HarbourVest

Global Private Equity

One share. A world of private company opportunities.

Annual Report and Accounts

12 Months to 31 January 2022

HarbourVest Global Private Equity

Strategic Report

Investment Manager's Review

Governance

Financial Statements

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Where to find us:
www.hvpe.com

Welcome

Launched in 2007, HVPE is a FTSE 250 investment company with global exposure to private companies, managed by HarbourVest Partners.

Purpose

HarbourVest Global Private Equity ("HVPE" or "the Company") exists to provide easy access to a diversified global portfolio of high-quality private companies by investing in HarbourVest-managed funds, through which we help support innovation and growth in a responsible manner, creating value for all our stakeholders.

HarbourVest Partners is the Investment Manager of HVPE. Technically, the Investment Manager of HVPE is HarbourVest Advisers L.P. which is an affiliate of HarbourVest Partners, LLC. However, we will refer to the Investment Manager as "HarbourVest" throughout the report, being the firm's recognised name.

Our year in numbers[1]

A strong financial year with record levels of performance and activity across several metrics.

Net Asset Value ("NAV") per Share ($)

$49.11

31 January 2021: $35.97

NAV per Share Growth ($) APM

+37%

12 months to 31 January 2021: +30%

Share Price (£)

£27.75

31 January 2021: £18.70

Share Price Growth (£) APM

+48%

12 months to 31 January 2021: +2%

Net Assets ($)

$3.9bn

31 January 2021: $2.9bn

Share Price Discount to Net Assets (£)[2] APM

-20%

31 January 2021: -19%

Total New Commitments ($)

More information: Turn to page 46

$1.4bn

12 months to 31 January 2021: $195m

Net Portfolio Cash Flow ($) APM

$320m

12 months to 31 January 2021: ($141m)

Investment Manager's ESG score

More information: Turn to page 38

A+ Strategy & Governance

A+ Indirect Investments (Primary & Secondary)

A Direct Investments

Latest PRI ratings

FTSE 250 Ranking

81st

at 20 May 2022

21 May 2021: 121st

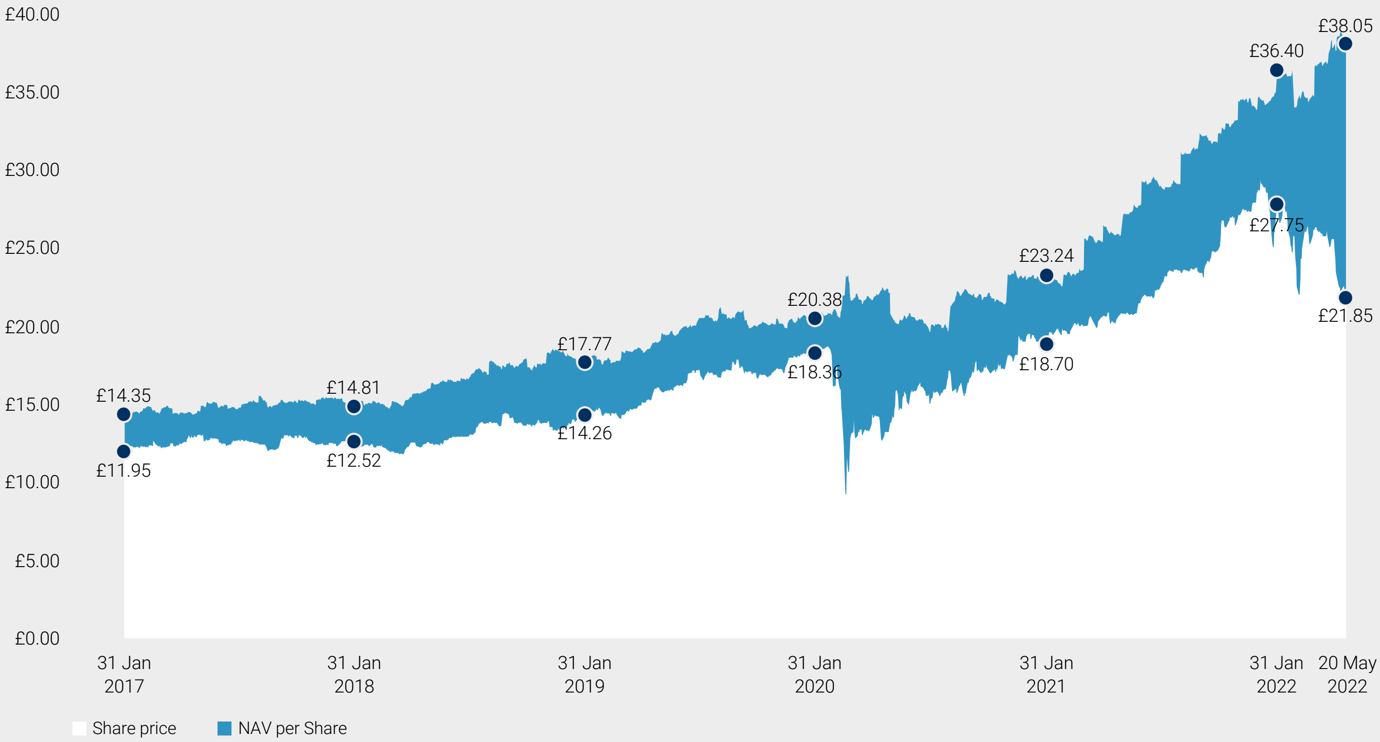
Year to, or at, 31 January 2022 unless otherwise stated.

1 Most figures (excluding but not limited to NAV per share and share price) have been rounded to the nearest whole number. Where appropriate, the prior year's comparative figures have also been retrospectively rounded, and hence will not match directly with the figures shown in last year's Annual Report and Accounts.

2 The discount is calculated based on the NAV per share available to the market at the financial year end, that being the 31 December estimate, converted to sterling at the prevailing GBP/USD foreign exchange ("FX") rate, compared with the share prices on 31 January 2022 and 2021. Please refer to the Alternative Performance Measures on pages 132 to 134 for calculations.

APM Metrics with this APM icon denote our Alternative Performance Measures ("APMs"). For more information on APMs, please turn to pages 132 to 134.

NAV per Share Performance vs. Share Price (GBP)



HVPE has a single share class, which is quoted on the London Stock Exchange ("LSE") in both sterling (ticker: HVPE) and US dollars (ticker: HVPD). The sterling quote has been in place since 9 September 2015, while the US dollar quote was introduced on 10 December 2018. HVPE has a US dollar-denominated NAV. The chart above shows the US dollar monthly estimated NAV per share converted into sterling at the prevailing daily FX rate.

Chair's statement

> "This Company has delivered extraordinary returns through extraordinary times.

NAV per Share Growth ($)

+37%

Annualised Outperformance of FTSE All World Total Return ("FTSE AW TR") Index Over the Last 10 Years

APM

+4.4%

Note "%" here refers to percentage points outperformance

Dear Shareholder

I am pleased to report a year of record NAV growth for HVPE. The Company's portfolio has continued to demonstrate resilience against a challenging global macroeconomic backdrop, testament to our consistent and proven strategy, the excellence of our Investment Manager and a highly engaged Board.

Despite this strong progress, we are mindful of potential challenges ahead, in particular that we are entering a period of higher inflation and rising interest rates, exacerbated by the Russia-Ukraine conflict. HVPE's key strength lies in its broad and diverse global portfolio, a core component of our strategy that is by nature defensive and which should help us weather this change in the economic environment. We maintain high conviction in our strategy and remain confident that over the long term HVPE will continue to outperform.

Financial Performance and Balance Sheet

In the year to 31 January 2022, HVPE delivered record NAV per share growth of 37%. Activity levels were high, with some 555 IPO and M&A transactions across the portfolio during the 12 months – on par with levels last seen in the year ended 31 January 2015. Record distribution proceeds from the HarbourVest funds more than offset capital calls during a strong period for investments and contributed to net positive portfolio cash flow of $320 million. This, combined with value gains in the unrealised portion of the portfolio, underpinned the impressive NAV growth over the year. A full review of the key drivers of performance is provided in the Investment Manager's report on pages 34 to 37.

The strong exit activity and resulting cash inflows contributed to a year-end closing cash balance of $284 million. Active portfolio and balance sheet management should ensure that this cash is deployed steadily in the months and years ahead as HarbourVest and the underlying managers continue to identify attractive new investment opportunities.

Company Activity

HVPE's investment strategy has remained consistent and the Board continues to be active in its oversight and governance of the Company. There have been several key developments in the financial year, covered below.

Share Price and Discount to NAV

The sterling share price increased by 48% over the year to 31 January 2022. Despite this very strong performance, the shares continue to trade at a discount to the value of the Company's net assets. We remain frustrated that discounts in the listed private equity sector as a whole remain stubbornly wide, and note that the recent widening trend has also been reflected in the share prices of some newer entrants in the market which were previously trading at premiums.

In addressing HVPE's discount, we are resolved to take the action that we believe is in the best long-term interest of shareholders. One option that we evaluate on a regular basis is buying back shares. At our most recent review, having consulted with our advisers, we concluded that reinvesting capital into new private markets opportunities, rather than buying back shares, should provide a better outcome for our shareholders over the long term. We have not seen evidence that buybacks are an effective discount control mechanism in our sub-sector. Instead, we will continue to look for ways to ensure that our long-term track record is understood and recognised by the market. With Directors personally invested in the Company, we are aligned with our investors and right now we believe this is the best course of action on behalf of all the Company's owners. The Board will, however, re-evaluate this position on a regular basis, and to this end has developed a framework to ensure that discussions on the topic of share buybacks are well-structured, and focused on optimising long-term shareholder returns. More detail can be found on page 24, under our Section 172 disclosures.

Portfolio and Balance Sheet Management

Following continued strong NAV performance, HVPE has increased significantly in size, and this brings new considerations about how the Board and Investment Manager manage the Company. Shareholders should note the substantial level of new commitments made to HarbourVest funds during the financial year ($1.4 billion). This compares to just $195 million in the prior year, when new commitments were paused for a time due to the impact of COVID-19. As highlighted in my interim statement, the decision to increase commitments during the year was borne out of a desire to remain fully invested through the cycle. While the latest commitment figure in isolation is larger than prior years, for context, HVPE's Investment Pipeline at 31 January 2022 represented 63% of total net assets, still at the lower end of the 10-year historical range.

To underpin the increase in commitments, as an additional prudent measure, in December we increased our credit facility by $100 million. The additional lending is provided by Credit Suisse and takes the facility to $700 million. At the time of writing, the credit facility remained completely undrawn, leaving the full amount available to the Company.

Focus on Environmental, Social, and Governance ("ESG")

This Board believes that a focus on ESG can help deliver superior returns, and therefore places high importance on the integration and monitoring of ESG at both the HVPE and HarbourVest levels. As part of its own efforts and contributing to its social responsibility, the Board has, within the financial year, appointed a Board Observer to attend meetings. This position is occupied by an individual in the early stage of their career, and will allow them to gain valuable boardroom experience while providing us with the benefit of a new perspective on HVPE and its operations. Details of how the Board engages with the community and environment are shown on page 23.

Following regular updates and engagement with the Investment Manager, we remain encouraged by positive progress made on its ESG work. HarbourVest continues to make great strides in this area, and we have been impressed by the growth of its efforts, from evolving the evaluation and monitoring of managers and risks within the portfolios, to the pledges made at the firm level to help tackle wider global climate issues. This sits alongside efforts made to improve diversity and inclusion across the business. This summary is not exhaustive, and this year we are pleased to provide a more detailed review of HarbourVest's approach to ESG, including recent developments in this area, on pages 38 to 43.

Transparency and Disclosure

The Board of HVPE aims to uphold the highest level of corporate governance and best practice standards. Considering this, during the year we took the step to provide an estimate of full look-through costs in our Key Information Document ("KID"). It is vital that shareholders understand that fees have not increased, but for complete transparency our KID cost figure now includes an estimate of the fees at the underlying partnership level (costs borne by the HarbourVest fund of funds vehicles in which HVPE invests), including estimated performance fees. We appreciate that this increased level of disclosure may bring challenges for some of our shareholders, and we remain focused on trying to be as cost-effective as possible. It should be remembered, however, that HVPE offers investors a truly differentiated proposition in the form of an actively managed portfolio comprising thousands of private companies across the globe. This has taken many years to build and would be very difficult to replicate. Furthermore, HVPE's performance figures are always quoted net of all fees and costs.

Post-Period End

Board Changes

In accordance with the Board's succession planning programme, and our ambition for Directors to hold the necessary balance of skills to deliver the best stewardship of the Company for HVPE's shareholders, I am delighted to announce the appointment of Anulika Ajufo, who joined the Board as an independent non-executive Director with effect from 19 May 2022. Anulika brings 15 years' experience in capital raising and investments across sectors, including roles with the Soros Economic Development Fund, The Carlyle Group, and Goldman Sachs International. We are delighted to welcome Anulika to the Board, and hope that her appointment will allow us to continue to promote an engaged and collaborative culture in the boardroom.

Alan Hodson will step down from the Board at the Annual General Meeting in July 2022. Alan has provided invaluable service to HVPE, particularly in his role as Senior Independent Director ("SID"), and he leaves with our heartfelt thanks and best wishes on behalf of all shareholders. Francesca Barnes will assume the role of SID and of Chair of the Remuneration Committee and Libby Burne will take on the role of Chair of the Management Engagement and Service Providers Committee in her place after the Annual General Meeting. Further details of all the Board members can be found on pages 72 to 73.

New Joint Corporate Broker

As announced in May 2022, Peel Hunt was appointed as HVPE's joint corporate broker to work alongside Jefferies International. We have been impressed by Peel Hunt's proposition and feel the firm can bring focused support to the Company as we continue to grow and diversify our shareholder base, through expanding our distribution network and assisting our efforts to broaden HVPE's appeal to new investors.

Brand and Messaging

The Board appreciates the importance of clear communication. HVPE can appear complex, so it is vital we articulate our proposition clearly. We are also aware of our broadening shareholder base, and the growing number of individual private investors joining the share register. With this in mind, the Board and Investment Manager have put weight behind improving the Company's brand representation and simplifying our messaging. The objective is to make HVPE more accessible and inclusive for a wider range of shareholders. We launched a new website (www.hvpe.com), which we have designed with an expanding shareholder base in mind. As well as delivering key financial reports, we have introduced new content for those less familiar with the asset class and its unique terminology. We hope the new website is an improvement, and, most importantly, that it continues to deliver the information you need from us.

Annual General Meeting ("AGM") and Capital Markets Morning

HVPE's AGM will be held in Guernsey at 1.00 p.m. BST on 20 July 2022. Formal notice will be sent to registered shareholders by 21 June 2022. We hope that all registered shareholders will exercise their votes by proxy. Except for Alan Hodson, who will be stepping down at this AGM, all Directors will submit themselves for re-election. As in prior years, in advance of the formal AGM, HVPE will hold a Capital Markets event for shareholders. This will take place on the morning of 15 June 2022 from 10.00 a.m. BST, and will assume a hybrid (in-person and virtual) format. Shareholders should contact Liah Zusman at hvpe_events@harbourvest.com should they wish to participate.

Outlook

This Company has delivered extraordinary returns through extraordinary times. While private markets continue to present a huge opportunity for investors, we are mindful of the very severe economic and political challenges currently besetting global markets. Not least, since the year end, most major public markets have experienced significant declines, driven by the war in Ukraine, and wider macro concerns. Specifically, the world is currently facing surging inflation, supply-chain dislocation, and rising interest rates; these factors, exacerbated by the ongoing war that is showing no sign of abating, will likely contribute to a significant slowdown in global economic growth over the near term. Private markets are likely to feel some degree of impact from these developments, so we might expect to see downward pressure on valuations in parts of HVPE's portfolio. In particular, the technology exposure that contributed to recent record NAV increases may face headwinds as investors rotate away from the growth theme, instead favouring investments in more traditional sectors. Nevertheless, we are strong believers in the power of diversification, and with other segments of the Company's portfolio potentially standing to benefit from the changed macro environment, we remain optimistic about the long-term prospects for HVPE. At times of uncertainty, it is vital to keep a level head, and we will remain measured and disciplined in our approach, maintaining our prudent, yet active, management of the Company's balance sheet and assets. This should enable HVPE to prosper through more challenging times.

This is a long-term asset class which rewards patience. The Board and I remain convinced that our proven strategy can continue to deliver strong returns to investors. As we approach our 15-year anniversary with a proud track record of having delivered compound annual growth of 12% over that period, we thank all shareholders for your continued support and encouragement.

Ed Warner
Chair
26 May 2022

At-a-glance

HVPE invests exclusively in funds managed by HarbourVest Partners, an independent global private markets asset manager with 40 years' experience.

HVPE

HVPE provides access to investments in private companies through funds managed by HarbourVest Partners. As at 31 January 2022, HVPE had net assets of $3.9 billion and a market capitalisation of £2.2 billion.

Focus and Approach

Investment into private companies requires experience, skill, and expertise. Our focus is on building a comprehensive global portfolio of the highest-quality investments, in a proactive yet measured way, with the strength of our balance sheet underpinning everything we do.

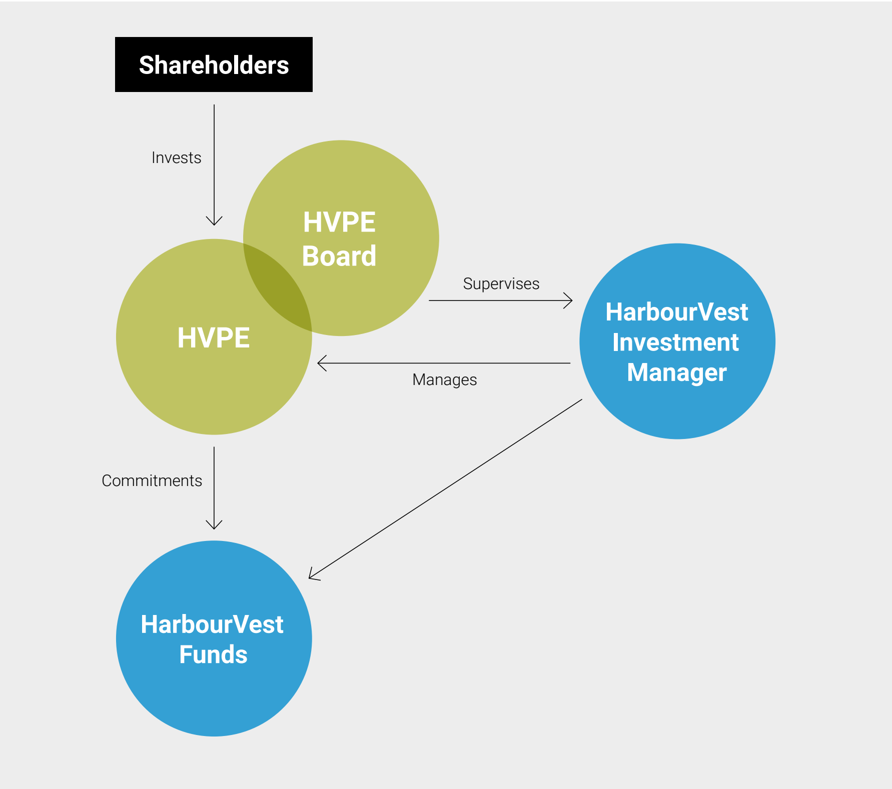
Our multi-layered investment approach creates diversification, helping to spread risk, and is fundamental to our aim of creating a portfolio that no individual investor can replicate.

The Result

We connect the everyday investor with a broad base of private markets experts. The result is a distinct single access point to HarbourVest Partners, and a prudently managed global private companies portfolio designed to navigate economic cycles as smoothly as possible whilst striving to deliver outperformance of the public markets over the long term.

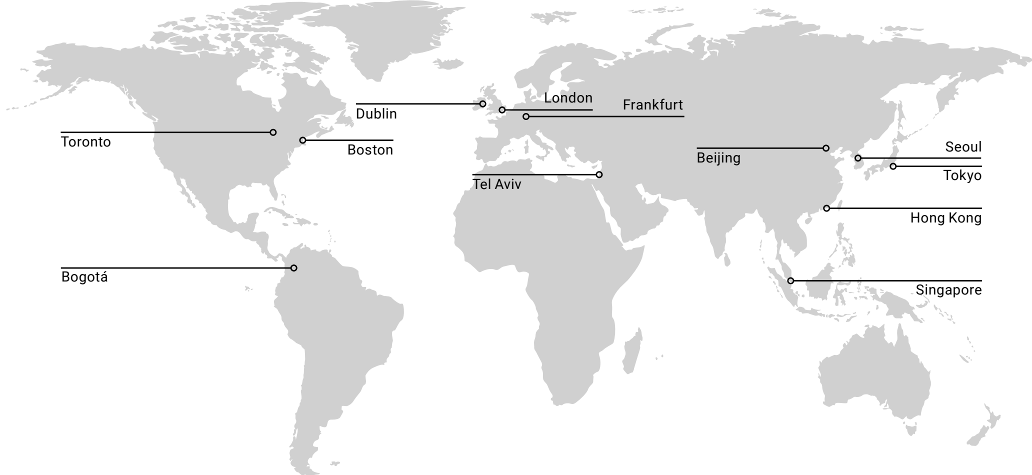
Investment Manager

Our Investment Manager, HarbourVest Partners (see next page), is an experienced and trusted global private markets asset manager. HVPE, through its investments in HarbourVest funds, helps to support innovation and growth in the global economy whilst seeking to promote improvement in environmental, social, and governance standards.



HarbourVest Partners has a global platform.

The Singapore office was opened in May 2021. The Frankfurt office was opened in July 2021.



HarbourVest Partners

HarbourVest is an independent, global private markets asset manager with 40 years of experience and more than $92 billion in assets under management[1].

Overview

HarbourVest focuses exclusively on private markets. The firm's powerful global platform offers clients investment opportunities through primary fund investments, secondary investments, and direct co-investments in commingled funds or separately managed accounts. The firm currently has approximately $92 billion in assets under management across the US, Europe, Asia Pacific, and other emerging markets. HarbourVest has deep investment experience and dedicated, on-the-ground teams in key private markets around the world. It has over 800 employees, including more than 175 investment professionals[1], across its Beijing, Bogotá, Boston, Dublin, Frankfurt, Hong Kong, London, Singapore, Seoul, Tel Aviv, Tokyo, and Toronto offices.

Leadership

HarbourVest has shown leadership in private markets across the globe, forming one of the first fund of funds, purchasing some of the first secondary positions, backing developing companies, and pioneering new markets.

