portfolio. At 31 January 2010, the seven alphabetically ordered investments listed on the preceding page were the largest in the portfolio, measured by their fair value. They account for 90 percent of the total portfolio value. An extended list of investments is presented on page 19 of this report.

Management buyouts account for 86.6 percent of the total portfolio value of 92.4 million euros. Another 6.9 percent are attributable to growth financing investments, and 6.5 percent fall to international buyout funds.

Shares

Very satisfactory performance persists

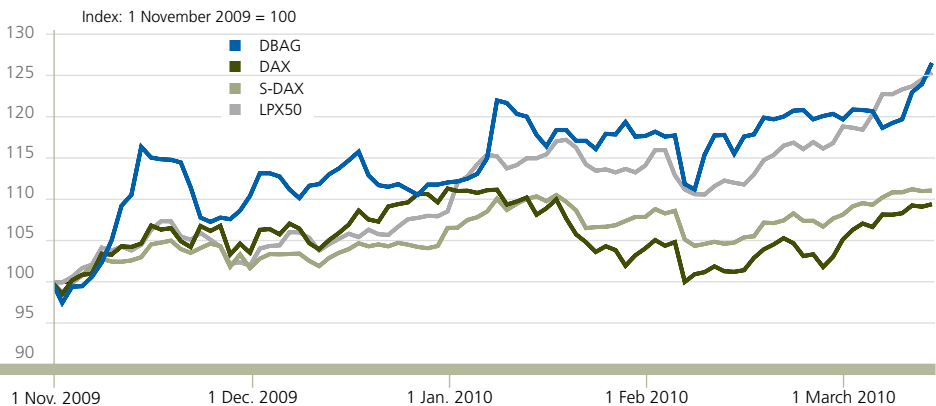
At the beginning of the new financial year, DBAG shares continued their very satisfactory performance. On the first quarter's last day of trading (29 January 2010), they closed at 17.98 euros, climbing 2.43 euros or 15.6 percent against the beginning of the financial year. DBAG shares outperformed the Dax (which gained 3.6 percent), S-Dax (plus 7.3 percent) and the LPX50, the benchmark for the performance of the 50 largest listed private equity companies worldwide (plus 11.9 percent).

The uptrend for DBAG shares persisted after the quarterly reporting date.

There was no significant change in stock market turnover in the first months of the current financial year. Averaging some 28,000 shares with a value of approximately 480,000 euros daily, liquidity reached levels similar to those in the equivalent period the previous year and was only marginally less than the

Share performance from 1 November 2009 to 12 March 2010

%



average turnover for the complete 2008/2009 financial year. With a market capitalisation of 245.9 million euros (31 January 2010, of which 219,9 million euros were in float ownership), DBAG shares ranked 13th among the 50 stocks indexed in the S-Dax.

Analysts reassess DBAG shares

The analysts monitoring our shares have basically confirmed their positive opinions following the presentation of the 2008/2009 annual report at the end of January. However, since the gap between the price of DBAG shares and their intrinsic value (net asset value per share) has narrowed considerably, some analysts have reduced their upside targets and changed their recommendations to "hold". Analysts' current ratings are regularly documented on our website at www.deutsche-beteiligung.de/IR.

Events after the quarterly balance sheet date

There were no events after the quarterly reporting date that would have a material impact on the earnings, financial or assets position of the Company.

Potential, rewards and risk

Exposure to risk still greatly influenced by trend in global economy

The world economy has by no means surmounted the recent crisis. Growth in the US and in Europe is too low for these two major economic regions to serve as catalysts. That also applies to Russia, which had significantly propelled demand for capital goods in 2007 and 2008. Despite the improved climate and rapid recovery in India and China, economic output remains considerably lower than in the preceding years. The development of our portfolio companies and, consequently, the portfolio value, depends on whether the uptrend will persist and possibly even improve, or whether the recent turbulences in the financial markets will fuel new uncertainty and dampen business activity. Negative effects on the portfolio value may ensue not only directly from the portfolio companies' earnings and debt positions, but from changes in valuation ratios in the quoted markets as well. Following a number of profitable realisations, the portfolio value is markedly lower than a year ago. (92.4 million euros at 31 January 2010, compared with 124.1 million euros at 31 January 2009). Liquid funds (including short-term securities) now equate to 1.8 times the port-

folio value in comparison to 0.9 times a year ago. This reduces the exposure to risk arising from global economic developments on net asset value per share.

Deutsche Beteiligungs AG, with its strong liquidity position of more than 164 million euros and substantial undrawn capital commitments to DBAG Fund V, is well placed to take advantage of investment opportunities in the coming years.

There are no risks perceivable that would endanger the Company as a going concern. The information contained in the risk management report of the Annual Report at 31 October 2009 therefore remains valid.

