

Dunedin Enterprise Investment Trust PLC
Interim results to 30 June 2009

Dunedin 



Dunedin Enterprise – Performance

- NAV per share down by 5.8% to 408.3p
 - FTSE Small Cap up 24.1%
 - FTSE All Share down 2.0%
- Share price up by 34.1% from 211p to 283p at 30 June 2009
- Share price 283.5p at 31 July 2009
- Discount narrowed from 51.3% to 29.7%
- Dividend
 - Interim 0.5p (last year 2.4p)

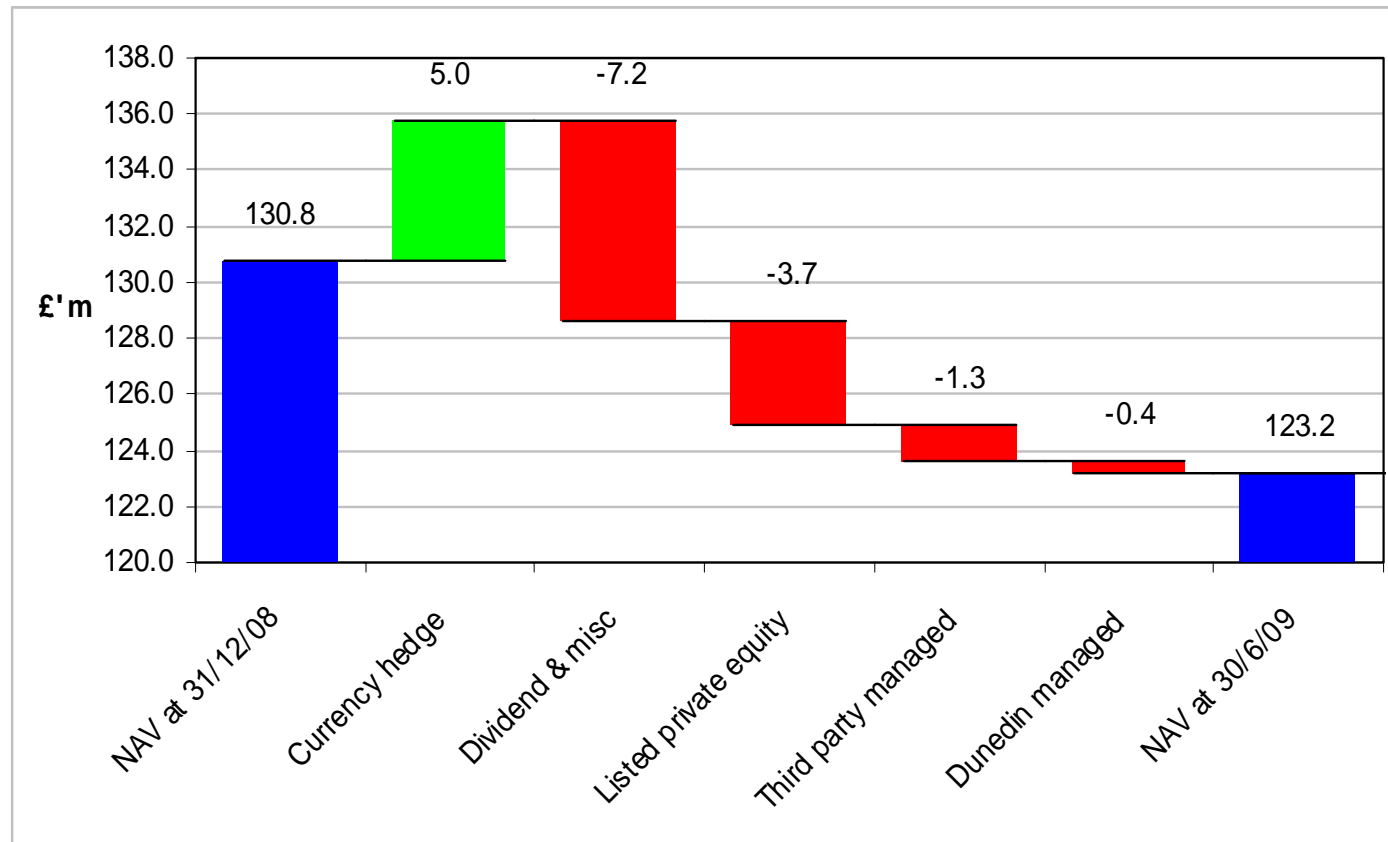


Dunedin Enterprise – Dividends

- Dividend
 - Interim 0.5p
 - 2008 dividends
 - interim 2.4p
 - final 8.85p
 - special 14.6p } driven by exceptional income receipts
 - 25.85p
 - Reduction in dividend caused by investment structures with rolled up yield, lower yield from cash balances and difficult trading conditions in the portfolio
 - It is likely that the 2009 final dividend will be very much lower than for 2008
 - In 2010 the Board intends to recommend the payment of only 1 dividend, at the final stage, which will be determined by the requirements of the UK tax authorities which oblige the company to retain no more than 15% of qualifying income received during the year
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Dunedin Enterprise – NAV Performance Attribution