Depth of Experience

The 68 Managing Directors of HarbourVest have average industry experience of 25 years. HarbourVest believes the experience and continuity of investment personnel provides a valuable historical base of knowledge. Additionally, many of the most sought-after underlying fund managers are often oversubscribed when they raise new funds, making these funds difficult to access for many investors. The longevity and stability of the HarbourVest team has enabled the firm to cultivate relationships with many of the top-tier and exclusive fund managers, positioning HarbourVest as both a preferred prospective investor and a favoured investment partner.

40
Years of market experience

$92bn+
Assets under management

175+
Investment professionals

25 years
Average industry experience of MDs

900+
Advisory board seats

800+
Employees globally

12
Global offices

1 Figures as at 31 December 2021.

Core messages

1

Inclusive Access

We believe superior investment opportunities should be open to everyone who has capital to invest. Whatever the amount. That's why we make private companies accessible and available to all investors, for as little as the price of one share.

Those who choose to invest through HVPE get access to funds managed by HarbourVest, a leading global private markets investment firm with a long history of innovation and success.

Investors can also benefit from early access to private companies, which have the potential to deliver strong returns. These investments were previously the preserve of institutions. We are opening them up to all.

Stakeholders trust HVPE and HarbourVest to take a prudent, reliable, and responsible approach to investment management. In that sense, we are proud to be predictable. Investors can gain exposure to private companies with a greater degree of confidence that their hard-earned capital is in safe hands.

2

Performance with Purpose

While we operate in a fast-paced market, we understand that returns develop over time. Our shareholders have the wisdom to invest with the long term in mind.

We have proved that patience pays off. Over the last 10 years, we have outperformed our closest peers[1], as well as public markets[2].

By investing in HarbourVest funds we support the growth of private companies, which is integral to who we are and what we believe in. We are proud to connect investors to opportunities that create jobs and deliver innovations that can bring positive change to the world.

3

Diversification and Expertise

From the UK to South Korea, Sweden to the United States, our portfolio spans the globe. This broad spread is selected and curated for optimum returns, because we understand that more diversification captures more outperformers, as well as reducing risk.

We take pride in making the complex look simple. But it takes diverse expertise to make it work: a dedicated Board, a committed HVPE team, 175 HarbourVest investment professionals and collective access to over 500 expert managers.

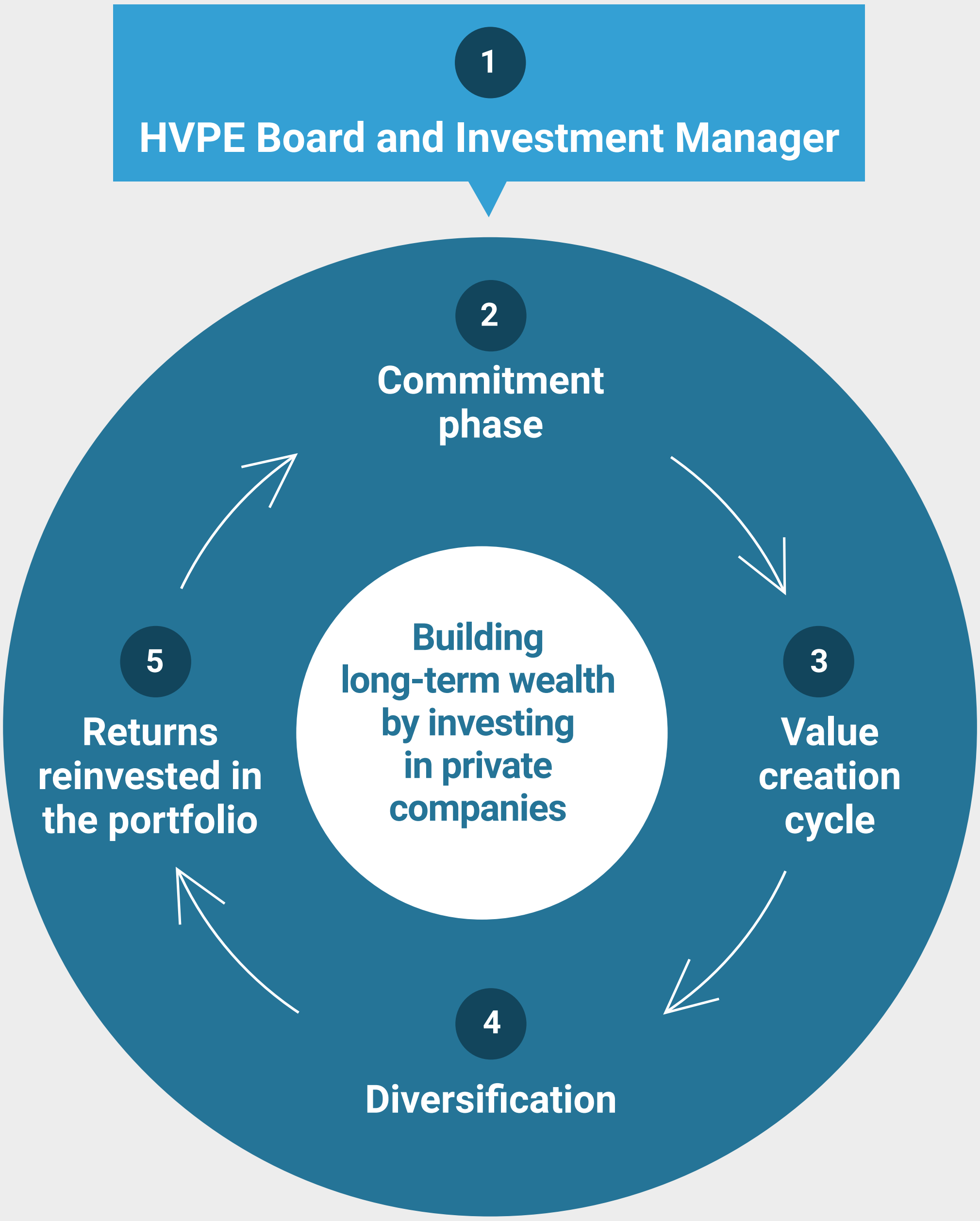
These multi-skilled teams add layer on layer of knowledge to analyse opportunities and ensure capital is allocated to the right places. This drives the greater goal and long-term ambition: to generate superior shareholder returns.

1 Peer group includes UK-listed fund of funds sector: BMO Private Equity Trust Plc, ICG Enterprise Trust Plc, JPEL Private Equity Ltd, Pantheon International Plc, and abrdn Private Equity Opportunities Trust Plc.

2 Public market benchmark is the FTSE All World Total Return Index. Please see outperformance metrics in KPIs section on page 14.

Business model

Creating value at every level of our business



Diversification directly driven by Strategic Asset Allocation

by stage
by geography
by strategy

Further diversification within the portfolio

by phase/vintage
by industry
by currency

ESG considerations apply across all investment activity

1

Active Balance Sheet Management

HVPE maintains a prudent approach to balance sheet management and invests within a set of defined financial ratios with the aim of ensuring that there is sufficient cash or credit available to meet its commitments, whilst also striving to avoid an excessive build-up of cash on the balance sheet.

Strategic Asset Allocation (“SAA”)

HVPE takes a long-term view in building and maintaining its portfolio, working to a set of rolling five-year portfolio construction targets aimed at optimising long-term risk-adjusted NAV growth.

2

Investment in and Alongside HarbourVest Funds

HarbourVest, the Investment Manager, is an independent, global private markets investment specialist, with 40 years of experience and more than $92 billion of assets under management as at 31 December 2021.

3

Investment into Private Companies

HVPE provides a complete private markets solution for public investors by actively managing the Investment Portfolio through four key phases of the private equity cycle: Commitment, Investment, Growth, and Maturity. The Company’s approach is to make future commitments to ensure continuous investment through the cycle.

4

Selectively Diversified Investment Portfolio

Research indicates that the dispersion of returns in private markets investing is greater than that typically observed in public equity portfolios[1]. In some strategies, notably venture investing, HarbourVest observes that a small number of funds deliver returns dramatically in excess of the median[2]. This means that diversification across multiple funds and investments is critically important for optimising risk-adjusted returns. By following its SAA targets, HVPE has built a well-diversified portfolio as shown in the pie charts on pages 36 and 37.

Multi-manager Approach

Effectively, HVPE provides exposure to approximately 30 individual HarbourVest fund managers, each expert in their strategy. Furthermore, within the HarbourVest fund of funds programmes, careful selection gives distinct exposure to many leading, and hard to access, external private equity managers, providing a broad spread of private markets expertise.

5

Profitable Realisations Grow NAV per Share and Become the Firepower for Future Investments

HVPE, in effect, provides part-ownership of a broad range of underlying private companies, spanning early stage to more mature businesses. It is the success of these which drives returns. HVPE is committed to delivering material long-term outperformance in NAV per share as compared with public markets. Ultimately, this is locked in via strong realisations, the proceeds of which are then reinvested into new private markets opportunities.

ESG Embedded in the HarbourVest Investment Process

HarbourVest is driven by the belief that strong financial returns and positive social change can be accomplished in tandem. As such, it is committed to integrating ESG considerations into all stages of its investment activity. ESG-related risks are identified and taken into consideration as an integral part of its due diligence process, so that company-specific, broader manager-level, sector-level, and regional risks can be considered when reviewing investment opportunities.

1 Cambridge Associates, “Building Winning Portfolios Through Private Investments”, 2021.

2 Research from HarbourVest Partners’ Quantitative Investment Science (QIS) team.

KPIs and investment objective[1]

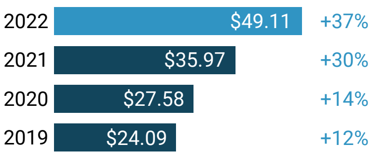
The Company's investment objective is to generate superior shareholder returns through long-term capital appreciation by investing primarily in a diversified portfolio of private equity investments.

NAV per Share Growth (1 year and 10 years)

HVPE seeks to achieve growth in NAV per share materially ahead of public markets over the long term, as defined by the FTSE All World Total Return ("FTSE AW TR") Index in US dollars. The FTSE AW TR is a global equity index with geographical weightings comparable to HVPE's portfolio.

a. Absolute performance (US dollar) APM

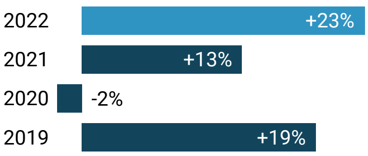
1 year



10 years (total return)
10 years to 31 January 2022: 330%
10 years to 31 January 2021: 251%

b. Relative performance vs FTSE AW TR[2] APM

1 year



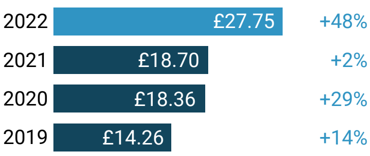
10 years
10-year relative outperformance (annualised): 4.4 percentage points
10-year relative outperformance (annualised) to 31 January 2021: 3.9 percentage points

Total Shareholder Return (1 year and 10 years)

The key measure of HVPE's performance is ultimately the total return experienced by its shareholders. While NAV per share is the major driver, the level of any premium or discount to NAV at which HVPE's shares trade is also important.

a. Absolute performance (sterling) APM

1 year

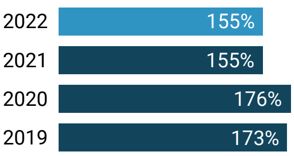


10 year
10 years to 31 January 2022: 570%
10-years to 31 January 2021: 352%

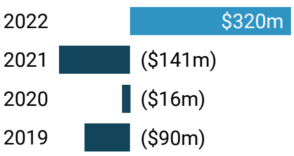
Balance Sheet Strength

The Board and the Investment Manager actively monitor HVPE's balance sheet by means of a set of key ratios, with a view to maintaining a robust financial position under all plausible forecast scenarios. Please see Managing the Balance Sheet on page 16 for more detail on the ratios and page 35 of the Investment Manager's report for more detail on the net portfolio cash flow.

a. Total Commitment Ratio APM



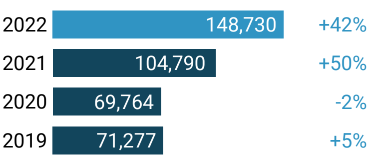
b. Net portfolio cash flow APM



Liquidity in the Shares

Current and prospective shareholders rightly place a high value on liquidity as it provides reassurance that there is a ready market in the shares should they wish to manage their position. The Board and the Investment Manager monitor liquidity on a regular basis using the daily mean (see page 131 for the definition of this term).

a. Mean daily trading volume



1 Please note some of these KPIs are also Alternative Performance Measures ("APMs"). Please see pages 132 to 134 for our APMs.

2 Note "%" here refers to percentage points outperformance.

Commentary

In the 12 months to 31 January 2022, HVPE outperformed its public market benchmark, the FTSE AW TR Index, by 23 percentage points. The nature and timing of HVPE's valuation process and the relative volatility of public markets can result in significant divergence from the FTSE AW TR Index in either direction in any 12-month period, as demonstrated in prior years.

Looking at longer time horizons, over the last ten years, HVPE has outperformed the FTSE AW TR Index by 139 percentage points. This equates to outperformance on an annualised basis of 4.4 percentage points. Please refer to the Alternative Performance Measures on pages 132 to 134 for these calculations. Further detail on the performance of HVPE's NAV per share over the financial year can be found in the Investment Manager's report on pages 34 to 37.

Approximately 80% of HVPE's shareholders are UK-based, and the majority of trading volume is in sterling. The Total Shareholder Return in sterling is therefore an important figure.

HVPE's sterling price increased by 48% over the financial year (46% in US dollar terms), the strongest year-on-year percentage growth on record. While we acknowledge that recent geopolitical and macro headwinds have affected public equity markets globally post the financial year-end (see Recent Events on page 64), over the ten years to 31 January 2022 HVPE shares delivered a total return of 570%.

The Total Commitment Ratio as described on page 17 was 155% as at 31 January 2022, the same as the end of the prior financial year. Despite the increase in new commitments during the reporting period, the figure has remained constant following record distributions and strong growth of the net assets (the denominator in the equation). As HVPE grows in size, we expect commitments also to continue to increase. This is to ensure HVPE remains fully invested (i.e. to prevent a build-up of cash on the balance sheet). Note that the ratio remains at the lower end of the historical range.

Net portfolio cash flow – the difference between calls and distributions over the year – indicates the shorter-term impact on the balance sheet arising from turnover in the portfolio, and is a new KPI introduced this year. As the HarbourVest funds make capital calls through the year, the resulting cash outflows will, under normal market conditions, be balanced by cash distributions received from maturing investments, with net portfolio cash flow close to zero. If calls are greater than distributions, HVPE's cash balance will decrease and the Company may need to utilise its revolving credit facility; conversely, if distributions are greater than calls in a given year, there will be a build-up of cash for future investment.

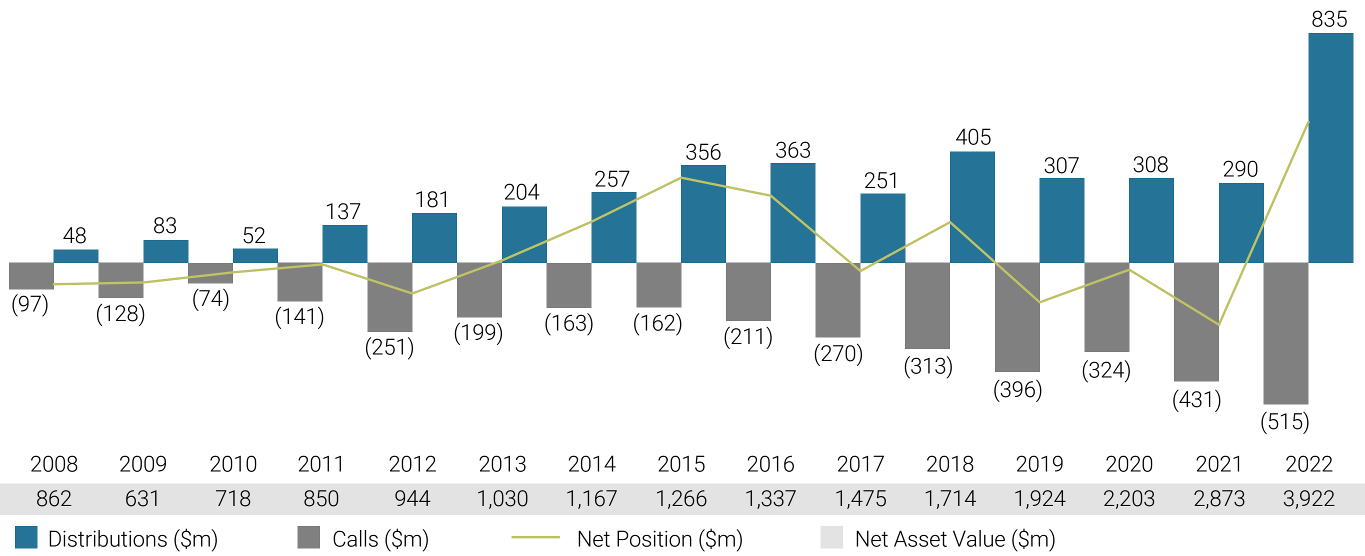
The net portfolio cash flow KPI replaces the Rolling Coverage Ratio KPI. The change was agreed at the strategy Board meeting held in November 2021, and followed a desire to simplify the range of KPIs and focus on those metrics the Board uses in decision-making. The Rolling Coverage Ratio remains a metric that is monitored regularly by the Board in the normal course of business. Details can be found on page 17.

Daily liquidity, measured by mean daily trading volume, continued to increase substantially over the period. The large uplift in share trading activity was due in part to increased demand from UK-based wealth managers and individual private investors.

Managing the balance sheet

Effective and prudent balance sheet management is critical when running a closed-end company investing into a portfolio of private markets funds with varying cash flow profiles. This is particularly true for a company such as HVPE which maintains a large pipeline of unfunded commitments (the "Investment Pipeline"), i.e. the portion of capital pledged to an underlying fund, but not yet drawn down for investments. Action taken during the year can be found in the Investment Manager's report on pages 34 to 37, and an update on the Balance Sheet Strength KPI can be found on pages 14 and 15. This section provides an update on the HarbourVest fund-level borrowing and the balance sheet ratios at 31 January 2022.

Calls and Distributions Since Inception, Annual to 31 January ($ Millions)



HarbourVest Fund-level Borrowing

The HVPE team monitors the HarbourVest fund-level borrowing in absolute terms, and as a percentage of NAV. This borrowing is also considered when evaluating balance sheet ratios: the Total Commitment Ratio within the Investment Pipeline, and the Rolling Coverage Ratio within the three-year capital call projections. HarbourVest fund-level borrowing is also included when assessing the credit facility's loan-to-value ratios, as mentioned in Note 6 Debt Facility on page 111 of the Financial Statements. Possible changes in this borrowing (and hence the timing of capital calls payable by HVPE) are also incorporated into the balance sheet scenario tests conducted as part of the annual commitment planning exercise.

The HarbourVest fund-level borrowing as at 31 January 2022 is reported on page 36 of the Investment Manager's report. To provide more detail on this, HVPE's total exposure of $450 million includes $399 million (89%) of bridging finance (also known as subscription line finance) which is used to delay and smooth the pacing of capital calls to investors in the funds, including HVPE. Typically, these bridge facilities are committed by the lenders for a minimum of 12 months. The remaining $51 million (11%) is project debt, held in the most part by the HarbourVest secondary funds to finance specific projects. The bridging finance, should it be repaid in full or in part, will result in capital calls to investors in the HarbourVest funds, including HVPE, as this type of borrowing represents a portion of HVPE's existing unfunded commitment (Investment Pipeline) figure. Furthermore, during the period in which the debt is outstanding, there is a gearing effect on HVPE's NAV, as the investments have already been made while HVPE's share of the capital has not yet been called. Project finance has only a very limited impact on prospective cash flow but does contribute to the gearing effect.

Balance Sheet Ratios[1]

Commitment Ratios

The Board and the Investment Manager refer to three ratios when assessing the Company's commitment levels:

APM 1. Total Commitment Ratio ("TCR")

The TCR provides a view of total exposure to private markets investments as a percentage of NAV. As such, this takes the sum of the current Investment Portfolio and the Investment Pipeline as the numerator. The level of the TCR is a key determinant of the Company's total commitment capacity for new HarbourVest funds and co-investments within a given time period. This ratio was 155% at 31 January 2022; this was the same as it was at 31 January 2021. More details on the TCR can be found on page 14.

APM 2. Commitment Coverage Ratio

HVPE and many other listed private equity firms on the London Stock Exchange (the "peer group"[2]) use this metric as a measure of balance sheet risk. This ratio is calculated by taking the sum of cash and available credit, and dividing it by the total Investment Pipeline.

The nature of HVPE's structure, whereby it commits to HarbourVest funds, most of which invest predominantly in funds raised by other private equity managers, means that it typically takes longer for commitments to be drawn down compared with other listed private equity funds. As a result, to remain fully invested, HVPE has to maintain a larger pipeline of unfunded commitments. This means that HVPE's Commitment Coverage Ratio may appear relatively low in comparison with the peer group. This ratio has increased from 37% at 31 January 2021 to 40% at 31 January 2022, resulting from a stronger net cash position and enlarged available credit facility (the latter was increased by $100 million to $700 million as outlined on page 35).

APM 3. Rolling Coverage Ratio ("RCR")

HVPE's Investment Manager uses this third specific metric to provide greater insight into the Company's balance sheet position and a more relevant comparison with the Company's peer group[2]. This final measure reflects the sum of cash, the available credit facility, and the distributions expected during the next 12 months (from 31 January 2022), taken as a percentage of the forecast cash investment in HarbourVest funds over the next 36 months (from 31 January 2022). The latter is based on actual commitments made, plus those currently foreseen for the next three years. In considering forecast investments over a three-year period rather than the total Investment Pipeline, this calculation enables a more useful comparison of HVPE's coverage ratio relative to its peers. This ratio has increased from 67% at 31 January 2021 to 68% at 31 January 2022. This is due to the increase in the cash balance, which more than offsets the increase in the 36-month projected investments. The Investment Manager is comfortable with this ratio at 68%. The precise calculation approach that we use for the ratio is highly conservative. Most notably, the denominator is 36 months of projected capital calls. This figure is based on the cash flows expected to result from the current level of unfunded commitments and from new commitments planned for the following three years. Should actual cash flows turn markedly more negative than anticipated, the Investment Manager and Board have the option to place the commitment plan on hold, thereby shoring up the RCR.