**Report on expected developments:
Company's short-range performance not
predictable**

The first quarter of the current financial year has again impressively shown that short-term earnings predictions fail to do justice to our business model. We are not in a position to foresee the price movement for Homag shares and, consequently, the value of this investment. The same applies in general to the valuation ratios in the quoted markets, which we use in determining the value of our investments. Our portfolio companies have so far navigated the crisis well; there are growing signs of economic recovery, albeit gradual. This is principally conducive to value creation.

We believe that Deutsche Beteiligungs AG is well equipped to take advantage of new investment opportunities as they arise and thereby lay the foundation for future value growth and attractive returns on equity.

Consolidated interim financial statements

at 31 January 2010

Consolidated income statement and Consolidated statement of comprehensive income

for the period from 1 November 2009 to 31 January 2010

| T€ | 1 Nov. 2009 to 31 Jan. 2010 | 1 Nov. 2008 to 31 Jan. 2009 |
|--|--------------------------------|--------------------------------|
| Net result of investment activity | | |
| Net result of valuation and disposal of investments and loans and receivables | 12,179 | (7,245) |
| Current income from investments and loans and receivables | 2,374 | 3 |
| Total net result of investment activity | 14,553 | (7,242) |
| Other income/expense | | |
| Personnel costs | 3,167 | 2,995 |
| Other operating income | 3,336 | 3,000 |
| Other operating expense | 2,962 | 2,292 |
| Depreciation and amortisation on property, plant and equipment and intangible assets | 65 | 97 |
| Interest income | 166 | 1,083 |
| Interest expense | 77 | 73 |
| Total other income/expense | (2,769) | (1,374) |
| Net income before taxes | 11,784 | (8,616) |
| Income taxes | 10 | 201 |
| Net income after taxes | 11,774 | (8,817) |
| Minority interest | (2,488) | (181) |
| Net income/(loss) | 9,286 | (8,998) |
| Earnings/(loss) per share in euros | 0.68 | (0.66) |
| Diluted earnings/(loss) per share in euros | 0.68 | (0.66) |
| Reconciliation of net income/(loss) to consolidated retained profit: | | |
| Net income/(loss) | 9,286 | (8,998) |
| Profit carried forward from previous year | 52,640 | 29,230 |
| Consolidated retained profit | 61,926 | 20,232 |
| Consolidated statement of comprehensive income | | |
| Net income/(loss) | 9,286 | (8,998) |
| Value movements recognised in equity | 0 | 0 |
| Total comprehensive income | 9,286 | (8,998) |

Consolidated statement of cash flows

for the period from 1 November 2009 to 31 January 2010

| T€ Inflows (+) / Outflows (-) | 1 Nov. 2009 to 31 Jan. 2010 | 1 Nov. 2008 to 31 Jan. 2009 |
|--|--------------------------------|--------------------------------|
| Consolidated profit/(loss) | 9,286 | (8,998) |
| Valuation gains (-) / losses (+) on financial assets and loans and receivables, depreciation and amortisation on property, plant and equipment and intangible assets | (11,847) | 9,988 |
| Gains (-) / losses (+) from disposals of non-current assets | (267) | (2,364) |
| Increase (+) / decrease (-) in non-current liabilities | 676 | 37 |
| Increase (-) / decrease (+) in income tax assets, increase (+) / decrease (-) in tax provisions | 489 | (956) |
| Increase (-) / decrease (+) in other assets (netted) | 1,403 | 1,589 |
| Increase (+) / decrease (-) in other liabilities (netted) | (1,095) | (801) |
| Cash flows from operating activities | (1,355) | (1,505) |
| Purchase of property, plant and equipment and intangible assets | (91) | (93) |
| Proceeds from disposals of financial assets and loans and receivables | 43,865 | 6,961 |
| Acquisition of non-current financial assets and investments in loans and receivables | (2,109) | (283) |
| Increase (-) / decrease (+) in securities | (919) | 110 |
| Cash flows from investing activities | 40,746 | 6,695 |
| Cash flows from financing activities | 0 | 0 |
| Change in cash funds from cash-relevant transactions | 39,391 | 5,190 |
| Cash funds at start of period | 50,787 | 36,072 |
| Cash funds at end of period | 90,178 | 41,262 |

Consolidated statement of financial position

at 31 January 2010

Assets

| T€ | 31 Jan 2010 | 31 October 2009 |
|---------------------------------|----------------|-----------------|
| Non-current assets | | |
| Intangible assets | 25 | 25 |
| Property, plant and equipment | 8,045 | 8,019 |
| Investments | 106,915 | 137,242 |
| Loans and receivables | 2,056 | 1,306 |
| Long-term securities | 0 | 14,487 |
| Other non-current assets | 2,266 | 2,294 |
| Total non-current assets | 119,307 | 163,373 |
| Current assets | | |
| Receivables | 3,247 | 3,486 |
| Securities | 74,153 | 58,747 |
| Other financial instruments | 22 | 169 |
| Income tax assets | 8,283 | 8,780 |
| Cash and cash equivalents | 90,178 | 50,787 |
| Other current assets | 4,171 | 5,160 |
| Total current assets | 180,054 | 127,129 |
| Total assets | 299,361 | 290,502 |