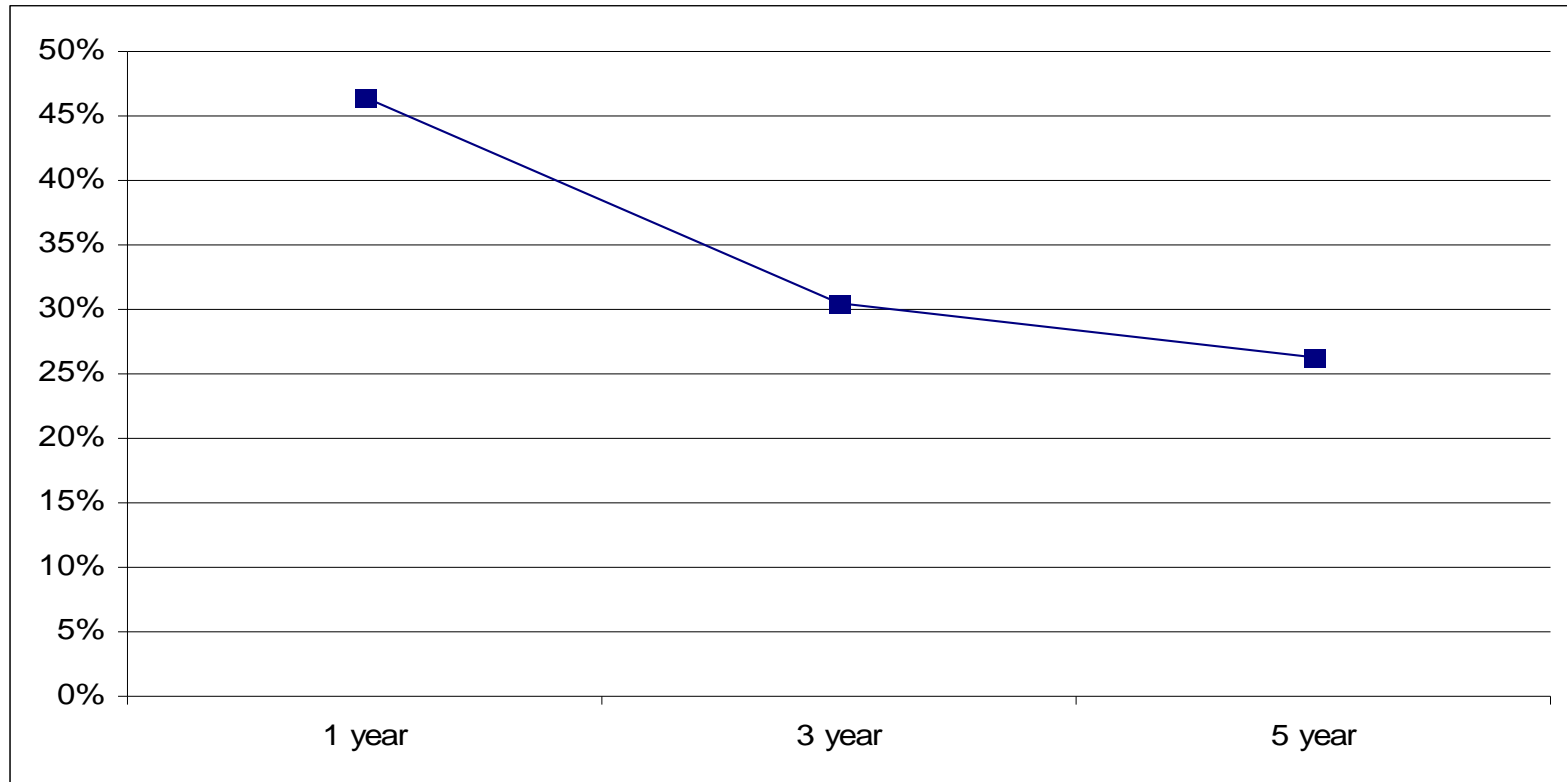


Dunedin Enterprise – Portfolio Valuation Movements

	£m
Fernau – uplift achieved on exit	3.3
WFEL – increase in price earnings multiple	3.1
Formaplex – increase in price earnings multiple	1.4
OSS – trading performance	(6.7)
CGI – trading performance	(2.0)
SWIP – December valuation & exchange movement	(3.3)
Other movements	<u>(1.2)</u>
Net movement	<u>(5.4)</u>



Dunedin Enterprise – Average Realised Uplift over Valuation for Last 5 Years



* - from 30 April for 3 and 5 year



Average PEs – Direct Investments

Price Earnings Multiples
(post marketability discount applied, simple average)

30 June 2009	7.1x
31 December 2008	6.0x



Portfolio Gearing – Direct Investments

Debt multiples at	30 June 2009	31 December 2008
PBITA multiple	3.1x	2.8x
PBITDA multiple	2.6x	2.3x

Note - Debt defined as banking facilities drawn (including trade finance) less cash at 30 June 2009