Total Commitment Ratio

(Total exposure to private markets investments as a percentage of NAV)

Investment Portfolio + Investment Pipeline	$6,088m
Divided by the NAV	$3,922m
155% (155% at 31 January 2021)	

Commitment Coverage Ratio

(Short-term liquidity as a percentage of total Investment Pipeline)

Cash + available credit facility	$984m
Divided by the Investment Pipeline	$2,455m
40% (37% at 31 January 2021)	

Rolling Coverage Ratio

(A measure of medium-term commitment coverage)

Cash + available credit facility (total $984m) + next 12 months' estimated distributions ($792m)	$1,776m
Divided by the next 36 months' estimated investments	$2,629m
68% (67% at 31 January 2021)	

The most recent ratios, at 30 April 2022, can be found within HVPE's latest monthly factsheet on its website: www.hvpe.com.

1 These are considered as Alternative Performance Measures. More detail can be found on pages 132 to 134.

2 Peer group includes UK-listed fund of funds sector: BMO Private Equity Trust Plc, ICG Enterprise Trust Plc, JPEL Private Equity Ltd, Pantheon International Plc and abrdn Private Equity Opportunities Trust Plc.

Managing costs

Total Expense Ratio ("TER")

HVPE's TER reflects the total cost incurred by the Company in assembling and maintaining its portfolio of HarbourVest funds and co-investments. The figure is broken down into four distinct categories of expense.

Firstly, there is the cost of running the Company in its own right, encompassing items such as maintenance of the facility, Board fees and expenses, professional fees, marketing, financial reporting, dedicated team from the Investment Manager, and compliance costs. These costs, totalling 0.40% of average NAV in the 12 months to 31 January 2022 (12 months to 31 January 2021: 0.52%), are categorised as recurring operating expenses as shown in the first line of the table on page 19.

Secondly, operating costs relating to the HarbourVest funds amounted to a further 0.21% of average NAV in the 12-month period (12 months to 31 January 2021: 0.14%). The increase is due to HVPE's recent larger commitments.

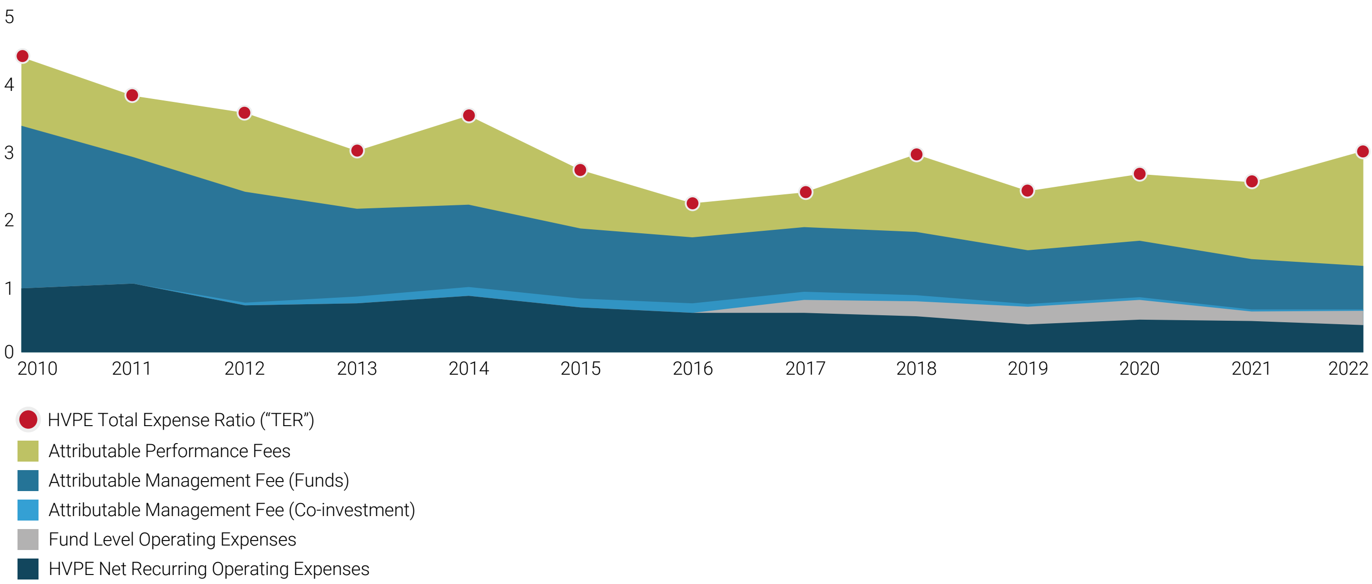
Thirdly, HVPE pays management fees to HarbourVest with respect to the funds in which it invests, and also for the secondary co-investment in Conversus[1] made alongside the HarbourVest funds. The total of all management fees in the 12 months to 31 January 2022 was equivalent to 0.64% of average NAV (12 months to 31 January 2021: 0.77%).

Finally, performance fees are charged on secondary investments and direct co-investments. In total, this accounted for 1.69% of average NAV in the 12 months to 31 January 2022 (12 months to 31 January 2021: 1.13%). The performance fee figure varies from period to period and is driven by the performance achieved by the relevant HarbourVest funds.

Together, these four cost components add up to give a TER of 2.94% for the 12 months to 31 January 2022. It is important to note that, while the operating expenses and the management fees do not vary greatly from one year to the next, the performance fee figure will vary significantly depending on the returns delivered by the relevant underlying HarbourVest funds. The TER for the 12 months to 31 January 2022 of 2.94% was 0.44 percentage points higher than the same period in the prior year (2.50%) owing to this larger performance fee figure.

The calculation above excludes the fees charged by the underlying partnerships held by the HarbourVest funds. An estimate of HVPE's full look-through TER is included in the Company's Key Information Document, available on the website. It is important to note that all performance data we report to shareholders is (and always has been) net of all fees and expenses.

HVPE Total Expense Ratio as a % of Average NAV



1 "HVPE Charlotte Co-Investment L.P." in the Audited Consolidated Schedule of Investments.

Total Net Expense Ratio Breakdown

	12 Months to 31 January 2022	12 Months to 31 January 2021
Operating expenses[2]	**0.40%**	0.52%
HarbourVest fund operating expenses[3]	**0.21%**	0.14%
Management fees[4]	**0.64%**	0.77%
Operating expense ratio	**1.25%**	1.43%
Interest income[5]	**(0.00%)**	(0.06%)
Net operating expense ratio	**1.25%**	1.37%
Performance fees[6]	**1.69%**	1.13%
Total net expense ratio[7]	**2.94%**	2.50%

2 Operating expenses includes total expenses shown in the Audited Consolidated Statement of Operations, excluding management fees (from the secondary co-investments) which are included in the management fees in this table.

3 HVPE's share of fund-level operating expenses (professional fees and organisational costs) which are included in realised and unrealised gains (losses) on investments in the Audited Consolidated Statement of Operations.

4 This includes fund-level management fees payable to HarbourVest which are included in realised and unrealised gains (losses) on investments in the Audited Consolidated Statement of Operations, together with the management fees relating to secondary co-investments noted in 2 above.

5 This is shown as interest and dividends from cash and equivalents in the Audited Consolidated Statement of Operations.

6 This includes fund-level performance fees payable to HarbourVest which are included in realised and unrealised gains (losses) on investments in the Audited Consolidated Statement of Operations.

7 TERs are calculated using the average NAV over the respective periods ($3.9 billion in the 12 months ended 31 January 2022 and $2.9 billion in the 12 months ended 31 January 2021).

Summary of net assets

	31 January 2022 (millions*)	31 January 2021 (millions*)
Investment Portfolio	**$3,633**	$2,889
Cash and cash equivalents	**$284**	$98
Drawings on the HVPE credit facility	**$0**	($120)
Net other assets/liabilities	**$5**	$6[1]
NAV	**$3,922**	$2,873
NAV per share ($)	**$49.11**	$35.97
FX rate	**1.3449**	1.3707
NAV per share (£)	**£36.52**	£26.24
Cash + cash equivalents + available credit facility	**$984**	$578

The Private Equity Cycle

	12 Months ended 31 January 2022 (millions*)	12 Months ended 31 January 2021 (millions*)
1. Commitments		
New commitments to HarbourVest funds	**$1,423**	$195
Investment Pipeline		
Allocated	**$1,422**	$1,298
Unallocated	**$1,033**	$275
Total Investment Pipeline	**$2,455**	$1,573
2. Cash Invested		
Invested in HarbourVest funds	**$515**	$431
% of average Investment Pipeline[2]	**26%**	25%
3. Growth		
Investment Portfolio (beginning)	**$2,889**	$2,066
Cash invested	**$515**	$431
Investment Portfolio growth	**$1,064**	$682
Distributions received	**($835)**	($290)
Investment Portfolio (end)	**$3,633**	$2,889
4. Distributions Received		
Cash received from HarbourVest funds	**$835**	$290
% of average Investment Portfolio[3]	**26%**	12%

* Unless otherwise stated

1 Due to rounding and to ensure numbers cast correctly on the page, "net other assets/liabilities" has been rounded up to $6 million from $5 million.

2 Percentage of average Investment Pipeline (31 January 2022 and 31 January 2021).

3 Percentage of average Investment Portfolio (31 January 2022 and 31 January 2021).

Stakeholder engagement

Directors' Responsibilities and Stakeholder Engagement

The Board of Directors seeks to ensure high standards in corporate governance by adhering to the principles of the 2019 AIC Code of Corporate Governance, further details of which are set out below. The AIC Code states that all companies, regardless of their domicile, should report on the matters set out in Section 172 of the UK Companies Act 2006. Accordingly, the Board has prepared the following summary of some of the ways in which it builds and maintains its relationships with its stakeholders while also integrating consideration of the Company's impact on the environment and wider society.

The Board believes that the success of the Company relies to a great extent upon its stakeholders and that the interests of the Company and its stakeholders are fostered by a culture of mutual honesty, transparency, and accountability (see page 80). The Directors engage with key stakeholders through a combination of face-to-face meetings, formal and informal reporting, and regular monitoring. This is designed to ensure that there is sufficient understanding of the needs and priorities of stakeholders so that this can be factored into the Board's decision-making process, with the intention of maintaining and enhancing the Company's long-term viability. Throughout these interactions the Board encourages open and constructive two-way debate – an approach it adopts within its own deliberations (page 81).

The following section identifies key stakeholders, gives reasons why they are considered to be important to the success of the Company, and outlines how the Company engages with them. The outcomes of that engagement are reflected in the key decisions made by the Board during the year.

Stakeholder	How the Board Engages
Shareholders and Prospective Investors Shareholders and prospective investors are today's and tomorrow's owners of the Company and are therefore at the core of every decision made by the Board. Support from this group of stakeholders is critical to the success of HVPE and to delivering its investment objective to generate superior shareholder returns.	> Receives investor relations updates from the Investment Manager at every Board Meeting, with a comprehensive report delivered twice a year. > Remains open and accessible to shareholders, who may contact any Board member, including the Chair and the Senior Independent Director, through the Company Secretary at hvpecosec@bnpparibas.com or in writing to the registered office. > Engages regularly with the corporate brokers, receiving weekly market and trading updates, and formal reports at each Board meeting. > Communicates with shareholders through the Investment Manager and through the Company's regular financial reporting and monthly NAV updates which are published on HVPE's website. > Meets shareholders at HVPE's annual Capital Markets Session (or virtual equivalent). > Holds strategy meetings to ensure the Board is acting in shareholders' best interests to optimise the efficiency and performance of the Company. > Periodically commissions external reviews to increase its understanding of how the Company is perceived by current and potential investors, and how these perceptions reflect the needs of investors and the Company's ability to meet them. One such review was carried out during 2021 and the findings have been carefully considered by the Board. > Incorporates the results of all its engagement activities into Board discussions, its reflections on strategy, and decision-making processes.
HarbourVest Partners (the Investment Manager) As set out in the Strategic Report, HarbourVest is fundamental to HVPE's business model and overall strategy; it is through its investments in HarbourVest-managed funds that HVPE is able to achieve its purpose of providing easy access to a diversified global portfolio of high-quality private companies (see page 8). Given the central importance of HarbourVest's role, it is essential that the Board maintains a strong relationship with its Investment Manager.	> Whether individually or collectively, Board members maintain a continuous dialogue with the Investment Manager and with different members of its dedicated HVPE team. This includes calls, correspondence, and meetings which take place regularly on both a formal and an informal basis. The nature of this open and respectful two-way interaction allows for clear communication, constructive challenge, and a strong partnership. > Requests and receives detailed monitoring reports on the investments and investment processes on both a regular and an ad-hoc basis. The Investment Manager also proactively communicates with the Board on any matters which it believes are pertinent to it. The emphasis is on detailed and informative dialogue. > Undertakes strategic planning with the Investment Manager with the common goal of assisting the Company in fulfilling its purpose and achieving its investment objective. > Visits the Investment Manager's offices, meets, and requests presentations from relevant members of its global team, either virtually or in person, and attends the Investment Manager's annual investment conference. > Works with the Investment Manager to ensure that Board reports are continually evolving in order to provide the most useful and relevant information on which the Board can base its decisions.

Stakeholder	How the Board Engages
Community and Environment Directors fully support the central position that ESG matters hold in the development of its strategy and the formation of its decisions. The impact of the Company on the community and the environment in which it operates, the positions adopted by its service providers, and, most importantly, the consideration that the Investment Manager gives to ESG matters, both in its own business and in its investment processes, are regular topics at Board meetings. More details on our approach to ESG can be found on pages 76 and 77.	> Receives formal updates on HarbourVest's ESG initiatives at least twice a year. > Receives bespoke updates and training from internal and external experts on its responsibilities. > The HVPE Board's engagement with ESG matters helps to drive the ESG agenda at HarbourVest. This is facilitated by Carolina Espinal, designated lead HVPE Director for ESG-related matters. > The Board receives in-depth training and detailed reports from the Investment Manager on its ESG processes. A description of the Investment Manager's ESG practices, including engagements with General Partners ("GPs"), can be found on pages 38 to 43. > Incorporates questions about service providers' ESG policies and initiatives as part of the annual Management Engagement and Service Provider Committee ("MESPC") service provider review.
BNP Paribas (the Company Secretary and Administrator) BNP Paribas fulfils the essential functions of Company Secretary and Administrator. These are regulated roles which include oversight of the NAV process, the issuing of regulated news announcements to the market, and the key company secretarial role of facilitating the functioning of the Board according to the policies and procedures of the Company and best corporate governance practice.	> Holds regular meetings to ensure clear communication between BNP Paribas, the Company, and its Directors. The dedicated HVPE team at the Investment Manager is also in frequent communication with BNP Paribas. > All Directors have open access to any member of the relevant BNP Paribas team. > Conducts regular oversight of the full range of BNP Paribas' functions through Board and Committee reporting, and formal MESPC review. > Provides and encourages regular and timely feedback.
Credit Facility Providers The credit facility is a key component of the Company's balance sheet management as it pursues an over-commitment strategy in order to remain as fully invested as possible. It is therefore essential for the Company to have funding available as it is needed.	> Receives regular updates from the Investment Manager on the status of the credit facility. > Ensures the Investment Manager is in regular dialogue with the Company's lenders. > Regularly reviews the adequacy of the facility in conjunction with its costs and with the growth of the Company's NAV.
Regulators Regulators are key stakeholders for HVPE in ensuring an adequate and transparent level of disclosure in its communications and the maintenance of the Company's listing. This enables its shareholders to trade in its shares and to receive clear, current, and meaningful information about the Company. Key among them is the FCA in its capacity as the UK Listing Authority, the FRC in its oversight of UK accounting and governance issues, and the Guernsey Financial Services Commission. Membership of the AIC and compliance with the AIC Code forms a key element of the Board's efforts to maintain compliance with relevant regulation and guidance.	> Through the activities of the Audit and Risk Committee ("ARC") and in conjunction with the Administrator and the Investment Manager, the Board has established systems of controls which collectively ensure compliance with required regulation. > Receives regular reports on the monitoring of those controls, which is overseen by the ARC. > Regularly considers how it meets regulatory and statutory obligations. > Directors undertake regular training to keep them updated with the latest regulatory developments.
Other Service Providers The Company depends on a number of service providers who are essential to the maintenance of its listed status and the delivery of its purpose. These include its brokers, legal advisers, PR advisers and the Registrar.	> Has access to all service providers, as do both the Investment Manager and the Administrator. > The brokers provide regular reports to the Board and attend Board Meetings to respond to Directors' questions. > The performance of all service providers is formally assessed by the MESPC on an annual basis together with the commercial sustainability of the terms of their engagement, for all relevant parties.

Stakeholder engagement continued

Set out below are examples of the Board's discussions and principal decisions made during the year under review. These have been selected to illustrate how the Board incorporated stakeholder considerations into some of the key decisions that it made and how these decisions have enabled the Company to make progress towards achieving its purpose.

Decision	Impact on Long-term Success	Stakeholder Considerations
The Board has established a clear internal strategy in relation to share buybacks (see page 78) centred on a set of key criteria which will trigger a review process to evaluate the merits of implementing a programme of share buybacks at any given time. Factors assessed include the discount that the Company's share price represents to its published NAV per share, the opportunities available to deploy capital into a HarbourVest fund or co-investment, and the Company's current and projected liquidity position. Other relevant factors include whether the Investment Manager has good reason to believe that an incremental commitment to a HarbourVest fund or co-investment at the time will generate superior risk-adjusted returns to a share buyback at the prevailing discount to NAV.	The question of whether share buybacks are an effective means to combat a share price discount to NAV, and whether they are an effective use of shareholders' funds, are raised repeatedly both within the Board and the investment company sector, which itself indicates a lack of clear evidence on either side of the argument. The establishment of a systematic process to consider the point emphasises the serious consideration that the Board gives to the matter and demonstrates the priorities which it has to balance in assessing if there is a time when it is in the Company's best interests to implement share buybacks. It also serves to set an ongoing framework within which the Board will consider share buybacks in the context of achieving the Company's Investment Objective.	The topic of share buybacks has been raised by certain Company shareholders, with opinions sharply divided as to their appropriateness. The Board receives regular advice from its brokers in connection with buybacks which it will continue to take into account. The Board believes that an increased level of transparency about its approach to buybacks and the reasoning behind it will provide increased clarity which will benefit all shareholders.
The Board is consciously increasing its focus on ESG-related issues as they pertain to HVPE itself, as well as through its service providers. This has helped to increase accountability within the Investment Manager in particular, which will improve the Company's long-term monitoring and reporting of ESG issues. **While much of the Board's focus has been on the monitoring and oversight of ESG issues at HarbourVest and within its investment process, the Board has also examined where it can make any effective changes at the Company level. As a result, the Directors have introduced the role of a Board Observer, who attends Board meetings and updates to encourage a culture of inclusion.**	The Board Observer initiative offers an opportunity for those in the early stages of their career to gain experience of the boardroom and to observe how a listed company is governed. It is intended to increase the range of people who will be ready to act as effective directors.	The Directors believe that enlarging the pool of potential candidates as board members will increase the overall diversity of boards and bring the incremental benefits of broadening the range of opinions that contribute to corporate decisions.
The Board has introduced a full look-through cost estimate into the Company's Key Information Document ("KID") in order to increase cost transparency for all shareholders.	Ensures all stakeholders, particularly current and future shareholders, have access to the same detail of the costs that can be attributed to an investment in the Company. While the current analysis includes an estimated element in relation to the fees charged to the HarbourVest fund of funds vehicles by underlying managers, over time these are expected to be replaced with actual numbers as they become available. It is important to note that HVPE NAV per share performance figures are always quoted net of all fees.	Increasing the level of information and transparency for all shareholders helps to ensure that the Board is treating all shareholders fairly. Having committed to this level of disclosure, this will be the Company's ongoing practice, and the Board acknowledges that it may require an increased level of explanation to clarify the reasons for the cost levels. It will continue to carry out that engagement with shareholders through communications either by Board members or by the Investment Manager.

Decision	Impact on Long-term Success	Stakeholder Considerations
The Company has launched a new website to provide enhanced information about its activities, and to provide more detail on the listed private equity sector in general.	The website is designed to be more accessible to a larger range of shareholders. This is part of an ongoing project to clarify the messaging about the Company's activities so that all stakeholders are equally well-informed about HVPE.	The Board recognises that HVPE's structure is complex, and that the investment terminology used can be overly technical. To ensure that the Company is clear in its communication to all its stakeholders, it has taken material steps to clarify its communications, particularly in relation to its investment processes.
Increase of USD$100m in the size of HVPE's credit facility.	Reduction in balance sheet risk.	The Company engaged with its lenders and secured support from Credit Suisse for an additional commitment.
Implementation of the next phase of the Board's succession plan.	The Board's succession plan enables the Board to be regularly refreshed with the aim of maintaining high quality discussions, further broadened by the diversity of views among members, both of which are necessary for the long-term success of the Company.	The Board places importance on boardroom diversity. Accordingly, when choosing a shortlist of candidates for the position of Director, the Board considers the existing balance of skills and experience of Directors, as well as the diversity of the Board, including gender, ethnicity, and background. The current Board composition meets the targets set out by the Hampton-Alexander and Parker Reviews. Anulika Ajufo joined the Board on 19 May 2022 after the financial year-end.

Principal risks and uncertainties

Risk Factors and Internal Controls

The Board is responsible for the Company's risk management and internal control systems and actively monitors the risks faced by the Company, taking steps to mitigate and minimise these where possible. Further details on the Board's governance and oversight can be found on pages 71 to 89.

Risk Appetite

The Board's investment risk appetite is to follow an over-commitment policy that allows balanced, regular investment through economic and investment cycles whilst ensuring that it has access to sufficient funding for any potential negative cash flow situations, including under an Extreme Downside scenario. At the same time, the funding available to the Company by way of cash balances and lending facilities is managed to ensure that its cost, by way of interest, facility fees or cash drag, is reasonable. When considering other risks, the Board's risk appetite is to balance the potential impact and likelihood of each risk with the cost of any additional control and mitigation measures. In doing so, as a baseline, the Board will seek to follow best practice and remain compliant with all applicable laws, rules, and regulations.

Principal Risk →	Description and Potential Impact →
Balance Sheet Risks **Risks to the Company's balance sheet resulting from its over-commitment strategy and its policy for the use of leverage.**	The Company's balance sheet strategy and its policy for the utilisation of leverage are described on page 75. The Company continues to maintain an over-commitment strategy and may draw on its credit facility to bridge periods of negative cash flow when capital calls on investments are greater than distributions. The level of potential borrowing available under the credit facility could be negatively affected by declining NAVs. In a period of declining NAVs, reduced realisations, and rapid substantial cash calls, the Company's net leverage ratio could increase beyond an appropriate level, resulting in a need to sell assets. A reduction in the availability or utilisation of borrowing at the HarbourVest fund level, or accelerated repayment thereof, could result in an increase in capital calls to a level in excess of the modelled scenarios.
Popularity of Listed Private Equity Sector **The risk that investor sentiment may change towards the listed private equity sector as a whole.**	Investor sentiment may change towards the listed private equity sector for a number of reasons, resulting in a widening of the Company's share price discount relative to NAV per share. For instance, this may be because of perceptions of where the market is at in the private equity cycle, perceptions about the cost of private equity investing, or due to investors making their own judgments regarding current valuation given reporting lags.