Shareholders' equity and liabilities

| T€ | 31 Jan 2010 | 31 October 2009 |
|---|----------------|-----------------|
| Shareholders' equity | | |
| Subscribed capital | 48,533 | 48,533 |
| Capital reserve | 141,394 | 141,394 |
| Retained earnings | 16,399 | 16,399 |
| Consolidated retained profit | 61,926 | 52,640 |
| Total shareholders' equity | 268,252 | 258,966 |
| Liabilities | | |
| Non-current liabilities | | |
| Minority interest | 12,955 | 12,288 |
| Deferred tax liabilities | 127 | 118 |
| Total non-current liabilities | 13,082 | 12,406 |
| Current liabilities | | |
| Other current liabilities | 1,666 | 2,458 |
| Tax provisions | 3,525 | 3,533 |
| Other provisions | 12,836 | 13,139 |
| Total current liabilities | 18,027 | 19,130 |
| Total liabilities | 31,109 | 31,536 |
| Total shareholders' equity and liabilities | 299,361 | 290,502 |

Consolidated statement of change in shareholders' equity

for the period from 1 November 2009 to 31 January 2010

| T€ | 2009/2010 | 2008/2009 |
|---|----------------|----------------|
| Subscribed capital | | |
| At start and end of period | 48,533 | 48,533 |
| Capital reserve | | |
| At start and end of period | 141,394 | 141,426 |
| Share-based payments | 0 | 2 |
| At end of period | 141,394 | 141,428 |
| Retained earnings | | |
| Legal reserve | | |
| At start and end of period | 403 | 403 |
| First adoption IFRS | | |
| At start and end of period | 15,996 | 15,996 |
| Other retained earnings | | |
| At start and end of period | 0 | 9,234 |
| Retained earnings at end of period | 16,399 | 25,633 |
| Consolidated retained profit | | |
| At start of period | 52,640 | 29,230 |
| Consolidated profit/(loss) | 9,286 | (8,998) |
| At end of period | 61,926 | 20,232 |
| Total | 268,252 | 235,826 |

Condensed notes to the interim financial statements

for the first quarter of the 2009/2010 financial year

1. Basis of preparation

Deutsche Beteiligungs AG has prepared these consolidated interim financial statements at 31 January 2010 in conformity with the standards and interpretations of the International Accounting Standards Board (IASB), London, Great Britain, adopted by the European Union.

Furthermore, these consolidated interim financial statements at 31 January 2010 were drawn up in conformity with the rules of IAS 34 (Interim financial reporting).

2. Accounting and valuation policies

For these interim financial statements, the same accounting policies and methods of valuation and computation have been applied as for the most recent consolidated financial report for the year ended 31 October 2009 (see pages 83 ff. of the Annual Report).

3. Seasonal and cyclical effects

Seasonal and cyclical effects are mirrored in the valuation of financial assets at fair value. Please see the discussion in the preceding section of this interim report for further information.

4. Unusual items

No unusual items have been recorded affecting assets, liabilities, equity, net income for the period, or cash flows, and which are unusual for the business operations of Deutsche Beteiligungs AG because of their nature, size, or incidence. Please see the preceding section of this interim report for information on the business development.

5. Changes in estimates of prior periods

There are no changes in estimates compared with the prior period.

6. Issuances, repurchases, and repayments of equity instruments and debt instruments

Equity or debt instruments were neither issued, repurchased nor repaid in the first quarter of the financial year.

7. Dividends paid

There were no dividend payments in the first quarter of the 2009/2010 financial year.

8. Segment information

Segment information is not reportable, since only one segment exists (see description in the Annual Report 2008/2009, page 103).

9. Related party transactions

The members of the Board of Management held the following numbers of shares in the Company at the reporting date: Mr von Hodenberg 30,000; Mr Grede 20,323; Mr Mangin 15,270; and Dr Scheffels 10,290. Members of the Supervisory Board hold no shares in Deutscheeteiligungs AG.

In the first quarter, key management personnel received the following returns from parties related to DBAG Fund V:

| T€ | Investments | | Cumulated investments | | Returns | |
|--|------------------|-------------------|-----------------------|-------------------|------------------|-------------------|
| | Management Board | Senior executives | Management Board | Senior executives | Management Board | Senior executives |
| Period from 1 Nov. 2009 – 31 Jan. 2010 | | | | | | |
| DBG Advisors V GmbH & Co. KG | 0 | 0 | 1,191 | 915 | 1,134 | 871 |

Furthermore, part of a profit share from the MCE transaction totalling T€ 1,410 was paid out to DBG Advisors V GmbH & Co. KG. After the reporting date, T€ 997 of that amount was paid in again in anticipation of future capital calls.