- PBITA (and PBITDA) per investment valuation



Dunedin Enterprise – Strategy

- Diversification through investment in third party private equity funds
 - change in investment policy approved in May 2008 with more than 99% of votes cast in favour
 - in medium to long-term allocation of indirect investment through private equity funds is expected to increase
 - 4 fund commitments made in 2008
 - 1 new commitment made in July 2009 – Capiton €10m
- Dunedin managed funds
- Listed private equity companies



Commitment Strategy

	£m
Cash & near cash	62.4
Listed securities	23.5
Committed banking facilities	39.0
Total	<u>124.9</u>

Undrawn commitments 102.9

- It is not expected that the Company utilise its current bank facility, which expires in April 2010
- Alternative sources of funding also being considered



Dunedin Enterprise – Third Party Fund Commitments

- FSN Capital III
 - €12.7m commitment in €375m fund
 - small and medium buyouts in the Nordic region
 - five investments made to date
 - €4.2m drawdown
- Realza Capital Fondo FCR
 - €15m commitment in €167m fund
 - small and medium buyouts in Spain
 - two investments made to date
 - €3.1m drawdown
- Egeria Private Equity III
 - €10m commitment in €290m fund
 - small and medium buyouts in Netherlands
 - no investments to date



Dunedin Enterprise – Third Party Fund Commitments

- Innova/5 LP
 - €15m commitment in €388m fund, still open
 - mid market buyouts in Central and Eastern Europe
 - no investments to date
- Capiton AG (July 2009)
 - €10m commitment. First close at €190m, with target of €300m
 - fourth fund, targeting buyouts in Germany, Austria and Switzerland
 - Independently owned, operating from Berlin since early 1990's
- Representation on Advisory Boards
- Sharing of ideas



Dunedin Enterprise – New Investment Activity

- New investment of £4.2m, of which £3.2m in European funds programme



Dunedin Enterprise – Realisations

- Total realisations of £8.3m
- Direct disposals
 - £7.2m realised on the sale of Fernau, an uplift of £3.3m (86%) over 31 December 2008 valuation
 - £0.1m realised on the sale of ABI (nil value at 31 December 2008)
 - £0.5m loan stock repaid from Formaplex and Hawksford
- Disposals through third party and legacy technology funds of £0.5m



Dunedin Enterprise – Ten Largest Investments

	Dunedin Enterprise Equity %	Cost of Investment £m	Directors' valuation £m	% of net assets %
SWIP Private Equity Fund of Funds II Plc	4.3	15.0	12.4	10.0
Practice Plan (Holdings) Limited	26.1	10.3	10.6	8.6
WFEL Holdings Limited	23.2	6.4	6.1	5.0
Capula Group Limited	37.8	5.8	5.3	4.4
GIMV	0.6	5.0	4.2	3.4
etc.venues Group Limited	25.1	3.3	4.0	3.3
Hawksford International Limited	16.0	3.7	3.7	3.0
FSN Capital III LP	3.3	3.5	3.3	2.6
Deutsche Beteiligungs AG	1.9	5.0	2.8	2.3
Dinamia Capital Privado SA	2.1	5.0	2.4	1.9
		<u>63.0</u>	<u>54.8</u>	<u>44.5</u>