Risk Management

As recommended by the Audit and Risk Committee (see the report of the activities of that Committee on pages 83 to 85), the Directors have adopted a risk management framework to govern how the Board identifies existing and emerging risks, determines risk appetite, identifies mitigation and controls, assesses, monitors and measures risk, and reports on risks.

The Board reviews risks at least twice a year and receives deep-dive reports on specific risks as recommended by the Audit and Risk Committee. The Board divides identified risks into those which have a higher probability and a significant potential impact on performance, strategy, reputation, or operations, and those which are less material and are monitored on a watchlist. The Board also conducts an annual exercise to identify new or emerging risks. As a result of this exercise, emerging risks relating to developing competitive threats in the private equity fund market and the relationship between the Board and the Investment Manager, were identified and will form part of the ongoing risk management process.

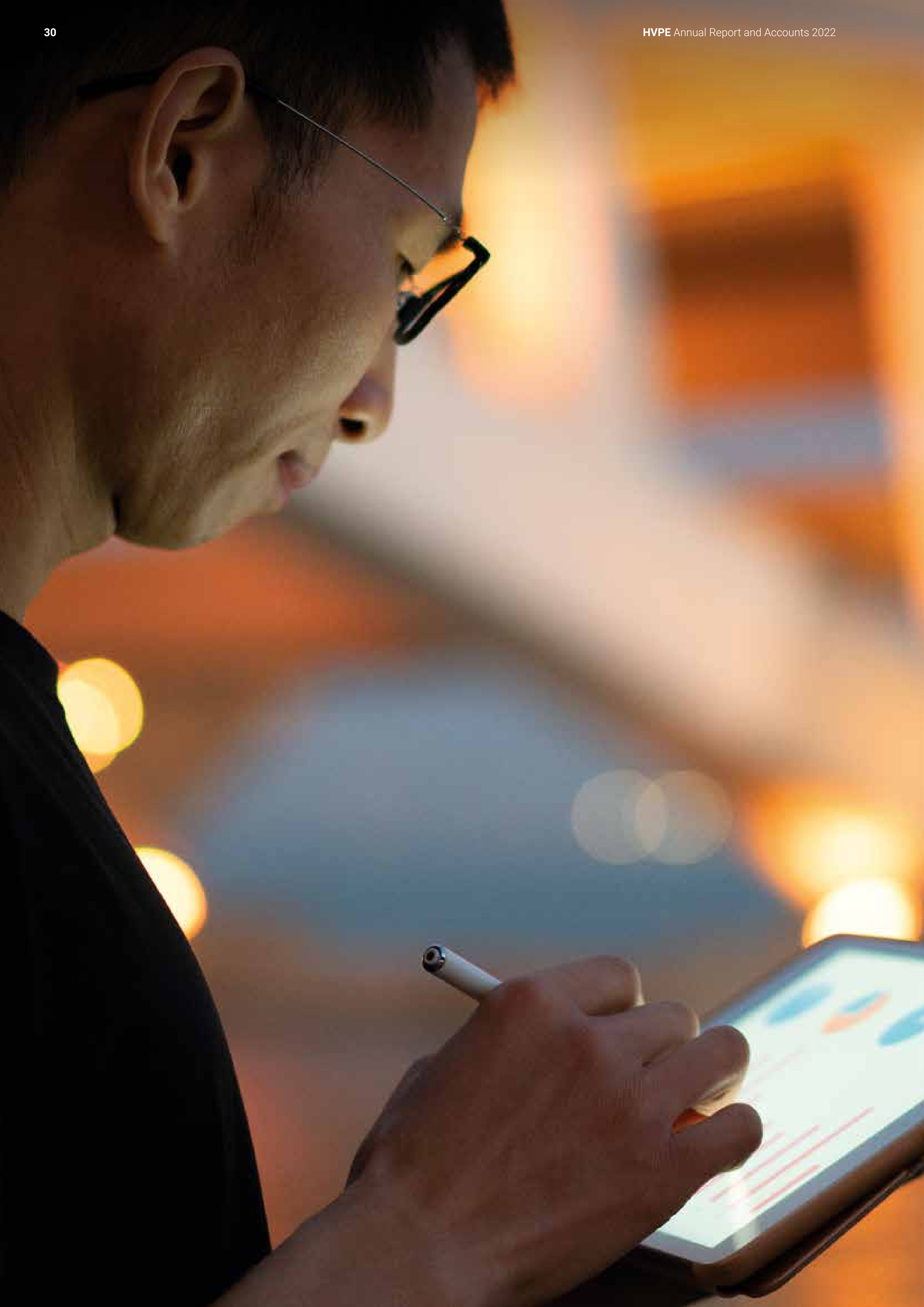
In considering material risks, the Board identified those which should be categorised as principal risks, which are those where the combination of probability and impact was assessed as being most significant and which the Board therefore considers could seriously affect the performance, future prospects, or reputation of the Company. These principal risks are described below and include all those previously identified by the Board, together with an additional risk relating to ESG which was classified as a principal risk following the year-end.

Mitigation and Management →	Outcome for the Year
The size and term of the Company's credit facility helps to mitigate this risk. The Board has put a monitoring programme in place, determined with reference to portfolio models, in order to mitigate against the requirement to sell assets at a discount during any periods of NAV decline. The monitoring programme also considers the level of borrowing at the HarbourVest fund level which is factored into the credit facility loan-to-value ratio covenants. Both the Board and the Investment Manager will continue to monitor these metrics actively and will take appropriate action as required, such as pausing further commitments, to attempt to mitigate these risks. Please also see the Going Concern and Viability Statement on pages 78 and 79 for information on the scenarios that are considered by the Board.	With continual strong performance in the underlying portfolio and record distributions received during the year, the opposite risk actually emerged during the period – that the Company would not make enough new commitments to ensure that the balance sheet is efficiently deployed. The Board has consequently authorised an increase in commitments but, given the uncertain economic backdrop, is being cautious about the pacing of those new commitments.
Private equity as an asset class, and the Company in particular, have both performed strongly over recent years. The Company has demonstrated the value of investing through the perceived investment cycle. HVPE continues to make the case for private markets investment. While the public markets are increasingly dominated by large, mature businesses, we believe that HVPE's portfolio will continue to benefit from the presence of younger, faster-growing companies choosing to stay private for longer. The Company supports increased transparency regarding industry fees and costs.	The Company carried out an exercise to estimate the fees and costs, looking through its underlying portfolio during the year, and included the results with its KID disclosures (see Company website). The discount in the listed private equity sector as a whole remains stubbornly wide, and the recent widening trend has also been reflected in the share prices of some newer entrants in the market which were previously trading at premiums.

Principal risks and uncertainties continued

Principal Risk	Description and Potential Impact
Public Market Risks **The risk of a decline in global public markets or a deterioration in the economic environment.**	The Company makes venture capital and buyout investments in companies where operating performance is affected by the broader economic environment within the countries in which those companies carry out business. While these companies are generally privately owned, their valuations are, in most cases, influenced by public market comparables. In addition, at 31 January 2022, approximately 12% of the Company's portfolio was made up of publicly traded securities whose values increase or decrease in response to market movements. When global public markets decline or the economic situation deteriorates, the Company's NAV is usually negatively affected.
Performance of HarbourVest **The risk posed by the Company's dependence on its Investment Manager.**	The Company is dependent on its Investment Manager and HarbourVest's investment professionals. With the exception of 16 secondary co-investments, all of the Company's assets, save for cash balances and short-term liquid investments, are invested in HarbourVest funds. Significant reliance is placed by the Company on HarbourVest's control environment.
Trading Liquidity and Price **The risk that an insufficient number of shares in the Company are traded, widening the discount of the share price relative to the NAV per share.**	Any ongoing discount to NAV per share that is materially different to the Company's peer group has the potential to damage the Company's reputation and to cause shareholder dissatisfaction. During periods of short-term market stress, supply and demand for shares can be impacted. If demand decreases or supply increases disproportionately, the bid/offer spread could widen, resulting in less attractive pricing for investors seeking to buy or sell shares in the short term. Also, in the event that a substantial shareholder chooses to exit the share register, this may have an effect on the Company's share price and consequently the discount to NAV per share.
ESG Risk **The risk that the Company or the Investment Manager fails to respond appropriately to the increasing global focus on Environmental, Social and Governance issues.**	The Company is exposed to the impact of a mismanagement or failure to recognise potential ESG issues at portfolio company level, industry level, service provider and Board level, which could damage the reputation and standing of the Company and ultimately affect its investment performance.

Mitigation and Management	Outcome for the Year
The Company's exposure to individual public markets is partially mitigated by the geographical and sector diversification of the portfolio. In previous downturns private market valuations have not been impacted as much as public markets and there has been a dampened effect on volatility.	Public markets grew strongly through most of the year before falling from November/December 2021 as concerns grew about inflation and interest rates. There was a particular sell-off in the technology sector. Post year-end there was further market volatility as Russia invaded Ukraine. The Company has very limited exposure to Russian or Ukrainian markets.
HarbourVest has a long-term track record in managing its investment portfolios. The performance of HarbourVest is monitored by the Management Engagement and Service Provider Committee as detailed on page 86. The HarbourVest control environment is assessed by the Audit and Risk Committee as detailed on pages 83 to 85.	Investment performance during the year was strong in absolute terms and relative to peers. The HarbourVest control environment remained robust as the team migrated from a 'work from home' basis to hybrid working as the impact of the COVID-19 pandemic eased.
The Company's shares trade on the Main Market of the London Stock Exchange, which generally provides good liquidity and accessibility to a wide range of potential shareholders. In addition, the Board continues to monitor the discount to NAV per share. The Board has overseen the allocation of additional investor relations resource in recent years and the Company has attracted new shareholders. Through the activities of the Investment Manager the Board seeks to drive improved liquidity over the medium to long term by promoting the Company's shares to a broad range of prospective investors.	Liquidity in the shares, measured by mean daily trading volume, is an important KPI. The mean has continued to increase substantially over the period, as shown on page 14. The Board is particularly pleased that the proportion of the share register that is held by substantial shareholders (more than 5% of voting rights) has reduced during the financial year from 38% at 31 January 2021 to 19% at 31 January 2022 (see details on page 76) – noting the latest figure at 5 May 2022 is 25%. This has increased due to Smith & Williamson crossing the 5% threshold. Additionally, the proportion held by individual private investors has increased from 8% to 14%.
HVPE has established its own policy in relation to ESG. This includes close oversight of service providers and particularly the Investment Manager. The Investment Manager has ESG policies in place and actively engages with underlying managers to assess their ESG credentials. The Board will continue its close oversight of these processes to ensure that they are adequate and continue to be developed in accordance with regulation and best practice.	The Board has increased its focus on ESG matters and has received a comprehensive update from the Investment Manager on its ESG controls. The Board has expanded its description of the Investment Manager's processes to ensure stakeholders are fully informed (see pages 38 to 43) and has begun active monitoring and disclosure of the Investment Manager's ESG score.



Investment Manager's Review

Introduction

In this section Richard Hickman, Managing Director, HVPE, who is responsible for the day-to-day management of the Company, reflects on the year and shares his outlook. Richard joined HarbourVest in 2014 and has a total of 16 years' experience in the listed private equity sector.

> **"The year to 31 January 2022 was an exceptionally strong period for HVPE, marking the highest annual NAV per share growth figure since inception.**

NAV per share growth ($)

+37%

Share price growth (£)

+48%

Introduction

The year to 31 January 2022 was an exceptionally strong period for HVPE, marking the highest annual NAV per share growth figure since inception. While the discount widened towards the end of the period driven by weakness in the public markets, we also saw record year-on-year growth in the share price. Elevated exit activity through the year resulted in a sustained flow of cash distributions, crystallising value growth from prior periods. Notable exits included Roblox and Coinbase, which contributed $0.50 and $0.42 respectively to NAV per share. Further detail on exits and other drivers of portfolio performance can be found on pages 34 and 37.

Private Markets Industry[1]

In broader terms, the private markets industry has proven to be something of a safe harbour during a period of heightened uncertainty; indeed it has positively thrived. Initial caution at the start of the COVID-19 pandemic in 2020, which temporarily suppressed activity, was replaced by record fundraising and deal volume throughout 2021. Globally, annual deal volume has now grown by nearly three times since 2012. Exit activity was just as strong, across every region but especially in North America, driven by a robust IPO market and an attractive environment for strategic M&A deals; unsurprisingly, the technology sector produced the largest number of exits during the year[3].

According to McKinsey analysis, traditional private equity was the highest-performing private markets asset class for the fifth year running, driven by a particularly strong year for venture capital and growth equity. They also note a renewed focus on infrastructure and natural resources, both of which achieved records for fundraising, assets under management and deal volume in 2021, in part owing to the continued ESG focus by both General Partners ("GPs") and Limited Partners ("LPs"), as HarbourVest also explains on pages 38 to 43. HVPE's broad portfolio diversification ensured that it was well-positioned to capitalise on these trends, with 40% of the portfolio in venture and growth equity as at 31 January 2022, and 9% in mezzanine plus infrastructure and real assets, as described in more detail on pages 36 and 37.

Portfolio Management and Diversification

HVPE's strategy ensures that it continues to invest through the cycle. Our steady and consistent approach of committing to the HarbourVest funds has yielded impressive results through prior periods of wider market turmoil. One of the key benefits of HVPE's approach to asset allocation is the steady pace at which capital is deployed across the various strategies, stages, and geographies, leading to broad diversification within the portfolio. We believe this increases the likelihood of capturing outperformers while helping to reduce risk. One point of increasing differentiation from the peer group is our continued emphasis on Primary funds as the bedrock of the portfolio, which was the strongest performer over the reporting period, generating growth of 40%. These funds call capital over a multi-year timeframe, helping to ensure that HVPE secures new investment opportunities through the cycle. To this end, and to restore balance following an unusually low level of new commitments in the year ended 31 January 2021, we have started to increase the level of commitments to HarbourVest funds, with a weighting towards the Primary strategy as outlined on page 35. This will help us to continue to deploy capital steadily in the years ahead – a feature of our strategy that we believe has been a key driver of performance.

The war in Ukraine has resulted in further disruption to trade flows, most notably in energy and commodities, and this is likely to impact many of our portfolio companies to some degree via supply chain disruption and increased input costs. As outlined on page 67, we continue to pay close attention to developments. However, it is worth noting that HVPE's combined direct exposure to Russian, Ukrainian, and Belarusian companies represented only 0.2% of NAV as at 31 January 2022[2]. The remaining portfolio continues to be well-diversified by geography as outlined on page 36. In November 2021, the Board agreed to reduce HVPE's target allocation to Rest of World from 5% to zero, with the existing exposure expected to run down gradually over time. This 5% was reallocated to Asia (+3%) and Europe (+2%) with a view to securing attractive new investment opportunities in those regions in the years ahead.

Inflationary Pressures and Rising Interest Rates[3]

Another macroeconomic trend dominating the headlines is the return of inflation. The main concern for us as private market investors is that inflation causes rising input costs for portfolio companies, and secondly, will lead to a rise in interest rates which may constrain economic growth and weigh on valuation multiples. It is unclear how long the current inflation spike will last but, whilst the public markets will always be susceptible to short-term ups and downs, volatility is generally expected to be more muted in private market valuations due to the longer-term nature of these investments. At a more fundamental level, we believe that HVPE's portfolio may benefit from the prudent approach taken by the Investment Manager in recent years. For some time, a key area of focus for HarbourVest and many underlying GPs when evaluating prospective new investee companies has been their ability to maintain pricing power whilst securing their supply chains against potential shocks. Base case return projections have generally been evaluated on the assumption of a declining valuation multiple during the hold period, and in the majority of buyout investments, debt packages have incorporated at least a partial hedge against rising interest rates. For these and other reasons, we believe that HVPE is well-positioned for the more challenging environment that may lie ahead.

For additional market perspectives from HarbourVest Partners, please refer to pages 66 to 69.

1 McKinsey "Private Markets Annual Review", 2022.

2 This includes companies based in the country, according to information reported by the underlying manager. This does not reflect companies that derive revenues from these countries, nor those with a portion of their team or operations in the region.

3 Bain "Private Equity Market in 2021" report, 2022.

Investment Manager's report

NAV per Share – 12 Months to 31 January 2022

HVPE's portfolio generated a record NAV per share return over the reporting period, increasing by 37% year-on-year to reach $49.11 as at 31 January 2022 (31 January 2021: $35.97). This continued strong performance represents the highest annual NAV per share growth figure on record, surpassing the previous record of 30% set in the prior financial year.

The COVID-19 vaccine roll-out in most major global economies, which gathered pace around the start of this reporting period, helped to stimulate economic recovery which, in turn, contributed to the strong gains in our NAV per share through the year. By the end of the half-year period, we had already reported a NAV per share increase of 23%. While the rate of NAV per share growth moderated in the second half, the resulting financial year-end NAV per share increase of 37% exceeded the return of most major public equity markets[1] over the same period. HVPE's public market benchmark, the FTSE AW TR Index (in US dollars), increased by 14% in the 12 months to 31 January 2022. Although HVPE's NAV per share growth outperformed, public markets tend to be more volatile especially during periods of uncertainty, and therefore we believe short-term comparisons are less meaningful. Longer-term comparisons through the cycle are more reflective of HVPE's relative performance, as described on pages 14 and 15 of the KPIs section.

During the 12 months ended 31 January 2022, there was a $1.06 billion net gain on investments, contributing to an overall increase in net assets of $1.05 billion. This compares with a $682 million net gain on investments and an overall increase in net assets of $670 million for the 12 months to 31 January 2021. In contrast to the prior financial year, whereby the gain on investments was driven by the unrealised portion of the portfolio, the overall net gain in this financial year was broadly split between unrealised and realised gains, the latter following the large number of exits during the period (see pages 36 and 37 for more detail on these).

The higher overall net gains in absolute terms in this reporting period compared with the same period last year reflect increased exit activity and the strong performance of the underlying portfolio, particularly in overweight sector exposures such as Tech & Software and, to a lesser extent, Medical & Biotech (see the industry diversification charts on page 37). Despite these sector overweights, HVPE remains very well diversified, as demonstrated by the same charts on pages 36 and 37. We believe diversification remains essential to achieving consistently strong returns, as the various sub-sectors within the portfolio tend to outperform on a relative basis at different stages in the cycle. As at 31 January 2022, the top 100 companies in the portfolio represented 32% of the Investment Portfolio (31 January 2021: 35%) and the top 1,000 companies represented 84% (31 January 2021: 84%).

In percentage terms, the Primary portfolio was the best performing strategy, delivering value growth of 40% over the 12 months. Geographically, the strongest gains came from the US portfolio, which generated a value increase of 35%; this was followed by the Rest of World assets, which returned 28%. In terms of stage, Venture and Growth Equity was the strongest performer, growing 46% over the 12 months ended 31 January 2022. In the prior financial year, the best performers by strategy and stage were the same as above, but by geography Europe was the strongest. More information on the growth drivers for the year to 31 January 2022 can be found on page 50.

As at 31 January 2022, HVPE held investments in 57 HarbourVest funds and 16 secondary co-investments[2] (compared with 51 and 10, respectively, at 31 January 2021). Secondary co-investments are transactions that HVPE is invited to participate in through the Secondary Overflow funds; HVPE assesses these on a case-by-case basis, but sees them as a cost-effective route to accessing attractive secondary deals.

New commitments during the period can be found on page 35. Of all the underlying funds, the largest drivers of NAV per share growth during the 12 months to 31 January 2022 are described below:

> Fund X Venture, a US-focused venture fund of funds, was the largest contributor, adding $1.95 to NAV per share. With a vintage year of 2015, this fund is in the growth phase. This growth came predominantly from unrealised gains over the period.

> Following behind this was Fund XI Venture, a later fund of the same strategy, adding $1.12 to NAV per share. This is a 2018 vintage fund in its investment phase. This uplift was derived primarily from unrealised gains over the period.

> Fund XI Buyout, a US-focused buyout fund of funds, added $0.99. This 2018 vintage fund is in its investment phase. As might be expected at this stage of the fund's life, most of this growth was driven by unrealised gains.

> Fund X Buyout, a 2015 vintage US-focused buyout fund of funds, was the fourth largest contributor adding $0.94 to NAV per share over the period. This growth came predominantly from realised gains over the period.

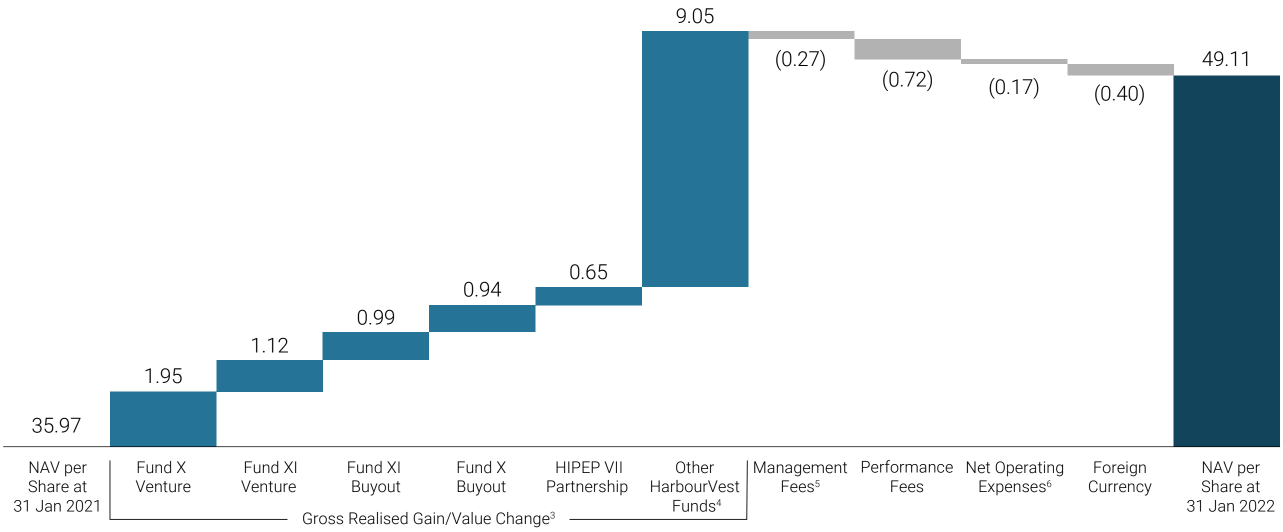
> HIPEP VII Partnership, a 2014 vintage international fund of funds, added $0.65 to NAV per share. This growth came predominantly from realised gains over the period.