Apart from this, there were no related party transactions materially affecting the assets, financial or earnings position of the Group in the first quarter of financial year 2009/2010.

10. Changes in the composition of the Group

In the first quarter of financial year 2009/2010, there were no changes in the composition of the Group compared with the status at 31 October 2009 (see pages 82 f. of the 2008/2009 Annual Report).

11. Changes in contingent liabilities and contingent assets

In the first quarter of financial year 2009/2010, there were no material changes in contingent liabilities and contingent assets.

12. Other information

There were no changes in the composition of the Supervisory Board and the Board of Management in the first quarter of financial year 2009/2010.

13. Material events subsequent to the end of the period

Please refer to the preceding section of this interim report.

Portfolio companies

We invest in

- future-gearred companies in select sectors, predominantly operating in capital goods industries and industrial services
- established companies with profitable business models and
- companies with excellent prospects for development

| Company | Sales * | Number of staff | Core business |
|---|-------------|-----------------|--|
| | €mn | | |
| Clyde-Bergemann-Gruppe, Wesel/Glasgow/Delaware www.clydebergemann.de | US\$ 493 mn | 1,400 | A developer and manufacturer of components for coal-fired power plants; Markets: worldwide |
| Coperion GmbH, Stuttgart www.coperion.com | 392 | 1,800 | A developer and manufacturer of compounding systems and bulk-materials handling equipment; Markets: worldwide |
| Coveright GmbH, Düsseldorf www.coveright.com | 205 | 673 | A developer and manufacturer of impregnated films for the furniture and building industries; Markets: worldwide |
| Grohmann GmbH, Prüm www.grohmann.com | 60 | 480 | A developer and provider of plants for industrial automation; Markets: Europe |
| Heim & Haus Holding GmbH, Düsseldorf www.heimhaus.de | 113 | 500 | A direct marketer of awnings, shutters and building components for private homes; Markets: Germany, Austria |
| Hochtemperatur Engineering GmbH, Mainz-Kastel www.hte-group.com | n.a. | n.a. | A provider of plants and components for high-temperature processes; Markets: worldwide |
| Homag Group AG, Schopfloch www.homag-gruppe.de | 524 | 4,950 | A provider of woodworking machines and plants for the furniture and construction supplies industries; Markets: worldwide |
| ICTS Europe Holdings B.V., Amsterdam, NL www.ictseurope.com | 322 | 11,000 | A provider of security services for aviation and other areas; Markets: worldwide |
| JCK Holding GmbH Textil KG, Quakenbrück | 405 | 700 | A marketer of textiles; Markets: Germany |
| Preh GmbH, Bad Neustadt an der Saale www.preh.de | 245 | 2,000 | A developer and manufacturer of sophisticated driver operating and control elements for cars; Markets: Europe, USA |

* partly preliminary

Financial calendar

Financial calendar

| | |
|--|-------------------|
| Annual Meeting 2010, Frankfurt am Main | 24 March 2010 |
| Dividend payment | 25 March 2010 |
| Report on the 2nd quarter 2009/2010 Analysts' Conference Call | 14 June 2010 |
| Road show London/Edinburgh | June 2010 |
| Report on the 3rd quarter 2009/2010 Analysts' Conference Call | 14 September 2010 |
| German Equity Forum, Frankfurt am Main | November 2010 |

Note

This Interim Report is published in German and in English. The German version of this report is authoritative.

Forward-looking statements

This report contains forward-looking statements related to the prospects and progress of Deutsche Beteiligungs AG. These statements reflect current views of the management of Deutsche Beteiligungs AG and are based on projections, estimates and expectations. Our assumptions are subject to risks and uncertainties, and actual results may vary materially. Although we believe these forward-looking statements to be realistic, there can be no guarantee.

Status: 12 March 2010

© Deutsche Beteiligungs AG 2010

Registered office: Frankfurt am Main
Incorporated in the Commercial Register at the District Court in Frankfurt am Main
Handelsregister B 52 491



Shareholder information

Deutsche Beteiligungs AG
Investor Relations and Public Relations
Thomas Franke
Kleine Wiesenau 1
6D-60323 Frankfurt am Main
Telephone: +49 69 9 57 87-361
Fax: +49 69 9 57 87-391
E-Mail: IR@deutsche-beteiligung.de
Internet: www.deutsche-beteiligung.de

ISIN DE 0005508105
Symbol: DBAG.F (Reuters) – DBA (Bloomberg)

Publication date of the Interim Report at 30 April 2010
(first half-year 2009/2010) is on 14 June 2010.