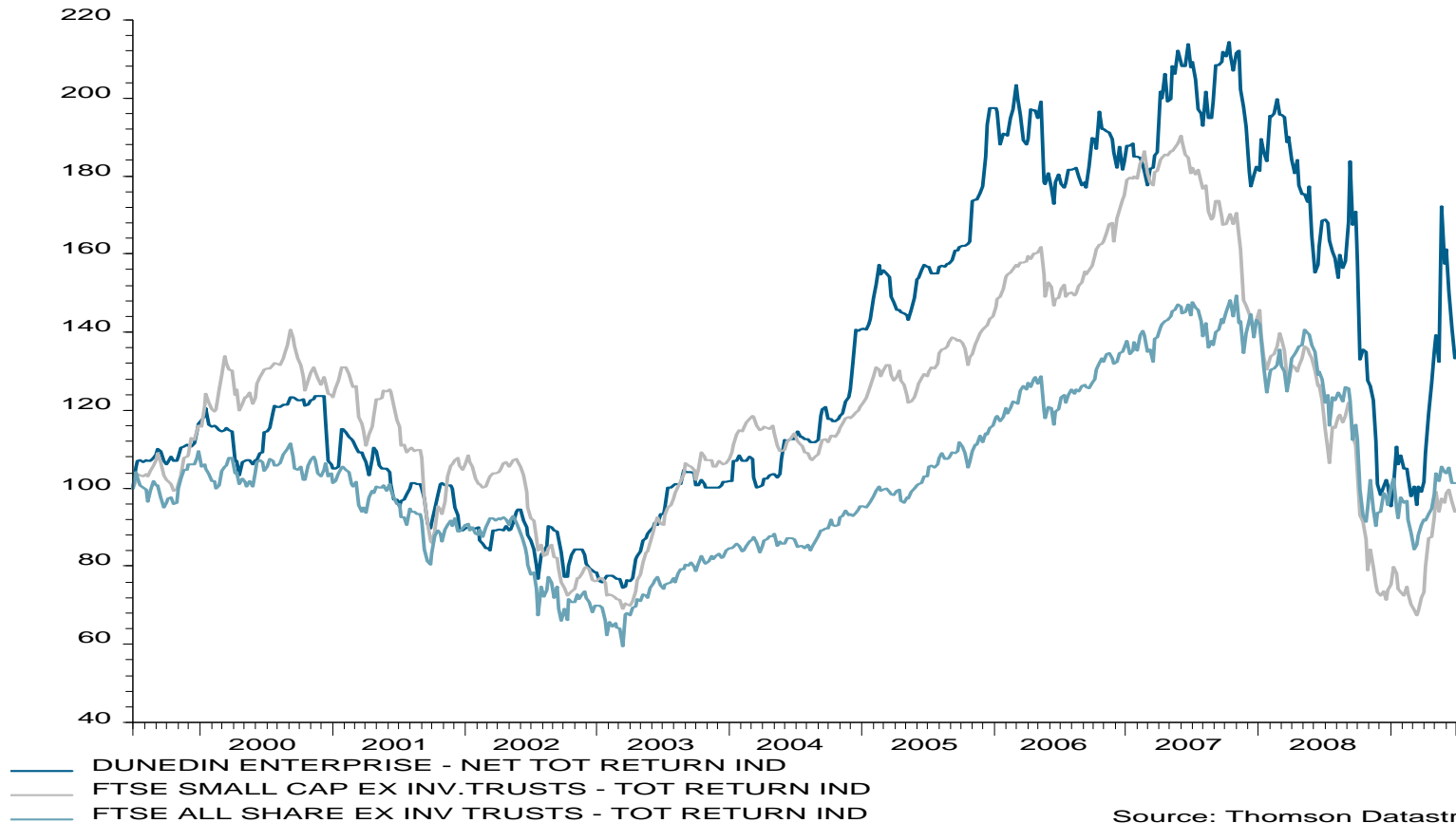


Appendix 1



Dunedin Enterprise – Total Share Price Return over 10 Years to 30 June 2009

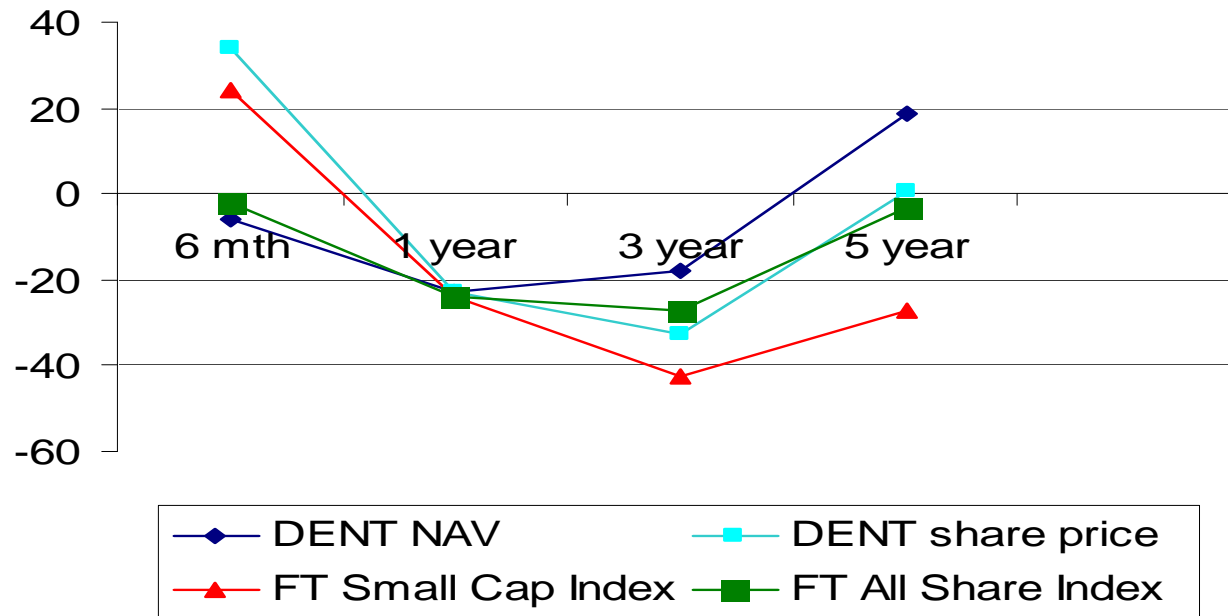
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Dunedin Enterprise – Performance

Dunedin Enterprise Comparative performance to
30 June 2009 (%)