All of the remaining HarbourVest funds in the portfolio added an aggregate $9.05 to HVPE's NAV per share over the financial year.

1 Public market comparisons include: S&P 500, FTSE 100, FTSE 250, Dow Jones, Nasdaq, Stoxx50, Nikkei 225, and Hang Seng indices.

2 These include five Secondary Overflow III investments, 10 Secondary Overflow IV investments, and Conversus, referred to as "HVPE Charlotte Co-Investment L.P.", in the Audited Consolidated Schedule of Investments. Absolute ("HVPE Avalon Co-Investment L.P.") has been fully realised.

Double-digit NAV per Share Growth in the 12 Months to 31 January 2022



3 Realised and unrealised gains are shown net of management fees, performance fees, and foreign currency in the Audited Consolidated Statements of Operations.

4 Realised gain/value changes from the balance of 52 other HarbourVest funds and 16 secondary co-investments in the Investment Portfolio.

5 Management fees include management fees from HarbourVest Funds and secondary co-investments as shown in the Audited Consolidated Statements of Operations ($757k).

6 Operating expenses exclude management fees ($757k) and are shown net of interest income ($13k).

New Fund Commitments

In the 12 months ended 31 January 2022, HVPE made total commitments of $1.4 billion across seven HarbourVest funds and seven secondary co-investments (12 months to 31 January 2021: $195 million). This took total unfunded commitments to $2.5 billion at 31 January 2022. The substantial year-on-year increase in commitments largely reflects below-average commitments made in the prior financial year, following the temporary pause to the commitment plan during 2020 in response to COVID-19.

Of the total capital committed, the largest commitment was $445 million to HIPEP IX (an international multi-strategy fund of funds). Other large commitments included $245 million to Fund XII Buyout (a US-focused buyout fund of funds) and a commitment of $210 million to Asia Pacific 5 (an Asia-focused multi-strategy fund of funds). The remaining commitments included $170 million to 2021 Global Fund (a global multi-strategy fund of funds), $135 million to Fund XII Venture (a US-focused venture fund of funds), $100 million to Co-Investment VI (a global direct co-investment fund), $73 million to various secondary transactions within Secondary Overflow IV, and $45 million to Fund XII Micro Buyout (a US-focused small buyout fund of funds). More information is available on page 46.

These commitments are in line with the Company's Strategic Asset Allocation targets and reflect the Investment Manager's and Board's current perspective on the most appropriate portfolio composition required to optimise long-term NAV growth for shareholders.

Portfolio Cash Flows and Balance Sheet

HVPE was net portfolio cash flow positive in the 12 months to 31 January 2022, driven largely by elevated distributions during the months of June, September, November, and December 2021.

In the 12 months to 31 January 2022, HVPE received a record (in absolute terms) annual total of $835 million in cash distributions (12 months to 31 January 2021: $290 million), while funding a record capital call amount of $515 million into HarbourVest funds (12 months to 31 January 2021: $431 million). This resulted in HVPE receiving net proceeds of $320 million over the reporting period.

Record monthly levels of distributions (in absolute terms) from HarbourVest funds were seen in June ($131 million) and then quickly surpassed in September ($132 million), reflecting consistently strong exit activity. Over the year, proceeds were mostly driven from HarbourVest primary funds (69%), followed by secondary funds (18%).

As a result of the net positive cash inflows, HVPE's cash balance increased from $98 million at 31 January 2021 to $284 million at 31 January 2022, while the Company also repaid its remaining outstanding borrowing on the credit facility.

To further support HVPE's unfunded commitments as the Company scales, a $100 million increase to the credit facility was announced on 21 December 2021, bringing the total size of the facility to $700 million at that date. The additional $100 million is being provided by Credit Suisse, which increases its total commitment to $400 million. Mitsubishi UFJ retained its current commitment of $300 million. As at 31 January 2022, HVPE had the full $700 million credit facility available. The latest cash position is reported under Recent Events on page 64.

Investment Manager's report continued

The largest HarbourVest fund capital calls and distributions over the reporting period are set out in the tables below.

Top Five HarbourVest Fund Calls

HarbourVest Fund Name	Vintage Year	Description	Called amount ($m)
Adelaide	2018	Global infrastructure and real assets fund	$87
Fund XII Buyout	2021	US buyout fund of funds	$65
Fund XII Venture	2021	US venture fund of funds	$51
Fund X Buyout	2018	US buyout fund of funds	$47
HIPEP VIII Partnership AIF	2017	International fund of funds	$29

Top Five HarbourVest Fund Distributions

HarbourVest Fund Name	Vintage Year	Description	Distributed amount ($m)
Fund X Buyout	2015	US buyout fund of funds	$77
Co-Investment IV AIF	2016	Global direct co-investment fund	$60
Fund X Venture	2015	US venture fund of funds	$49
Dover Street VIII	2012	Global secondary fund	$44
Fund IX Venture	2011	US venture fund of funds	$42

HVPE has indirect exposure, on a look-through basis, to a pro rata share of borrowing carried on the balance sheets of some of the HarbourVest funds (referred to as HarbourVest fund-level borrowing) in which HVPE is a LP. It is important to note that HVPE has no additional liability for these borrowings beyond its uncalled commitments to each fund. As at 31 January 2022, HVPE's share of HarbourVest fund-level borrowing on a look-through basis was $450 million, a net increase of $72 million from $378 million at 31 January 2021. Expressed as a percentage of NAV, the figure decreased from 13% to 11% over the 12-month period. In order to calculate a look-through gearing figure, an investor should take the fund-level borrowing of $450 million and factor in HVPE's net cash/debt position at the Company level (net cash $284 million). As at 31 January 2022, the resulting net total borrowing figure of $166 million would translate to an approximate level of look-through gearing of 4%. More detail on the HarbourVest fund-level borrowing, and how we factor this into our balance sheet management, can be found under Managing the Balance Sheet on page 16.

M&A Transactions and IPOs

During the 12 months ended 31 January 2022, there were a total of 555 known M&A transactions and IPOs. This is more than double the 270 seen in the 12 months to 31 January 2021. Last year proved to be one of the strongest exit markets on record for the industry[1], driven by an open IPO window, and following a disrupted 2020 market in which uncertainty caused by COVID-19 led many GPs to suspend or delay exit processes. That said, approximately 73% (404) of the 555 liquidity events in HVPE's portfolio were trade sales or sponsor-to-sponsor transactions, with the remaining 27% (151) being IPOs.

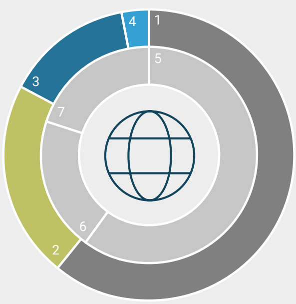
Over the period, the weighted average uplift to pre-transaction carrying value for a large sample of transactions was 92%. This was driven by IPOs from within the Venture and Growth Equity portfolio.

1 EY "PE Pulse", January 2022.

HVPE Portfolio Construction Targets vs. Actual Diversification at 31 January 2022

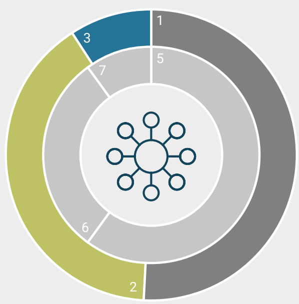
(By underlying partnership as a percentage of NAV)

Geography



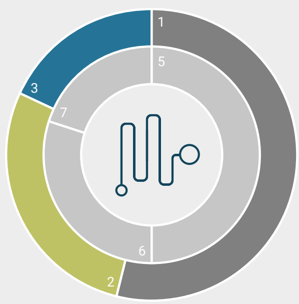
	Actual	Target
US	1 61%	5 60%
Europe	2 22%	6 20%
Asia Pacific	3 14%	7 20%
Rest of World	4 3%	0%

Stage



	Actual	Target
Buyout	1 51%	5 60%
Venture and Growth Equity	2 40%	6 30%
Mezzanine and infRA*	3 9%	7 10%

Strategy



	Actual	Target
Primary	1 54%	5 50%
Secondary	2 28%	6 30%
Direct	3 18%	7 20%

*infRA incorporates infrastructure and real assets

The top five M&A transactions and IPOs (by contribution to HVPE NAV per share) are listed below.

Top Five M&A transactions

(by contribution to HVPE NAV per share[2])

Infinitas Learning	$0.29
Valeo Foods	$0.20
Rodenstock	$0.15
Aldevron	$0.13
Novotech	$0.07

Top Five IPOs

(by contribution to HVPE NAV per share[2])

Roblox	$0.50
Coinbase	$0.42
Allfunds Bank	$0.20
Monday.com	$0.13
UiPath	$0.10

Of HVPE's total 555 known M&A transactions and IPOs, 281, or just over half, related to venture-backed companies. This figure is representative of wider market trends as there were a considerable number of venture-related exits in the first half of the year, with the technology and healthcare sectors dominating this activity.

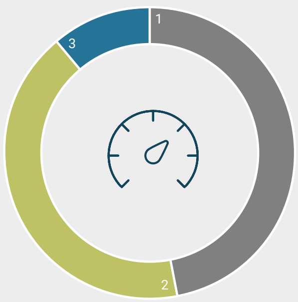
Breakdown of Liquidity Events

Strategic Asset Allocation

The Company's SAA targets are reviewed annually and in November 2021, the HVPE Board approved a set of revisions to the Company's geographical target weights. These were: an increase to Europe from 18% to 20%, an increase to Asia Pacific from 17% to 20%, and removal of the Rest of World allocation (previously 5%). The rationale for removing the Rest of World allocation was that long-term historic returns had not compensated sufficiently for the heightened risk and volatility observed in that part of the portfolio. Secular growth trends in Asia and a growing range of attractive investment opportunities drove a desire to increase exposure to that region over the medium to long term, while recent positive developments in the European private markets prompted a partial reversal of our 2016 decision to reduce exposure to Europe. All other targets remain unchanged. The next review is scheduled to take place in November 2022.

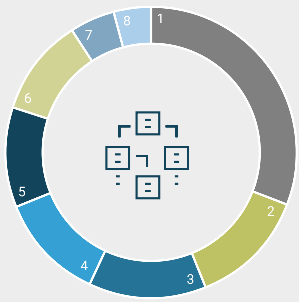
2 As measured since the announcement of the transaction or IPO filing.

Phase



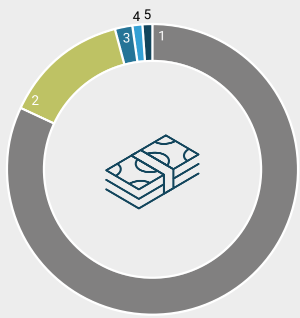
1. Investment 47%
2. Growth 42%
3. Mature 11%

Industry



1. Tech & Software 31%
2. Medical & Biotech 13%
3. Consumer 13%
4. Financial 12%
5. Industrial & Transport 11%
6. Business Services & Other 11%
7. Media & Telecom 5%
8. Energy & Cleantech 4%

Currency



1. US dollar 82%
2. Euro 14%
3. Sterling 2%
4. Australian dollar 1%
5. Other 1%

Purposeful growth (Environmental, Social, and Governance)

HVPE's Approach to ESG

Core to HVPE's purpose is investing in a responsible manner. Through its investments in HarbourVest funds, HVPE helps to support innovation and growth in the global economy whilst seeking to promote improvement in environmental, social, and governance standards.

The Board's commitment to supporting the community and environment is outlined under Section 172 on page 23 and its approach to ESG can be found on pages 76 and 77. For the most part, HVPE delegates the responsibility of ESG at the investment level to HarbourVest, yet regularly engages with the Investment Manager to stay fully abreast of its activity.

HarbourVest outlines how it takes ESG matters into consideration below.

From our Investment Manager, HarbourVest Partners:

Responsible Investing, Meaningful Results

From energy and climate to diversity, health, and human rights, the world continues to face challenges that are only intensifying. Current events continue to deepen HarbourVest's understanding of ESG issues, bringing more clarity to the important role private markets can play in helping to secure and shape our collective futures.

HarbourVest is committed to being a true steward of capital: using its influence to raise standards on ESG, diversity and inclusion ("D&I"), and climate action in private equity through collaboration, engagement, and investment.

The Investment Manager's goals are supported by the systematic integration of ESG factors across all the investment strategies, from the ways in which it partners with GPs and LPs to help shape and further their own ESG objectives, through to research and feedback.

Programme Governance

HarbourVest has been a proud signatory to the Principles for Responsible Investment ("PRI") since 2013. It strongly believes that ESG factors can affect the performance of investment portfolios to varying degrees, across companies, sectors, and time periods. The Investment Manager also recognises that applying these principles may better align investors with the broader objectives of society. HarbourVest strives to adhere to both the letter and spirit of the PRI: it considers the potential impacts that its investment and operational decisions could have, encourages the GPs it invests with to adopt the PRI, and has experience in helping clients achieve their ESG objectives through customised investment solutions.

Signatory of:

PRI Principles for Responsible Investment

HarbourVest's Executive Management Committee is responsible for overseeing the implementation of the ESG Policy. In 2021, HarbourVest updated its policy to reflect the evolving ESG practices and deep commitment to responsible investing. The new policy (available at www.harbourvest.com) includes more detailed information on HarbourVest's ESG integration processes and includes its strategic commitments to climate change and diversity and inclusion.

The core pillars of HarbourVest's ESG Policy are:

Integrate ESG factors into investment practices

As a signatory to the Principles for Responsible Investment (PRI), HarbourVest is committed to incorporating ESG analysis and high ethical business standards into all of its investment activities.

Foster GP adoption and support

HarbourVest encourages GPs to adopt or strengthen commitments to responsible investment through dialogue and monitoring of their ESG integration practices.

Reflect values in policies and products

HarbourVest has developed policies and procedures to support the enactment of its ESG values and has experience helping clients achieve their ESG objectives through customised investment solutions.

Govern efforts through senior leadership

HarbourVest's commitment to ESG starts from the top, and its senior leadership takes responsibility for developing and executing on the strategic vision.

Provide transparency to stakeholders

HarbourVest works to align its interests, investment partners, and employees by providing all stakeholders, including clients, with transparency into its decision-making.

HarbourVest's ESG Council oversees the integration of the policy and efforts across both operations and investments, setting ambitious annual objectives. It also has a dedicated two-member ESG team that reports into the Head of Investments.

Purposeful growth (Environmental, Social, and Governance) continued

Incorporating ESG into our Research

HarbourVest has instituted robust ESG due diligence procedures across each of the investment strategies. It believes these procedures support timely and sound investment decision-making, which is at the centre of how it seeks to create compelling risk-adjusted returns for investors.

An ESG Manager Scorecard is used to evaluate the ESG capabilities of fund managers that it invests with. HarbourVest's evaluation criteria is aligned with industry standards, including the PRI, Taskforce for Climate-related Financial Disclosure ("TCFD"), and Institutional Limited Partners Association's ("ILPA") Diversity in Action initiative. The Manager Scorecard results are generated by proprietary weightings and provide an overall ESG rating for the GP, plus individual ratings on climate change and diversity and inclusion. HarbourVest's approach is grounded in the conviction that the ESG policies and processes of the GPs that it invests with can be an indicator for fund excellence.

HarbourVest's ESG due diligence and monitoring practices are supported by RepRisk, an online database that helps the Investment Manager track negative ESG reports globally for thousands of portfolio companies and GPs daily. RepRisk has been a particularly useful tool when screening assets for the direct strategies and as a proactive incident monitoring tool for the entire portfolio, which is uploaded and tracked through RepRisk.

HarbourVest's monitoring team meets on a bi-weekly basis to review the RepRisk data and determine courses of action. In 2021, it screened 104 reports and selectively engaged with GPs on 34 reports which it considered to be potentially material (i.e. concerning potential litigation, environmental impacts, data security breaches). HarbourVest has found that these engagements through transparent dialogue have demonstrated the quality of its partnerships with GPs and allowed it to better understand its ESG risk management and incident response capabilities.

Moving Forward: Increasing Demand for ESG Investment Solutions

Investor demand for ESG-focused investment solutions is only rising. How does HarbourVest know? Its LPs told it so. In 2021, HarbourVest took the opportunity to survey 133 of its LPs in an effort to learn more about their adoption and commitment to responsible investing and their allocation plans for these types of targeted solutions going forward. Nearly three-quarters (72%) told HarbourVest that they expect to increase their average allocations to sustainable and/or impact-focused solutions over the next two years. Their feedback will be invaluable in helping HarbourVest identify and develop solutions that can help meet its clients' evolving ESG-focused investment goals.

RepRisk by the numbers (in 2021)

RepRisk
ESG data science and quantitative solutions

Active companies tracked by HarbourVest
12,000+

Incidents screened by HarbourVest
104

GPs tracked by HarbourVest
600+

Direct engagements linked to RepRisk data
34

"At HarbourVest, we are driven by the belief that strong financial returns and positive social change can be accomplished in tandem. It is tremendously encouraging to see that our survey findings reflect a similar market outlook.

John Toomey
Managing Director, HarbourVest

- **76% of respondents already consider private markets within the scope of their allocation targets and portfolio construction for sustainability and impact.**
- **19% of respondents expect to include private markets in future sustainability and impact allocation targets.**
- **LPs remain under-committed versus their targets for sustainable and impact investing strategies, with a nine point gap between surveyed LPs' target allocation (21%), and their actual allocation to these strategies (12%).**
- **Top ESG priorities for investors are: aligning activities with UN Sustainable Development Goals as a blueprint for impact investing, and finding solutions that support the low carbon transition through investment, decarbonisation, and net zero trajectories.**

Climate Change: An Urgent Call to Investors

An interview with HarbourVest's Head of ESG, Natasha Buckley

Q.
What commitments has HarbourVest made on climate change?

In 2020, HarbourVest announced its commitment to developing an actionable climate change strategy that reflects its capabilities and stewardship potential. The goal is to develop a meaningful understanding of how the effects of climate change may impact HarbourVest's investments, and what HarbourVest can do to build portfolio resiliency on behalf of its clients. The climate change strategy aligns with the recommendations of the TCFD, of which HarbourVest is an official Supporter.

HarbourVest included its first TCFD report on progress in the 2020 ESG Report including a summary of the climate change scenario analysis workshop that it hosted for senior leadership (https://viewpoints.harbourvest.com/2020-esg-report/climate-change-strategy). HarbourVest recently signed the Global Investor Statement to Governments on the Climate Crisis in the lead-up to COP26 to signal that they need policy that will shift the entire economy and create significant investment opportunity.

Q.
Can you give an example of a recent programme enhancement that benefits HarbourVest's investors?

Data capabilities are essential to understanding and managing climate risk. Through HarbourVest's infrastructure programme, it recently became a member of Global Real Estate Sustainability Benchmark ("GRESB"), a global ESG benchmark for real assets funds – which will support relevant and meaningful disclosure to investors. GRESB provides access to data and analytical tools, which will better allow HarbourVest to evaluate the environmental and social footprint of infrastructure investments, including calculating the environmental footprint of assets and tracking efficiency metrics such as energy consumption, greenhouse gas emissions, water usage, and waste systems.

Q.
Outside of HarbourVest, what needs to happen to galvanise climate action in private equity?

HarbourVest is seeing real momentum in private equity as fund managers understand the risks and opportunities associated with the effects of climate change and the implications of the low carbon transition. A lot of capacity building is needed though to ensure accurate greenhouse gas accounting and disclosure, target-setting on decarbonisation, and regulatory compliance. HarbourVest is a member of the Initiative Climate International ("iCI"), a GP-led initiative to support private equity action on climate change and I am extraordinarily proud to act as its global chair. It provides a collaborative platform for GPs to share best practice and collaborate on the development of climate risk analysis tools, and is experiencing rapid expansion – it now has over 160 member firms representing over $3 trillion that are engaged in this effort.

Natasha joined HarbourVest in 2019. She works closely with the investment teams to ensure ESG integration across all strategies and is focused on continuously strengthening HarbourVest's overall capabilities.

Purposeful growth (Environmental, Social, and Governance) continued

Responsible Investing in Action

Investing in Energy Transition

HarbourVest is an active renewable energy investor, and is optimistic on the secular growth and transformation currently occurring within this market. The low carbon transition is yielding exciting growth opportunities that meet both its sustainability and risk/return objectives. Over the last 12 months, through 31 March 2022, HarbourVest's infrastructure and real assets team has invested more than $140 million in renewable energy transactions, partnering with best-in-class managers to invest alongside it and provide managers the capital to extend their vehicles and further invest capital into renewable energy businesses with a platform for future growth.

Partnering for Cleaner Energy

Sidney Murray: Hydroelectric Facility

Sector
Renewable Energy

HarbourVest Commitment
$84 million

HVPE Investment Value
$41 million (1.1% of NAV)

GP Manager
Arclight Capital Partners

Type
Complex Secondary
Single Asset
GP-led Recap

Country
US

What Makes the Investment Attractive?

- Sidney Murray is a large-scale, high-quality renewable energy project with an established cash-yielding revenue stream. This opportunity came to HarbourVest via its relationship with the GP as a viable complex secondary transaction with strong pricing.
- The company has long-term contracted revenues as a core infrastructure asset with attractive Power Purchase Agreement terms, and a strong recontracting outlook with an attractive long-term market outlook.

ESG Considerations

- As a renewable energy asset, Sidney Murray has a strong ESG thesis and business objectives aligned with UN Sustainable Development Goal # 7 – Affordable and Clean Energy.
- Sidney Murray's underlying green bond financing received S&P's strongest (E1) Green Evaluation Score, primarily due to the proceeds being associated with renewable electricity generation in a region of relatively high carbon intensity.
- Sidney Murray supports local employment in the town of Vidalia with 24/7 onsite operations, as well as centrally providing renewable energy for the local footprint.

Fostering Sustainable Transportation

Alpha Trains: Electric Rolling Stock

Sector
Transportation

HarbourVest Commitment
$73 million

HVPE Investment Value
$25 million (0.7% of NAV)

GP Manager
Arcus Infrastructure Partners

Type
Complex Secondary
Single Asset

Country
Luxembourg

What Makes the Investment Attractive?

> Alpha Trains is a market leader in an industry with high barriers to entry. The company is the leading passenger railcar leasing operator in continental Europe and the third-largest freight locomotive leasing operator across the region.