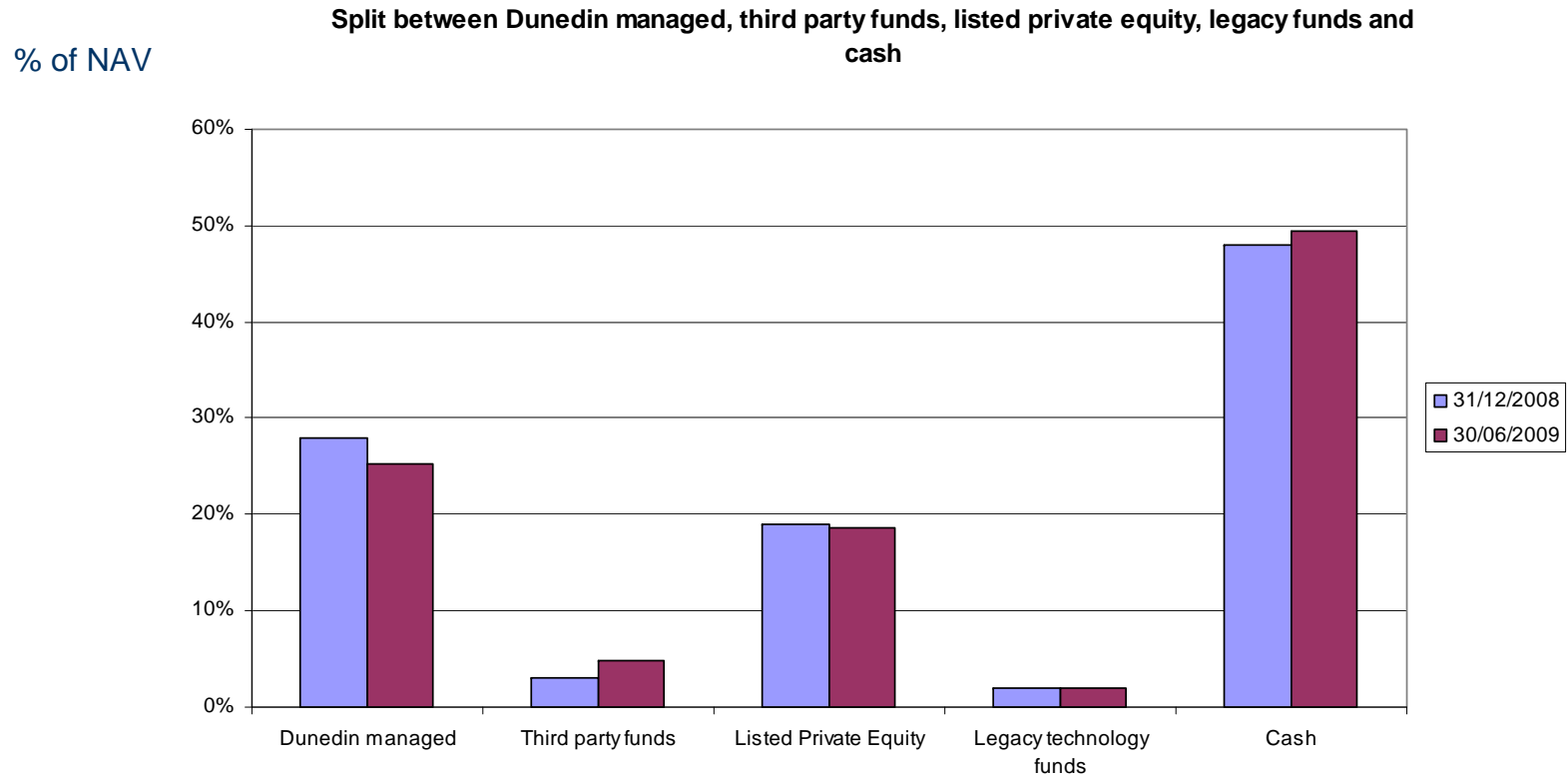
Source: Datastream



Appendix 2



Dunedin Enterprise – Investment Structure

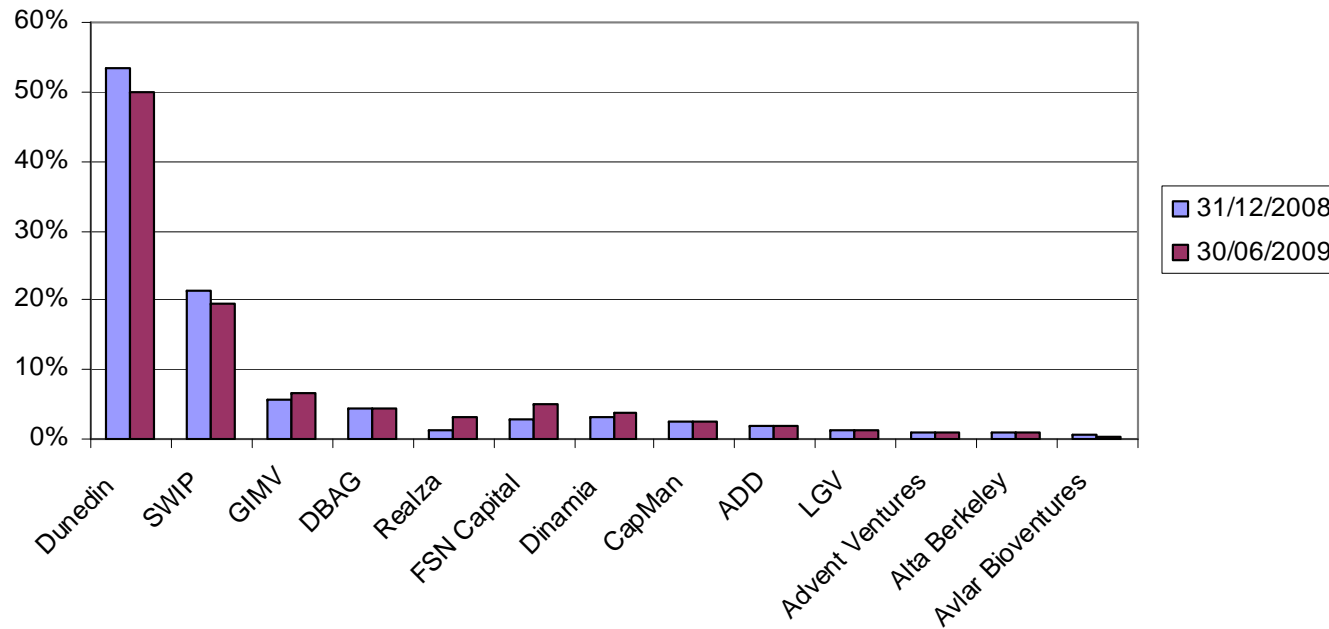




Dunedin Enterprise – Manager Allocation

% of NAV

Manager Allocation

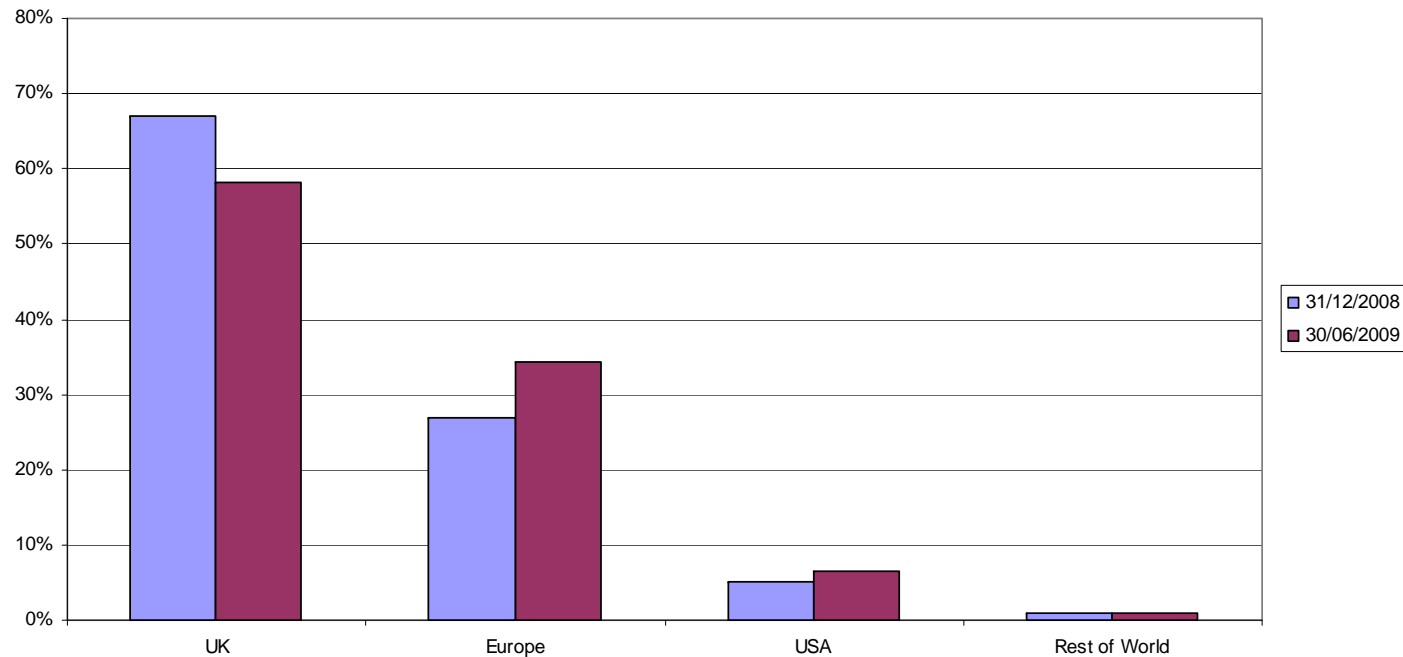




Dunedin Enterprise – Geographic Allocation

% of NAV

Portfolio analysed by geographic location