> Alpha Trains has successfully grown its fleet to more than 900 vehicles, with more than 80% operating as low carbon footprint electric vehicles.

> The company benefits from regional environmental agenda support for a modal shift to rail as the most environmentally efficient form of public transportation and freight logistics across Europe.

ESG Considerations

> The majority (≥ 80) of Alpha Trains' fleet is electric, which is increasingly replacing older diesel-powered locomotive and passenger trains across Europe as customers and governments increasingly demand carbon reduction gains.

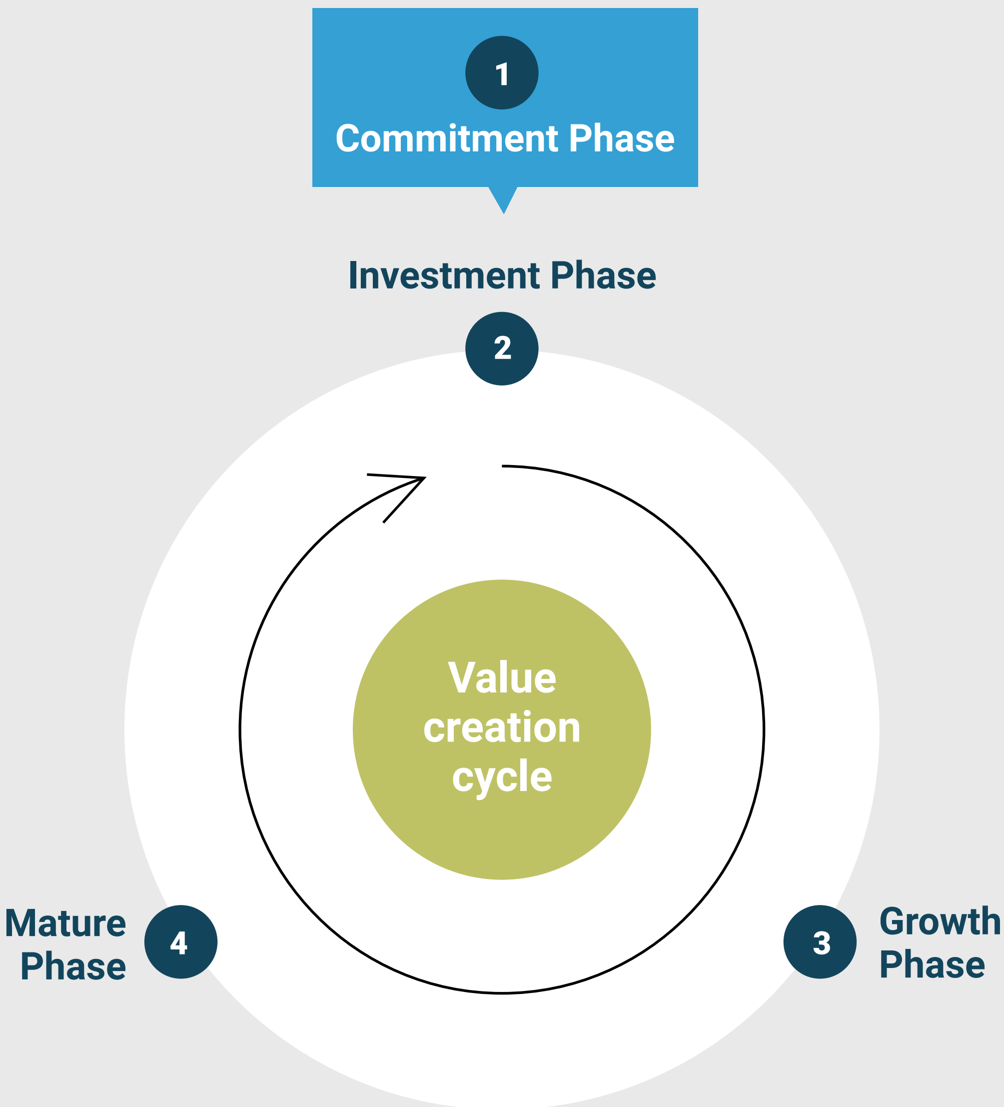
> Alpha Trains has a groupwide ESG policy, with active KPI reporting, and is an active GRESB participant – receiving a GRESB score of 84 out of a possible 100 (average = 45) and ranking one out of six European rail company participants.

> Alpha Trains is financed under a Green Finance network which is reviewed by Sustainalytics and certified by the Climate Bond Initiative and is aligned with UN Sustainable Development Goal # 11 – Sustainable Cities and Communities.

> The company reported carbon savings achieved by the electric trains/locomotives totalling 1.7m tons in 2019 (most recent available).

Value creation cycle

Investing in private markets requires a considered, long-term approach. HVPE provides a complete solution for public investors by managing the portfolio through four phases of the cycle: Commitment, Investment, Growth, and Maturity.



1

Commitment Phase

The Investment Manager and the Board consider a number of factors before new commitments are made:

> Current unfunded commitment levels (Investment Pipeline)
> Anticipated rate of investment (capital calls)
> Future expected distributions (proceeds receivable)
> The economic environment
> The available credit facility
> Commitment and coverage ratios
> Existing portfolio and strategy

New commitments are designed to be complementary to HVPE's existing portfolio of HarbourVest funds. The HarbourVest funds commit capital to managers over a period of typically four years and call down capital from HVPE over a period of seven to nine years. This extended duration of capital calls requires that HVPE maintains an Investment Pipeline of unfunded commitments as it strives to ensure that the Company's assets are fully invested. The Company is able to maintain a higher level of unfunded commitments than some other listed companies based on the timing, duration, and predictability of its cash flows.

More information: Turn to page 46

2

Investment Phase

The HarbourVest funds invest HVPE's commitments over a period of approximately four years.

HVPE can be thought of as a ready-made private markets programme for public market investors. To this end, the Company aims to ensure a steady pace of investment into new opportunities to balance distributions received. Cash is reinvested as the HarbourVest funds in HVPE's portfolio call down capital. The diverse nature of HVPE's commitments, combined with variations in activity levels in different parts of the private equity market, mean that the profile of these new investments can change from one period to the next. The one constant is that HVPE is always investing, helping to mitigate risk by spreading investments across multiple vintage years.

More information: Turn to page 48

3

Growth Phase

During years five to nine, most HarbourVest funds are fully invested, and managers are actively driving growth. The majority of value accretion typically takes place during this phase.

The foundation of long-term value creation in a private equity portfolio is the growth phase. This is the period in the life of a private equity fund when the majority of the investments have already been made, and the focus shifts to managing the portfolio companies. Company management teams are incentivised so that their interests are aligned with those of their private equity backers, and a coordinated effort is made to grow and develop the companies with a view to a profitable exit. In contrast to the public markets, here the focus is on executing a multi-year value creation plan rather than paying undue attention to quarterly results.

More information: Turn to page 50

4

Mature Phase

Within approximately seven to ten years, managers are typically realising investments.

Every private equity investment is made with a clear exit strategy in place from the very beginning. Once the investment plan has been implemented during the growth phase, managers turn their attention to maximising the value of their investment ahead of a sale. This could take the form of an IPO on a public exchange, or an M&A transaction involving a trade buyer or secondary private equity investor. While IPOs tend to make the headlines, the majority of exits are achieved via trade sales. Private equity managers have a key advantage over their public market peers in that they are better able to time a sale to maximise value. During significant market corrections, as exemplified by the Global Financial Crisis and during the pandemic, managers can simply delay exits and await more favourable conditions in which to realise their investments.

More information: Turn to page 52

Value creation cycle continued

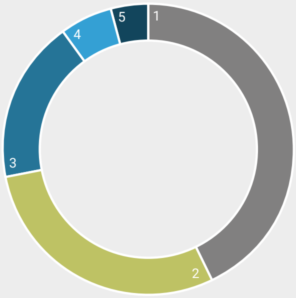
Commitment Phase

Investment Pipeline and Age of Allocated Pipeline

As at 31 January 2022

Allocated

2	1-3 years	30%
3	4-6 years	18%
4	7-10 years	6%
5	>10 years	4%



Unallocated

1	42%

In order to appropriately reflect the differences in drawdown periods, the Company divides its Investment Pipeline of commitments into two categories:

> "Allocated" – Commitments which have been allocated by HarbourVest funds to underlying investments

> "Unallocated" – Commitments which have yet to be allocated by HarbourVest funds to underlying investments, and therefore cannot be drawn down in the short term.

All of the Company's commitments to HarbourVest direct co-investment and secondary funds are classified as "allocated" commitments because their drawdown profiles are closer to those of third-party funds.

Commitments Made to HarbourVest Funds in the 12 Months to 31 January 2022

(in order of the size of the commitment)

HIPEP IX
International multi-strategy fund of funds
$445m

Fund XII Buyout
US-focused buyout fund of funds
$245m

Asia Pacific 5
Asia-focused multi-strategy fund of funds
$210m

2021 Global Fund
Global multi-strategy fund of funds
$170m

Fund XII Venture
US-focused venture fund of funds
$135m

Co-Investment VI
Global direct co-investment fund
$100m

Secondary Overflow Fund IV (Various Tranches)
Secondary co-investment fund
$73m

Fund XII Micro Buyout
US-focused small buyout fund of funds
$45m

Total
$1.4bn

HIPEP IX

HIPEP IX was HVPE's largest commitment in the 12 months to 31 January 2022.

HIPEP IX is a fund seeking to provide investors with access to leading private equity managers and investments in Europe and Asia Pacific, the two major private equity markets outside of the US. The primary (fund of funds) programme is complemented by up to 30% secondary transactions and direct co-investments which are designed to potentially accelerate performance and enhance overall returns.

This allocation helps to move the portfolio in the direction of HVPE's revised SAA portfolio construction targets.

$445m

committed

Value creation cycle continued

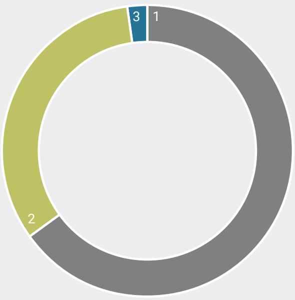
Investment Phase

In the 12 months to 31 January 2022, HVPE invested $515 million into HarbourVest funds (see Audited Consolidated Statements of Cash Flows on page 102).

Investments by Strategy

In the 12 Months to 31 January 2022

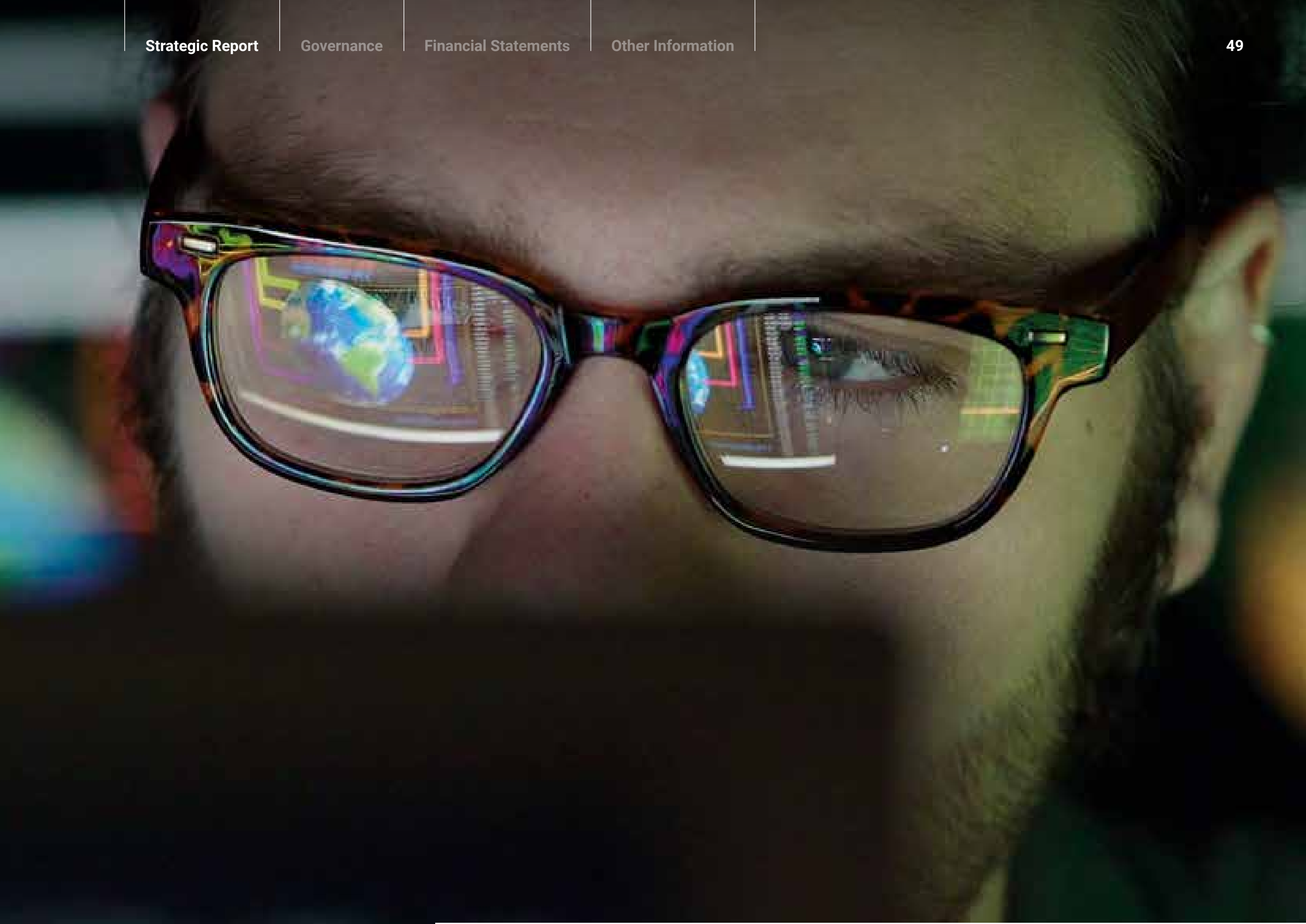
Looking through to the underlying portfolio, the majority of investments were: into primaries at 65%, followed by secondaries at 33%, and direct co-investments at 2%.



1	Primaries	65%
2	Secondaries	33%
3	Direct co-investments	2%

Top Ten Primary Managers by Amount Invested in the 12 Months to 31 January 2022 ($m)

	Manager	Amount	Strategy	Geography
1	Index Ventures	$11.3m	Venture	Europe
2	Thoma Bravo	$10.1m	Buyout	North America
3	Accel Partners	$9.6m	Venture	North America
4	Hellman & Friedman LLC	$9.5m	Buyout	North America
5	TA Associates	$9.0m	Venture	North America
6	SK Capital Partners	$8.9m	Buyout	North America
7	H.I.G. Capital	$8.6m	Buyout	North America
8	Nautic Partners	$7.2m	Buyout	North America
9	Insight Venture Management, LLC	$7.0m	Venture	North America
10	Lightspeed Venture Partners	$6.5m	Venture	North America



Adelaide

Adelaide was HVPE's largest capital call in the 12 months to 31 January 2022.

Adelaide is the HarbourVest vehicle which invests into income-producing core and core plus infrastructure investments. The fund invests in long-duration infrastructure investments though liquidity solutions, targeting predictable and inflation-linked returns that generate an ongoing yield. Adelaide has six portfolio companies, which are diversified by infrastructure sub-sector, revenue type, and Organisation for Economic Co-operation and Development (OECD) geography.

$87m

call

Value creation cycle continued

Growth Phase

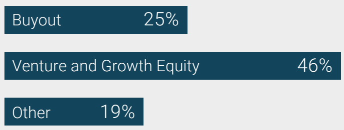
In the 12 months to 31 January 2022, the Investment Portfolio grew by $1.06 billion (see Audited Consolidated Statements of Operations on page 100).

Movements by stage, geography, and strategy are displayed below (% gain over the 12 months adjusted for new investments over the period) with corresponding commentary.

The major growth drivers in the portfolio are outlined in the Investment Manager's report on pages 34 to 37.

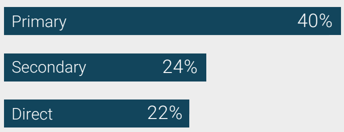
Gains by Stage

The Venture and Growth Equity stage delivered the largest percentage gain over the reporting period, with an increase of 46%. This was driven by strong performance in balanced venture which returned 61%, and by early venture which returned 52%. Buyouts followed behind this with a 25% gain, driven by a 27% increase in medium buyouts and a 26% increase in small/micro buyouts.



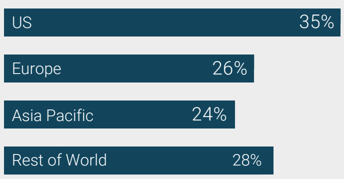
Gains by Strategy

The Primary strategy was the strongest performer over the reporting period, generating growth of 40%. This was driven by strong gains in both the US and European investments, generating growth of 47% and 44% respectively. As indicated in "Gains by Stage", this was driven largely by venture investments in both geographic regions. Gains in the Secondary portfolio were driven predominantly by secondary investments in Asia and the US, gaining 57% and 20% respectively. Gains in the Direct portfolio were driven predominantly by US directs, which gained 29%.



Gains by Geography

Gains in the US outpaced other geographic areas due to strong performance from US Primary (+47%) and US Direct investments (+29%). All other geographic regions delivered relatively consistent performance ranging from 24% to 28%.



Fund X Venture

Fund X Venture was HVPE's largest fund gain in the 12 months to 31 January 2022.

Fund X Venture is a comprehensive solution for investors seeking access to high-quality venture capital and growth equity investments, primarily in North America. An investment mix of primary partnership investments complemented by secondary purchases and direct co-investments seeks to provide investors with compelling returns, while reducing risk through appropriate diversification.

$154m

net gain*

* Net of all management fees, carried interest and other expenses related to the fund.

Value creation cycle continued

Mature Phase

In the 12 months to 31 January 2022, HVPE received proceeds of $835 million from HarbourVest funds (see Audited Consolidated Statements of Cash Flows on page 102).

Top Ten Company Distributions

	Company	Description	HVPE Distributed Value ($m)[1]
1	Rodenstock	June 2021 M&A transaction – proceeds received from full realisation	$41.9
2	Infinitas Learning	Oct 2021 M&A transaction – proceeds received from full realisation	$35.6
3	Valeo Foods	Oct 2021 M&A transaction – proceeds received from full realisation	$30.1
4	Roblox Corporation	Mar 2021 IPO – proceeds received from partial realisation	$29.3
5	Snowflake	Sept 2020 IPO – proceeds received from partial realisation	$26.7
6	Undisclosed[2]	Sept 2021 M&A transaction – proceeds received from full realisation	$24.6
7	Klarna	Private transaction – proceeds received from partial realisation	$21.8
8	Affirm	Jan 2021 IPO – proceeds received from partial realisation	$19.2
9	Coinbase	Apr 2021 IPO – proceeds received from partial realisation	$19.0
10	SKCP IV Invictus	Nov 2021 M&A transaction – proceeds received from full realisation	$15.8

1 HVPE realised value represents HVPE's share of primary investment, secondary investment, and direct co-investment realisations received during the financial year. Past performance is not necessarily indicative of future returns.

2 Some distributions cannot be disclosed due to confidentiality agreements in place.

Fund X Buyout

Fund X Buyout was HVPE's largest fund distribution in the 12 months to 31 January 2022.

Fund X Buyout is a comprehensive solution for investors seeking to invest in US-based buyout investment. The fund intends to create a diversified portfolio of partnerships that focuses on mature, stable companies, high-growth enterprises, and under-utilised assets. Industries may include business and information services, communications, consumer products, energy, healthcare, industrial, media and entertainment, retail, and technology, among others. The fund focuses on primary partnership investments in US-based buyouts, complemented by secondary investments and direct co-investments (up to a limit of 35% of the fund).

$77m

distribution

HVPE Investment Committee

HarbourVest has established the HVPE Investment Committee as a dedicated body to provide investment recommendations to the HVPE Board.

The HVPE Investment Committee (the "HVPE IC" or the "Committee") meets regularly and is the key decision-making entity through which HarbourVest fulfils its obligations to HVPE under the Investment Management Agreement. The Committee is responsible for monitoring and reviewing the Company's SAA targets and for recommending any changes, thereby seeking to optimise the risk-adjusted performance of HVPE's portfolio. On an annual basis, the Committee proposes a commitment plan for consideration by the HVPE Board and, once approved, is responsible for executing against this plan. During the year, the Committee also reviews and recommends specific investment opportunities to the HVPE Board as they arise.

The HVPE IC comprises two Managing Directors of HarbourVest Partners: John Toomey and Greg Stento (see biographies below). Richard Hickman represents HVPE on the HVPE IC, providing recommendations for consideration by the Committee.

John Toomey

Managing Director

John is one of two members of the firm's Executive Management Committee, and a member of the Portfolio Construction Committee. He serves on the advisory boards of a number of private equity partnerships.

Greg Stento

Managing Director

Greg joined HarbourVest in 1998 and serves as Head of Investments for the firm. He is a member of the Strategy Investment Committees, the Portfolio Construction Committee, and also serves on the advisory boards of several private equity partnerships.

Manager spotlight

Top ten managers across all strategies at 31 January 2022 held within HVPE's underlying portfolio.

Primary Investments

- Commitments to newly-formed funds being raised by experienced managers
- Access to leading private equity funds
- Comprehensive foundation of a private equity programme
- Potential driver of long-term performance

Secondary Investments

- Purchases of private equity assets in existing funds or portfolios of direct investments
- Attractive pricing opportunities
- Diversification across prior vintage years
- Potential for J-curve mitigation (positive returns may be achieved more rapidly)

1. IDG Capital Partners

Primary, **Secondary**

Venture investment into companies located in China, with a focus on technology-enabled consumer, enterprise solutions, and artificial intelligence sectors. The manager has a strong and consistent investment track record, evidenced by its funding of *Pinduoduo* and *Yuanfudao*.

IDG Capital

% of Investment Portfolio at 31 January 2022	Investment value at 31 January 2022
3.9%	$143m

2. Index Ventures

Primary, Secondary

Venture and growth equity investment primarily in Europe and the US, with a focus on disruptive technology and innovative business models in the fintech, enterprise software, online marketplaces, and gaming/entertainment sectors. The manager has a strong investment track record; its portfolio companies include *Adyen*, *Datadog*, *Roblox*, *Robinhood*, *Farfetch*, and *Revolut*.

Index Ventures

% of Investment Portfolio at 31 January 2022	Investment value at 31 January 2022
3.7%	$134m

3. Insight Venture Management

Primary, Secondary

Growth stage investments primarily in the US, with a focus on the software, software-enabled services, and internet sectors. The manager leverages its deep in-house sourcing and operating resources to execute on its growth strategy, which has resulted in consistent strong performance across fund cycles.

INSIGHT PARTNERS

% of Investment Portfolio at 31 January 2022	Investment value at 31 January 2022
3.1%	$113m

4. Corsair Capital Infrastructure Partners

Secondary

Infrastructure investment across key infrastructure sub-sectors, with a focus on high-quality transportation and logistics assets. The manager's current portfolio includes a Spanish toll road platform, Australian ports business, and a North American airport developer and operator. This is held within the HVPE-seeded real assets vehicle.

CORSAIR CAPITAL

% of Investment Portfolio at 31 January 2022	Investment value at 31 January 2022
2.5%	$89m

The strategy shown above in **bold** denotes the dominant strategy exposure for each manager. The 'lightbulb' boxes above, and on page 58, are explanations of the respective strategies.

5. Battery Ventures

Primary, Secondary

Multi-stage investments into technology businesses based in the US (and to a lesser extent in Europe and Israel) with an emphasis on application software, IT infrastructure, consumer internet/mobile, and tech-enabled services. The manager's portfolio is diversified by stage, investing in seed, early, growth, and buyout opportunities.

% of Investment Portfolio at 31 January 2022

2.1%

Investment value at 31 January 2022

$75m

6. Andreessen Horowitz

Primary

Early and later stage high-growth investments primarily in US-based technology companies in the consumer, enterprise, and fintech sectors. The manager leverages its extensive operating resources to drive accelerated growth at portfolio companies and actively develop its strategic networks.

% of Investment Portfolio at 31 January 2022

1.9%

Investment value at 31 January 2022

$68m

7. Thoma Bravo

Primary, Secondary

Primarily buyout investment in mid-market companies located in the US, with a focus on the software and technology sectors. The manager has a demonstrated capability in unlocking value through various transaction types with deep expertise from its focused sector approach.

% of Investment Portfolio at 31 January 2022

1.7%

Investment value at 31 January 2022

$63m

8. Lightspeed Venture Partners

Primary, Secondary

Multi-stage venture investment primarily in the US with additional geographical areas of focus in Europe, Israel, India, and China. The manager's strategy of targeting high-growth technology companies in the enterprise and consumer sectors, as well as select healthcare investments, has consistently produced strong performance results.

% of Investment Portfolio at 31 January 2022

1.7%

Investment value at 31 January 2022

$63m

9. Accel Partners

Primary, Secondary

Venture investments in high-growth early and later stage technology companies predominantly in the enterprise and consumer sectors. *Accel* develops thesis-driven "prepared mind" themes to identify attractive segments of the market. This has resulted in early access to top companies such as *Atlassian*, *Facebook*, *Qualtrics*, and *Slack*.

% of Investment Portfolio at 31 January 2022

1.5%

Investment value at 31 January 2022

$55m

10. Kleiner Perkins Caufield & Byers

Primary, Secondary

Venture investments in early stage technology companies, primarily in enterprise businesses as well as consumer, fintech, hardtech, and health companies. The team primarily operates out of one office in Menlo Park with most deals based in California. Given its long history of investing, *Kleiner Perkins* has developed a strong reputation, allowing it to gain access to some of today's leading technology companies at their earliest stages of development.

% of Investment Portfolio at 31 January 2022

1.5%

Investment value at 31 January 2022

$53m

Top ten direct companies

Top ten disclosable[1] companies at 31 January 2022 held within HVPE's direct co-investment portfolio.

Direct Co-investments

> Direct exposure to private equity-backed companies

> Co-investments directly into operating companies can provide access to attractive GPs

> Lower cost than obtaining the equivalent interest in a private company through a traditional direct manager via a primary fund

1 Some direct holdings cannot be disclosed due to confidentiality agreements in place.

1. Preston Hollow Capital

Stage: Small Buyout | **Location:** United States

Speciality municipal finance company

Speciality municipal finance merchant bank focused on niche underwriting and opportunistic investing. HarbourVest co-invested with Stone Point Capital, a finance-focused GP with deep experience in the credit underwriting arena. Since the initial investment, *Preston Hollow Capital* has demonstrated strong performance, recently generating proceeds through a 2020 year-end distribution and via dividends in July 2021. The Investment Manager likes the investment as the company has an impressive management team track record and operates within a large, fragmented, municipal bond market which presents various business opportunities.

% of Investment Portfolio at 31 January 2022

0.7%

Investment value at 31 January 2022

$24.7m

2. Klarna

Stage: Growth Equity | **Location:** Sweden

Online consumer payments solutions

Provider of eCommerce payment solutions to merchants and payment financing products to consumers. HarbourVest co-invested with Permira, a private equity investment firm with a growth-orientated strategy. Since the initial investment, *Klarna* has performed exceptionally well, demonstrating an ability to capitalise on a fast-growing market with secular tailwinds and has generated proceeds from several sell-downs of shares in 2021. The Investment Manager likes the investment as the company is a leader in a large market with structural growth drivers that has demonstrated resilience during the pandemic and therefore seen significant strategic interest at premium valuations.

% of Investment Portfolio at 31 January 2022

0.6%

Investment value at 31 January 2022

$22.4m

Top ten direct companies continued

3. Allfunds Bank

Stage: Large Buyout | **Location:** Spain

European B2B fund distribution platform

One of the leading B2B WealthTech platforms, operating a world-class open architecture platform that provides a marketplace and digital solutions for asset management products. HarbourVest co-invested with Hellman & Friedman, a private equity company focusing on investments in the developed markets. Since the initial investment, *Allfunds Bank* has completed two transformative M&A transactions, allowing it to more than double its assets and expand into key markets such as Germany, Switzerland, and France. The success of these transactions supported the company's successful IPO in April 2021. The Investment Manager likes the investment as the company is a market leader in an industry with high barriers to entry; it also has the potential to create value through geographic expansion, synergistic acquisitions, and new product offerings.

% of Investment Portfolio at 31 January 2022

0.6%

Investment value at 31 January 2022

$20.5m

4. Knowlton Development Corporation ("KDC")

Stage: Large Buyout | **Location:** United States

Personal beauty formulator and manufacturer

Contract manufacturer of personal care and beauty products providing both custom formulation, and packaging solutions and services. HarbourVest co-invested with Cornell Capital, a private investment firm focused on the consumer, industrial, and financial services sectors. Since the initial investment, *KDC* has completed several acquisitions, including HCT Group and Zobele, reinforcing its position as a critical partner to brand; increasing its global coverage and scale. Additionally, investors received proceeds in 2021 due to a dividend recapitalisation. The Investment Manager finds the investment compelling as *KDC* benefits from supportive consumer/retail trends, has an attractive financial profile, and has multiple upside levers to create value.

% of Investment Portfolio at 31 January 2022

0.4%

Investment value at 31 January 2022

$16.1m

5. Curia (formerly Albany Molecular Research)

Stage: Large Buyout | **Location:** United States

Outsourced pharmaceutical contract manufacturer

Provider of outsourced pharmaceutical contract development and manufacturing services. HarbourVest is co-invested with GTCR, a GP with a strong track record of investing in pharmaceutical businesses. Since initial investment, the management team has acquired companies in the highly fragmented contract development and manufacturing organisation ("CDMO") industry to continue to drive growth. In July 2021, the company rebranded as *Curia* to reinforce the company's strategic positioning as a leading, end-to-end, global CDMO serving the biopharmaceutical industry. In conjunction with the rebranding, Curia acquired LakePharma and Integrity Bio, two biologic drug focused firms, to expand beyond small-molecule services. Furthermore, the company has supported COVID-19 vaccine and antiviral candidates in clinical trials. The Investment Manager likes the investment as it is well positioned to benefit from several industry mega trends, such as an ageing population, growing healthcare expenditures, and increased outsourcing.

% of Investment Portfolio at 31 January 2022

0.4%

Investment value at 31 January 2022

$15.5m

6. Ssangyong Cement Industrial

Stage: Medium Buyout | **Location:** South Korea

Integrated cement manufacturer and distributor

Largest integrated cement company by production capacity and sales volume in South Korea. *Ssangyong* is publicly listed on the Korean Stock Exchange. HarbourVest co-invested with Hahn & Co, a private equity company specialised in buyouts and corporate restructuring in South Korea. Since the investment, *Ssangyong* has enhanced its strategic value and profitability, generating a strong operating performance. The Investment Manager likes the investment as the company's scale and production capabilities give it a competitive advantage in the market, there is good visibility on near-term demand, and potential for further operational improvements.

% of Investment Portfolio at 31 January 2022

0.4%

Investment value at 31 January 2022

$14.5m

Top ten direct companies continued

7. San Miguel Industrias

Stage: Buyout | **Location:** Peru

PET bottles and preforms

HarbourVest invested in metal and glass container manufacturer and distributor *San Miguel Industrias* alongside Nexus Equity Partners. Based in Peru, the company manufactures and distributes PET bottles and preforms for the food, beverage, and consumer markets in Latin America. *San Miguel* manufactures preforms and bottles in its own facilities as well as through in-house operations where the machinery is housed at the clients' facilities. *San Miguel* also owns one of the few "bottle-to-bottle" recycled resin plants in Latin America, expected to provide a less expensive raw material base as well as an ancillary revenue source for excess capacity. The Investment Manager likes the investment as the company has a strong market position, value proposition and demonstrated track record, and operates in a favourable industry with strong macroeconomic drivers.

% of Investment Portfolio at 31 January 2022

0.4%

Investment value at 31 January 2022

$13.9m

8. Lytx

Stage: Large Buyout | **Location:** United States

Driver risk management software

Provider of telematics software and services to fleets that improve driver behaviour and reduce collision-related expenses by delivering event-based video and driver analytics. HarbourVest originally invested in the company in 2018 alongside Clearlake Capital Group and subsequently participated in the Permira-led 2020 recapitalisation of the company to become its second largest shareholder. The Investment Manager likes the investment as the company is a clear market leader in telematics with dominant market share, competitive advantages, and visibility on consistent subscriber growth.

% of Investment Portfolio at 31 January 2022

0.4%

Investment value at 31 January 2022

$13.1m

9. Appriss

Stage: Growth Equity I **Location:** United States

Proprietary data and analytics solutions

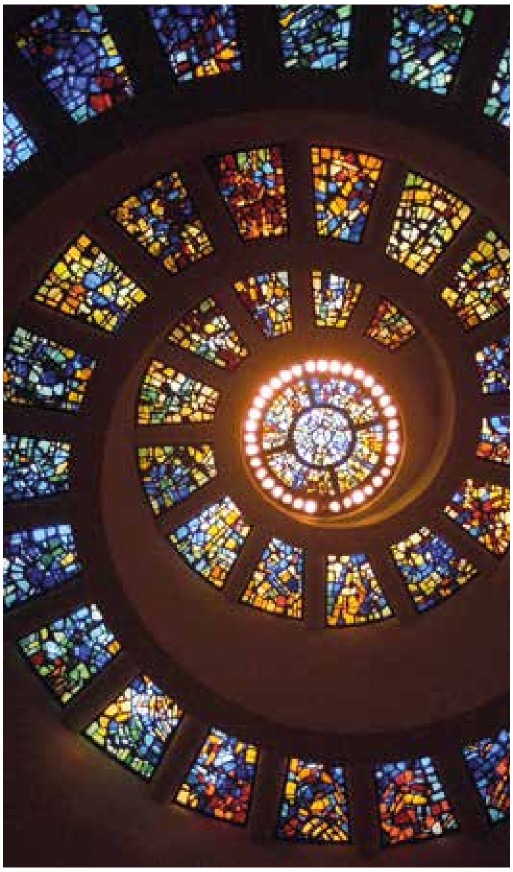
Provider of data and analytics solutions to commercial and government clients to address public safety, regulatory, and compliance needs. HarbourVest co-invested with Insight Venture Partners, an investor with a significant understanding of the software-related and internet sectors. *Appriss* has been resilient through the pandemic with pro-forma revenues outperforming prior years. During 2021 the company successfully completed an M&A transaction to expand its care coordination data and software solutions, while the recent sale in September 2021 of its Insights division generated proceeds for investors. The Investment Manager likes the investment as the company has a strong market position and management team, and is well-positioned to benefit from the expanding market for big data and analytics.

% of Investment Portfolio at 31 January 2022

0.4%

Investment value at 31 January 2022

$12.9m



10. Ministry Brands

Stage: Venture / Growth Equity I **Location:** United States

Software provider for faith-based organisations

Provider of software to more than 55,000 faith-based and member-based organisations in the US. HarbourVest co-invested with Insight Venture Partners, an investor with a significant understanding of the software-related and Internet sectors. The Investment Manager likes *Ministry Brands* as the company has a market-leading position with scale that allows for further competitive advantages. It also has a unique acquisition platform and operates within a large and growing market.

% of Investment Portfolio at 31 January 2022

0.3%

Investment value at 31 January 2022

$12.5m

Recent events

New Commitments Since 31 January 2022

Between 1 February 2022 and 26 May 2022, HVPE committed $510 million to the HarbourVest funds outlined below.

HarbourVest Fund	Date Committed	Commitment ($m)
Fund XII Buyout	March	$250
Fund XII Micro Buyout	March	$35
Secondary Overflow Fund IV (one transaction)	March	$35
Fund XII Venture AIF	April	$115
2022 Global Fund	April	$75
Total		**$510**

HVPE Estimated NAV at 30 April 2022

HVPE releases an estimated NAV on a monthly basis. These reports are available on the Company's website, generally within 20 calendar days of the month-end.

On 19 May, HVPE published an estimated NAV per share at 30 April 2022 of $47.54 (£37.81), a decrease of $1.57 from the final 31 January 2022 NAV (US Generally Accepted Accounting Principles ("GAAP")) figure of $49.11. This latest NAV per share is based on a valuation breakdown of: 10% as at 30 April 2022 (representing the public companies in the portfolio) and 90% actual 31 December 2021. Consistent with previous estimated NAV reports, valuations are also adjusted for foreign exchange movements, cash flows, and any known material events to 30 April 2022.

The Investment Pipeline of unfunded commitments increased from $2.5 billion at 31 January 2022 to $2.8 billion at 30 April 2022, based on the new commitments, capital funded, and taking foreign exchange movements into account.

HVPE's cash and cash equivalents also increased from $284 million at 31 January 2022 to $295 million at 30 April 2022.

At the end of April, HVPE's credit facility of $700 million remained undrawn. HVPE's look-through exposure to borrowing at the HarbourVest fund level had increased by $62 million, from $450 million at 31 January 2022 to $512 million at 30 April 2022. The latest balance sheet ratios can be found in the factsheet on the HVPE website: www.hvpe.com.

Share Price Since 31 January 2022

Like most major public equity indices[1], HVPE's share price has declined since 31 January 2022, driven by the war in Ukraine, rising interest rates, broader technology sell off and wider macro concerns. While the closing price of £21.85 on 20 May 2022 represents a fall of 21% since the financial year end, it is worth noting that this corresponds to an increase of 17% from the 31 January 2021 share price of £18.70.

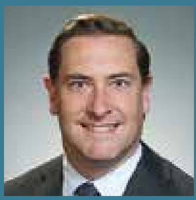
The market capitalisation of the Company as at 20 May 2022 was £1.7 billion and, as of the same date, HVPE was ranked 81st in the FTSE 250.

1 Public market comparisons include: S&P 500, FTSE 250, Dow Jones, Nasdaq, Stoxx50, Nikkei 225, and Hang Seng indices.

Market perspectives and outlook

Market Perspectives from HarbourVest Partners

Peter Wilson
Managing Director, HarbourVest



John Toomey
Managing Director, HarbourVest

As 2022 began, the aftershocks of COVID-19 were impacting economies in now familiar ways: inflation, supply chain disruption, and labour market pressures.

These downside pressures were balanced by positive factors too – not least a belief that coordinated Central Bank action could take the steam out of inflation, and that the reliable US consumer would help sustain growth. Our sense is that these forces were broadly balanced in the first part of the year – and indeed, through the end of March, the S&P 500 and MSCI Europe were only down roughly 5%[1].

However, the lengthening war in Ukraine, the knock-on implications for commodity and energy markets, combined with the drumbeat of steadily rising inflation figures are making a recession in the medium term more likely. We continue to monitor these macro factors closely and consider their impact throughout the balance of 2022 and beyond.

1 Data from Bloomberg, May 2022.

Note on Russia and Ukraine from HarbourVest Partners

The ongoing conflict in Ukraine has brought immense human suffering; simultaneously it is having a significant negative impact on global markets that likely will be long lasting.

Over HarbourVest's 40 year history, it has witnessed multiple periods of economic dislocation, including the 1991 Gulf War, the 1999/2000 technology bubble, and most recently, the Global Financial Crisis and the COVID-19 pandemic. HarbourVest believes this experience gives it an ability to recognise patterns that then inform its portfolio construction choices going forward. HarbourVest can confirm, for example, that it has no investment exposure to Ukraine and negligible residual exposure to Russia – less than 0.2% of HVPE's NAV[2].

2 As at 31 January 2022. This includes companies based in the country, according to information reported by the underlying manager. This does not reflect companies that derive revenues from these countries, nor those with a portion of their team or operations in the region.

Market perspectives and outlook continued

Outlook Across HarbourVest Strategies

Primary

Carolina Espinal
Managing Director, HarbourVest

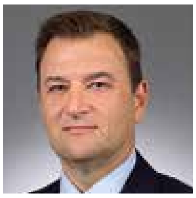
Fundraising momentum and broadening GP offerings set to run into 2022.

"2021 saw the deepening of private markets globally, with strong recovery following the pandemic's initial impacts and record levels of performance. Even with market volatility in early 2022, investor demand for private equity exposure remains high and 2022 looks set to be a record fundraising year, which could lead to a paradigm shift in the industry's scale. The opportunity set within private equity is also broadening, with proven managers expanding fund offerings to specific sectors or adjacent size opportunities, giving LPs access to an ever-widening range of investment opportunities. The main challenge for LP investors will be whether their allocations and bandwidth can stretch to meet the wealth of opportunity available.

"We have been operating in a high valuation environment for a number of years now. The pandemic compounded the issue as uncertainty drove a flight to quality, resilient assets. For managers to continue to deliver strong returns in this environment, we anticipate something of an arms race as managers at all levels in the market enhance their value creation capabilities to differentiate themselves in this competitive landscape, through areas such as data integration, tech-enablement, and resource efficiencies.

"Looking ahead, some of biggest areas of opportunity lie in the next layer of innovation and digital penetration. We have already seen sectors such as education and healthcare digitally transform during the pandemic, and we expect this trend to continue across a broader range of sectors including energy transition."

Secondary



David Atterbury
Managing Director, HarbourVest

Potential for volumes to reach a new record level in 2022 as investors look for ways to maintain allocations to private markets.

"2021 was a record setting year in the secondary market, with total transaction volume across the industry eclipsing $130bn. Looking ahead, we predict that GP-led transactions will continue to drive opportunities and the move towards a greater penetration of single assets is likely to stay.

"Given the myriad opportunities, we do foresee potential for a liquidity crunch which plays to the strengths of the secondary market. The strong performance across all parts of the private equity market in 2021 saw many investors bump up against their allocation limits well before the end of the year. This led to several large secondary transactions as investors required dry powder to commit to GPs who are returning to the market with new fund offerings more quickly than in the past. Volatility in public markets may exacerbate this problem through the 'denominator effect', when a decline in overall portfolio valuations driven by public equities has the effect of increasing an investor's relative weighting to private equity. As a buyer, these dynamics represent huge opportunities as investors look at alternative ways to free up allocations with secondary liquidity being an important way of achieving that through 2022.

"Lastly, the wave of consolidation and expansion across both the buyside and advisory landscape over recent years has highlighted the importance of finding the right investment partner. This is an attractive segment of the market - something that has not gone unnoticed with many choosing to expand their teams to chase the opportunity. Investors should ultimately be careful in choosing when, where and with whom their capital is deployed. While there will be many great investment opportunities in 2022, there will also be those looking to dress up and offload poor investments that have stagnated through the pandemic or suffered in an inflationary period. Investing with the right GP who can separate the wheat from the chaff will be the key to success next year."

Direct

Craig MacDonald
Managing Director, HarbourVest

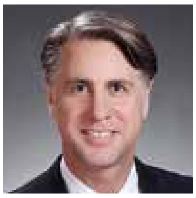
Portfolio diversity and downside risk protection to gain renewed focus in 2022.

"2021 was a year of considerable activity particularly in the tech and healthcare sectors, as investors sought resilient assets which were well-placed to weather and even grow in the continued pandemic environment. However, in line with the broader global recovery, other sectors such as industrials and consumer started to spring back and deal activity across sectors was recovering toward pre-pandemic levels. As the move out of the pandemic was complicated by events in the Ukraine and related impacts on inflation and supply chains, the sectors have new challenges. Nevertheless, the COVID-19 pandemic reinforced the importance of a diverse portfolio to mitigate risk, whilst also capitalising on opportunities those same risks create.

"Despite the general trend of recovery, companies will still face challenges in 2022, particularly around inflation and supply chains – challenges heightened by events in Ukraine. Private equity as an ownership model is well-placed to handle both inflationary pressures and supply chain issues, thanks to the industry's ability to react quickly to the environment.

"Looking ahead, investors will need to be particularly focused in their partnerships. Who they are working with, from a GP perspective, will be crucial. Superior managers' abilities to differentiate themselves from both public and private benchmarks against the backdrop of a potential downturn in markets is key and investors will want to be as selective as possible in their GP relationships. This has always been the case but will gain renewed focus as we move into 2022."

Infrastructure and Real Assets



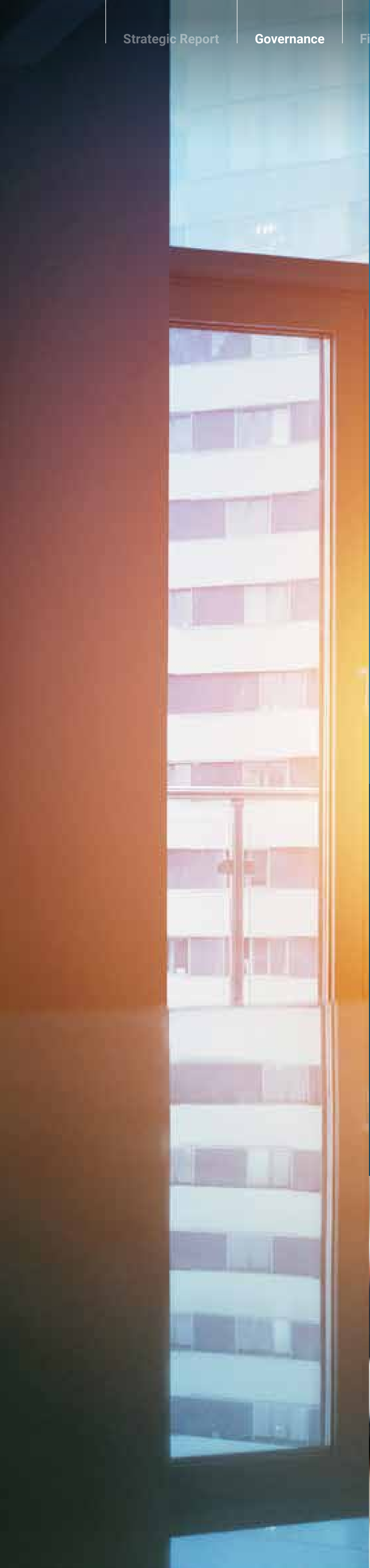
Kevin Warn-Schindel
Managing Director, HarbourVest

Continued interest in infrastructure as investors seek inflation protection.