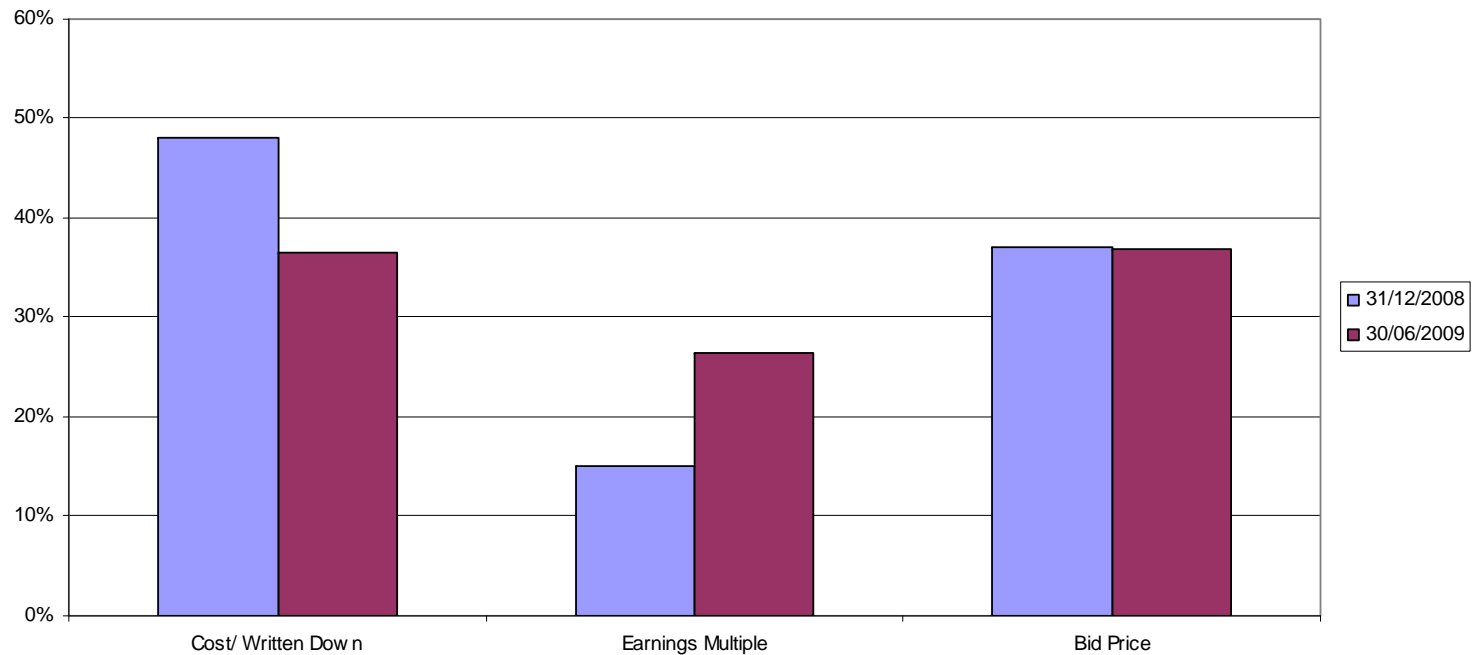




Dunedin Enterprise – Valuation Method

% of NAV

Valuation method applied to the portfolio

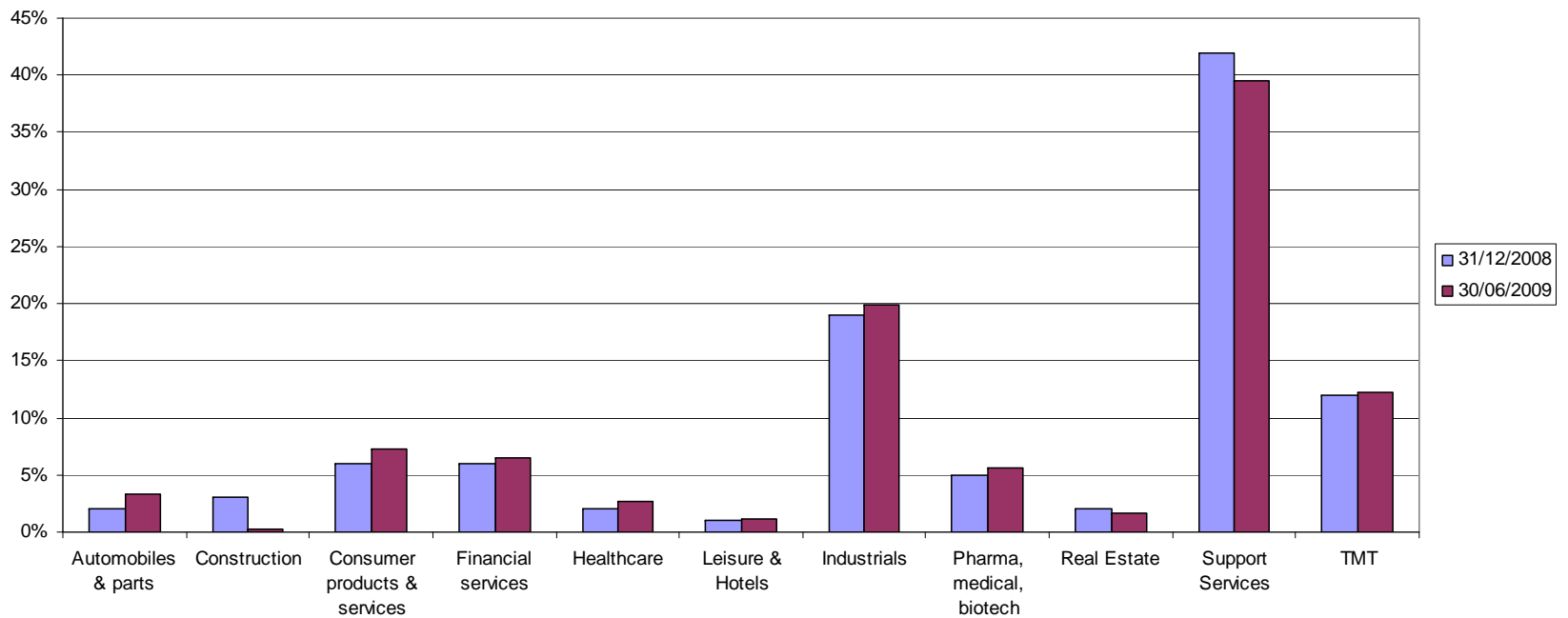




Dunedin Enterprise – Sector

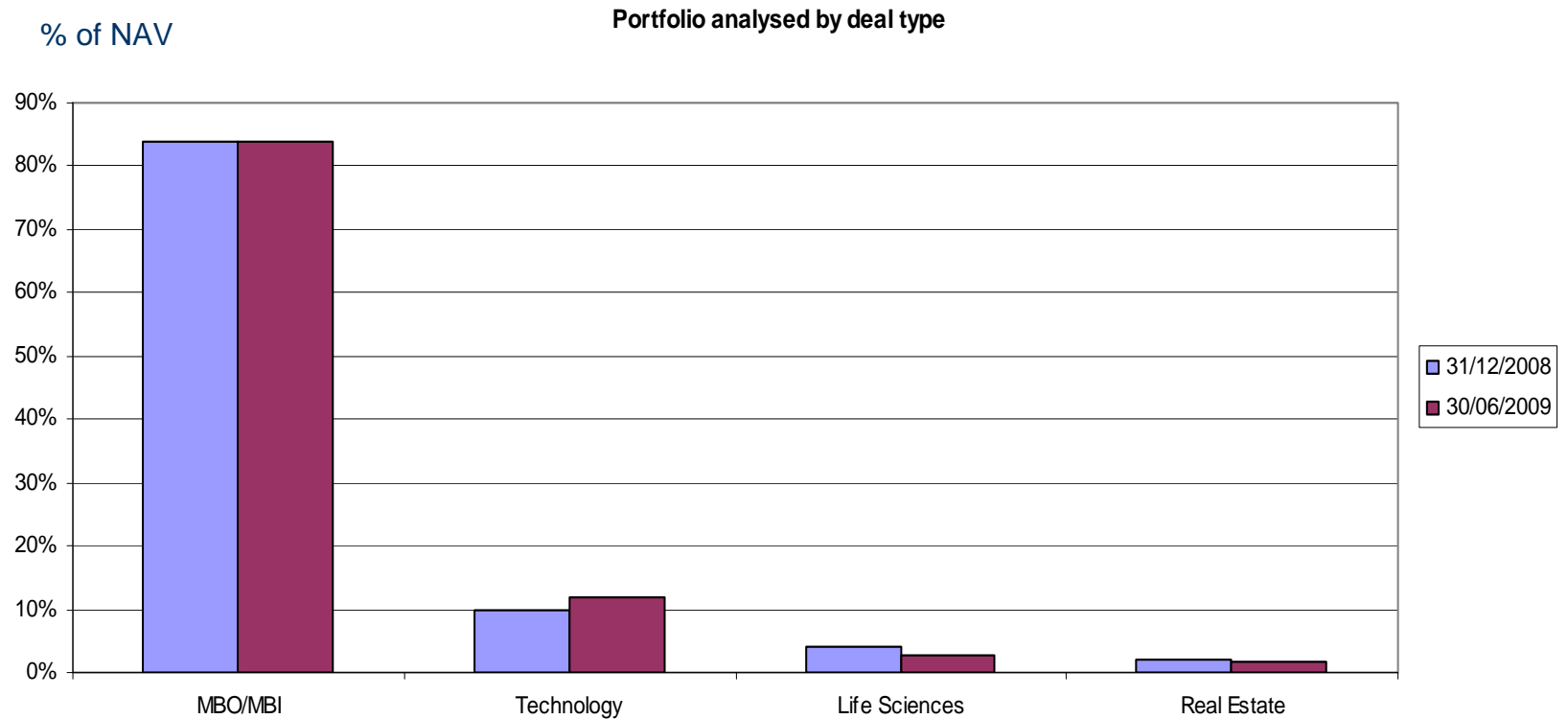
% of NAV

Portfolio analysed by sector





Dunedin Enterprise – Deal Type





Dunedin Enterprise – Age

% of NAV

Portfolio Analysed by Age