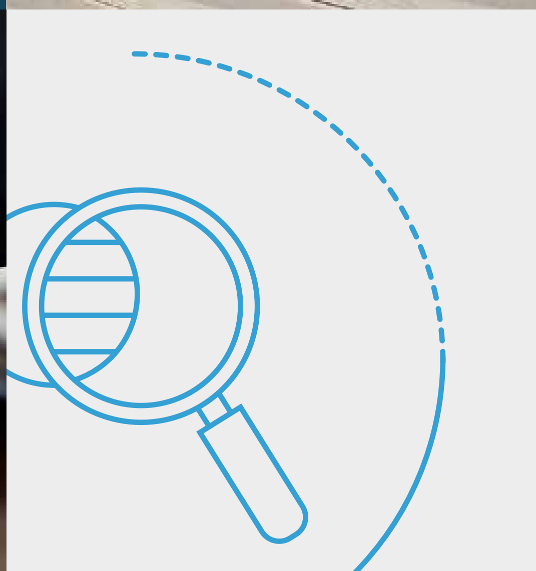
"Over the long term, infrastructure and real assets investment opportunities will be impacted by mega-trends related to policy, demographics, technology, and increasingly sustainability. The pandemic has strengthened these trends and we have been leaning into them. Of note, 2021 was a year of considerable activity for energy transition investments across a range of risk-return profiles, spanning renewable energy, battery storage, and electronic vehicle charging infrastructure. We expect private infrastructure investment will continue to play a significant role in organising the necessary capital to facilitate the transition of the energy grid and increasing the capacity of new renewable power generation. These infrastructure investments are critical to meeting the continued projected growth in global power demand.

"As we look ahead to 2022, we expect investors will continue to increase their exposure to infrastructure, by rotating out of bond allocations and into inflation hedging assets. Rising inflation – driven by excess monetary liquidity, excess fiscal stimulus, and by supply and labour constraints – is a concern for many investors who have inflation-linked liabilities or are worried about a decline in purchasing power. Investors are using infrastructure allocation to mitigate against these inflationary price pressures, as real assets perform well in a high interest rate environment. Our expectation is that investor appetite will continue to increase as institutions seek out infrastructure for stable yield, downside protection, and inflation mitigation."

ESG factors are in consideration across all HarbourVest strategies. For more information, please turn to pages 38 to 43.



Governance



Board of Directors

Edmond (“Ed”) Warner

Chair, Independent Non-Executive Director, appointed August 2019

Key relevant skills:

- Leadership skills
- Investment strategist
- Extensive financial services experience

Ed Warner has extensive financial services experience from years spent in senior positions at several investment banks and financial institutions, including IFX Group, Old Mutual Plc, NatWest Markets, and Dresdner Kleinwort Benson. He has considerable Plc experience and has chaired the boards at a range of prominent organisations. He is also chair of the online derivatives exchange LMAX.

Prior chair roles include Air Partner Plc, the BlackRock Energy and Resources Income Trust, Grant Thornton UK LLP, Standard Life Private Equity Trust, and Panmure Gordon & Co.

Committees:
Chair of the Nomination Committee and Member of the Management Engagement and Service Provider, Remuneration and Inside Information Committees.

Anulika Ajufo

Independent Non-Executive Director, appointed May 2022

Key relevant skills:

- Extensive experience in investment strategy development and execution
- Experience with multiple investment structures
- Strong background in ESG

Anulika manages a portfolio of investments across EMEA and chairs the Board of Governors at University of East London.

Anulika has extensive investment experience and believes in investing for good. Having worked at some of the leading financial institutions -- Lehman Brothers and Goldman Sachs in investment banking, and private equity with The Carlyle Group and Soros Fund, Anulika has developed an impressive investment track record.

She has led the development of greenfield impact investment structures in emerging markets. She has developed inclusive investment strategies for development finance institutions (DFIs), corporations, and foundations; of note, she co-led the design and implementation of George Soros’ $500 million commitment to programmes and companies.

Anulika has a Master’s (MEng) in Medical Engineering from Queen Mary University of London and an MSc in Law and Finance from the University of Oxford.

Committees:
Member of the Audit and Risk, Remuneration, Nomination, and Management Engagement and Service Provider Committees.

Francesca Barnes

Independent Non-Executive Director, appointed April 2017

Key relevant skills:

- Extensive private equity investment experience
- Ten years’ governance experience on public and private company boards
- Risk management experience

Francesca Barnes is a Non-Executive Director of NatWest Holdings Limited, and a number of NatWest Group’s other ring-fenced bank boards, as well as Capvis private equity. She is a member of the University of Southampton council and recently stood down as Chair of Trustees for Penny Brohn UK. Francesca spent 16 years at UBS AG. For the latter seven of these she served as Global Head of Private Equity, following on from senior positions in restructuring and loan portfolio management. Prior to this, she spent 11 years with Chase Manhattan UK and US, in roles spanning commodity finance, financial institutions, and private equity.

Committees:
Chair of the Management Engagement and Service Provider Committee and Member of the Audit and Risk, Remuneration and Nomination Committees.

Following the AGM, Ms Barnes will take on the role of Senior Independent Director and as such will become Chair of the Remuneration Committee. Ms Barnes will stand down as Chair of the MESPC but will remain a Member of that Committee.

Elizabeth (“Libby”) Burne

Independent Non-Executive Director, appointed March 2021

Key relevant skills:

- Chartered certified accountant
- Extensive audit and risk management experience
- Over 20 years’ experience of working with Guernsey regulated, listed, and closed-ended investment structures

Libby Burne has spent her career working within the financial services sector. She is a Non-Executive Director of Bluefield Solar Income Fund Limited as well as a number of private venture capital, real estate and Insurance structures. Prior to becoming a Non-Executive Director Libby was an audit director at PwC in the Channel Islands and, previously, PwC Australia where she led the audits of investment vehicles listed on the London Stock Exchange and Australian Stock Exchange as well as many private structures. Libby is a Fellow of the Association of Chartered Certified Accountants, holds a degree in Applied Accounting, and is a Guernsey resident, as such bringing recent and relevant financial and sector experience.

Committees:
Member of the Audit and Risk, Remuneration, Nomination, and Management Engagement and Service Provider Committees.

Following the AGM, Ms Burne will take on the role of Chair of the MESPC.

Carolina Espinal

Non-Executive Director, appointed July 2019

Key relevant skills:

- > 19 years' private equity investment experience
- > Responsibility for strategy and business development of European and global primary businesses
- > Lead Director for ESG factors

Carolina Espinal joined HarbourVest in 2004 to focus on partnership investments in Europe and other emerging markets and became a Managing Director in 2015. Carolina focuses on managing European venture capital and buyout partnership investments and has collaborated with the secondary and co-investment groups on several investment opportunities. As a HarbourVest executive she currently serves on the advisory boards of funds managed by Abénex Capital, ECI, Inflexion, and Advent International.

Her previous experience includes two years as a financial analyst with the Merrill Lynch Energy and Power M&A team in Houston.

Carolina graduated from Rice University with a BA in Managerial Studies, Policy Studies, and Economics in 2000. She received an MSc in Finance from the London Business School in 2003.

Committees:

None (as a HarbourVest executive)

Alan Hodson

Senior Independent Non-Executive Director, appointed April 2013

Key relevant skills:

- > Knowledge of listed equity markets
- > Experience on several investment company boards
- > Strong background in governance and risk management

Alan Hodson is Chairman of Charity Bank. Alan joined Rowe and Pitman (subsequently SG Warburg, SBC, and UBS) in 1984 and worked in a range of roles, all related to listed equity markets. He became Global Head of Equities in April 2001 and was a member of the Executive Committee of UBS Investment Bank and of the UBS AG Group Managing Board. He retired from UBS in June 2005 and has since held positions on a variety of commercial and charity boards.

Due to his length of tenure, Mr Hodson will not be standing for re-election at the AGM.

Committees:

Chair of the Remuneration Committee, Member of the Audit and Risk, Nomination, and Management Engagement and Service Provider Committees.

Steven Wilderspin

Independent Non-Executive Director, appointed May 2018

Key relevant skills:

- > Chartered accountant, qualified in audit
- > Extensive governance experience on public and private company boards

Steven Wilderspin has more than ten years' experience as a Non-Executive Director on the boards of private equity partnerships and listed investment companies.

Steven, a qualified Chartered Accountant, has provided independent directorship services since 2007. He has served on a number of private equity, property, and hedge fund boards as well as commercial companies. Steven currently serves as the Chairman of the risk committee of Blackstone Loan Financing Limited and Chairman of the audit and risk committee of GCP Infrastructure Investments Limited. In 2017 Steven stepped down from the Board of 3i Infrastructure Plc, where he was Chairman of the Audit and Risk committee, after ten years' service. From 2001 until 2007, Steven was a Director of fund administrator Maples Finance Jersey Limited, where he was responsible for fund and securitisation structures. Steven has recent and relevant financial and sector experience.

Committees:

Chair of the Audit and Risk Committee, and Member of the Inside Information, Nomination, Remuneration and Management Engagement and Service Provider Committees.

Peter Wilson

Non-Executive Director, appointed May 2013

Key relevant skills:

- > Member of HarbourVest's two-person Executive Management Committee ("EMC"), including responsibility for HarbourVest's corporate strategy
- > 25 years' private equity industry knowledge and experience

Peter Wilson joined HarbourVest's London team in 1996 and is one of two members of the firm's Executive Management Committee, which serves as HarbourVest's CEO.

He serves on the advisory committees for partnerships managed by CVC Capital Partners, Holtzbrinck Ventures, and Index Venture Management. Peter also served as Founding Chair of the Board of Trustees of City Year UK Limited.

Prior to joining the firm, he spent three years working for the European Bank for Reconstruction and Development, where he originated and managed two regional venture capital funds in Russia. Peter also spent two years at the Monitor Company, a strategy consulting firm based in Cambridge, Massachusetts.

He received a BA (with honours) from McGill University in 1985 and an MBA from Harvard Business School in 1990. Peter speaks German and French.

Committees:

None (as a HarbourVest executive)

Directors' report

Annual Report and Audited Consolidated Financial Statements

The Directors present their report and the Audited Consolidated Financial Statements (the "Financial Statements" or "Accounts") for the year ended 31 January 2022.

A description of important events and principal activities which have occurred during the financial year and their impact on the performance of the Company, as shown in the Financial Statements, is provided in the Strategic Report, beginning with the Chair's Statement on pages 4 to 7.

A description of the emerging and principal risks and uncertainties facing the Company, together with an indication of the Company's likely future development and the important events that have occurred since the end of the financial year, is also provided in the Strategic Report and referenced in the notes to the Financial Statements. Combined, all sections in this document constitute the "Annual Report".

Corporate Summary

The Company is a closed-ended investment company incorporated in Guernsey on 18 October 2007 with an unlimited life. The Company currently has one class of shares (the "Ordinary Shares"), and these shares are admitted to trading on the Main Market of the London Stock Exchange.

With effect from 10 December 2018, the Company introduced an additional US dollar market quotation which operates alongside the Company's existing sterling quotation, allowing shares to be traded in either currency.

Investment Objective and Investment Policy

The Company's investment objective is to generate superior shareholder returns through long-term capital appreciation by investing primarily in a diversified portfolio of private equity investments. The Company may also make investments in private market assets other than private equity where it identifies attractive opportunities.

The Company seeks to achieve its investment objective primarily by investing in investment funds managed by HarbourVest, which invests in or alongside third-party managed investment funds ("HarbourVest Funds"). HarbourVest Funds are broadly of three types: (i) "Primary HarbourVest Funds", which make limited partner commitments to underlying private market funds prior to final closing; (ii) "Secondary HarbourVest Funds", which make purchases of private market assets by acquiring positions in existing private market funds or by acquiring portfolios of investments made by such private market funds; and (iii) "Direct HarbourVest Funds", which invest into operating companies, projects, or assets alongside other investors.

In addition, the Company may, on an opportunistic basis, make investments (generally at the same time and on substantially the same terms) alongside HarbourVest Funds ("Co-investments") and in closed-ended listed private equity funds not managed by HarbourVest ("Third-Party Funds").

Co-investments made by the Company may, *inter alia*, include investments in transactions structured by other HarbourVest vehicles including, but not limited to, commitments to private market funds or operating companies in which other HarbourVest funds have invested.

Cash at any time not held in such longer-term investments will, pending such investment, be held in cash, cash equivalents, money market instruments, government securities, asset-backed securities, and other investment-grade securities and interests in any private equity vehicle that is listed or traded on any securities exchange ("Temporary Investments").

The Company uses an over-commitment strategy in order to remain as fully invested as possible. To achieve this objective, the Company has undrawn capital commitments to HarbourVest Funds and Co-investments which exceed its liquid funding resources but uses its best endeavours to maintain capital resources which, together with anticipated cash flows, will be sufficient to enable the Company to satisfy such commitments as they are called.

Diversification and Investment Guidelines

The Company will, by investing in a range of HarbourVest Funds, Co-investments, and Third-Party Funds, seek to achieve portfolio diversification in terms of:

> *geography*: providing exposure to assets in the US, Europe, Asia, and other markets;

> *stage of investment*: providing exposure to investments at different stages of development such as early stage, balanced and late stage venture capital, small and middle-market businesses or projects, large capitalisation investments, mezzanine investments, and special situations such as restructuring of funds or distressed debt;

> *strategy*: providing exposure to primary, secondary, and direct co-investment strategies;

> *vintage year*: providing exposure to investments made across many years; and

> *industry*: with investments exposed, directly or indirectly, to a large number of different companies across a broad array of industries.

In addition, the Company will observe the following investment restrictions:

> With the exception, at any time, of not more than one HarbourVest Fund or Co-investment to which up to 40% of the Company's Gross Assets (see page 130 for the definition) may be committed or in which up to 40% of the Company's Gross Assets may be invested, no more than 20% of the Company's Gross Assets will be invested in or committed at any time to a single HarbourVest Fund or Co-investment.

> No more than 10% of the Company's Gross Assets will be invested (in aggregate) in Third-Party Funds.

- The Investment Manager will use its reasonable endeavours to ensure that no more than 20% of the Company's Gross Assets, at the time of making the commitment, will be committed to or invested in, directly or indirectly, whether by way of a Co-investment or through a HarbourVest Fund, (a) any single ultimate underlying investment, or (b) one or more collective investment undertakings which may each invest more than 20% of the Company's Gross Assets in other collective investment undertakings (ignoring, for these purposes, appreciations, and depreciations in the value of assets, fluctuations in exchange rates, and other circumstances affecting every holder of the relevant asset).
- Any commitment to a single Co-investment which exceeds 5% of the Company's NAV (calculated at the time of making such commitment) shall require prior Board approval, provided however that no commitment shall be made to any single Co-investment which, at the time of making such commitment, represents more than 10% (or, in the case of a Co-investment that is an investment into an entity which is not itself a collective investment undertaking (a "Direct Investment"), 5% of the aggregate of: (a) the Company's NAV at the time of the commitment; and (b) undrawn amounts available to the Company under any credit facilities.
- The Company will not, without the prior approval of the Board, acquire any interest in any HarbourVest Fund from a third party in a secondary transaction for a purchase price that:
  (i) exceeds 5% of the Company's NAV; or
  (ii) is greater than 105% of the most recently reported NAV of such interest (adjusted for contributions made to and distributions made by such HarbourVest Fund since such date).

Save for cash awaiting investment which may be invested in Temporary Investments, the Company will invest only in HarbourVest Funds (either by subscribing for an interest during the initial offering period of the relevant fund or by acquiring such an interest in a secondary transaction), in Co-investments or in Third-party Funds.

Company's Right to Invest in HarbourVest Funds

Pursuant to contractual arrangements with HarbourVest, the Company has the right to invest in each new HarbourVest Fund, subject to the following conditions:

- Unless the Board agrees otherwise, no capital commitment to any HarbourVest Fund may, at the time of making the commitment, represent more than 35% or less than 5% of the aggregate total capital commitments to such HarbourVest Fund from all its investors.
- Unless HarbourVest agrees otherwise, the Company shall not have a right to make an investment in, or a commitment to, any HarbourVest Fund to which ten or fewer investors (investors who are associates being treated as one investor for these purposes) make commitments.

Leverage

The Company does not intend to have on its balance sheet aggregate leverage outstanding at Company level for investment purposes at any time in excess of 20% of the Company's NAV. The Company may use additional borrowings for cash management purposes, or in the event of a material downturn. These borrowings could be for extended periods of time depending on market conditions.

Principal Risks and Uncertainties

The principal risks the Board has reviewed are disclosed on pages 26 to 29 of the Strategic Report.

Results and Dividend

The results for the financial year ended 31 January 2022 are set out in the Consolidated Statements of Operations within the Financial Statements on page 100. In accordance with the investment objective of the Company to generate superior shareholder returns through long-term capital appreciation, the Directors did not declare any dividends during the year under review and the Directors do not recommend the payment of dividends as at the date of this report.

Directors

The Directors as shown on pages 72 and 73 all held office throughout the entire reporting period, except for Ms Burne who was appointed with effect from 1 March 2021 and Ms Ajufo who was appointed with effect from 19 May 2022. All Directors listed were in place at the date of signature of this Annual Report. Ms Espinal and Mr Wilson are Managing Directors of HarbourVest Partners (UK) Limited, a subsidiary of HarbourVest Partners, LLC. All Directors, other than Ms Espinal and Mr Wilson, are considered to be independent. Mr Hodson is the Senior Independent Director. Further details of the Board composition can be found on page 81.

Mr Hodson has been an independent Director of the Company since April 2013, a period of just over nine years. In accordance with the Board's Tenure Policy, Mr Hodson has therefore notified the Company of his intention to stand down as a Director at the upcoming AGM. Ms Barnes will be appointed as Senior Independent Director in his place.

Save as disclosed in this Annual Report, the Company is not aware of any other potential conflicts of interest between any duty owed to it by any of the Directors and their respective private interests.

Directors' report continued

Directors' Interests in Shares

	31 January 2022	31 January 2021
Francesca Barnes	**4,200**	4,200
Libby Burne	**786**	-[1]
Carolina Espinal	**3,391[2]**	1,696
Alan Hodson	**30,000**	30,000
Ed Warner	**8,000**	3,000
Steven Wilderspin	**1,300**	1,300
Peter Wilson	**25,200[3]**	25,000

1 Ms Burne was appointed as a Director with effect from 1 March 2021 at which point she held 786 shares.

2 Of the total shares held, 2,391 shares were split equally (797 each) between Ms Espinal's three children, with Ms Espinal holding 1,000 shares.

3 Of the total shares held, 200 were held by Mr Wilson's father, with Mr Wilson holding 25,000.

Ms Ajufo was appointed as a Director with effect from 19 May 2022. She does not own any shares in the Company.

Substantial Shareholders

The table that follows shows the interests of major shareholders based on the best available information provided by the analysis of the Company's share register, incorporating any disclosures provided to the Company in accordance with Disclosure Guidance and Transparency Rule 5 in the period under review and up to 5 May 2022.

	% of Voting Rights 31 January 2022	% of Voting Rights 5 May 2022
M&G	**7.74**	7.92
Quilter Cheviot	**5.91**	6.48
City of Edinburgh Council	**5.55**	5.46
Smith & Williamson	**<5.00[4]**	5.35
Total	**19.20**	25.21

4 Please note that, at 31 January 2022, Smith & Williamson was below the 5% of voting rights threshold to be classed as a substantial shareholder.

Corporate Governance

The Board recognises the importance of sound corporate governance and follows best practice requirements wherever possible. The Company complies with the AIC Code published in February 2019, which is endorsed by the Financial Reporting Council ("FRC"). A Statement of Compliance with the AIC Code is provided on page 89 and further details about how our Corporate Governance framework operates can be found throughout this Governance Report.

Corporate Responsibility

The Board considers the ongoing interests of stakeholders and investors through open and regular dialogue with the Investment Manager. The Board receives regular updates outlining regulatory and statutory developments, and responds as appropriate.

Approach to ESG

The Board recognises the critical importance of ESG considerations to many investors. It acknowledges that ESG issues can present both opportunities and threats to long-term investment performance, and is committed to responsible and sustainable investing. The Board also believes that HVPE will benefit from the continued evolution of HarbourVest's ESG practices and standards.

The Board is aware that as an investment company, its approach to ESG matters is materially informed by the strategy of the Investment Manager and accordingly the Board is committed to ensuring that it has appointed an Investment Manager that applies the highest standards of ESG practice, and has the skill and vision to respond to ongoing developments. It is confident that in HarbourVest it has such an Investment Manager.

The Board is reliant on the Investment Manager's screening processes, controls, and priorities to address ESG matters within the investment portfolio in both the selection and oversight of investments. The Board believes that engagement with management of investee companies and funds is an effective way of driving meaningful change and takes considerable comfort from the extent of the Investment Manager's activity in this area, which is described on pages 38 to 43.

The Board receives regular updates from the Investment Manager on the development and implementation of its ESG policies and processes, and the Board will continue to monitor those closely. These updates include information on the levels of engagement with investee companies and ESG issues in respect of their monitoring and selection of holdings in the Company's portfolio. This provides a valuable opportunity for the Board to confirm and challenge the Investment Manager to demonstrate that it is continuing to apply the highest standards of ESG practice across its investments and operations.

The Board recognises that the Investment Manager has been a signatory to the UN Principles for Responsible Investment ("PRI") since 2013, that it is committed to considering the potential impact that its investment and operational decisions could have, and that it encourages the GPs with which it invests to adopt the PRI. With regard to environmental and climate disclosures, the Investment Manager has started to report annually on its progress through its ESG report (https://viewpoints.harbourvest.com/2020-esg-report/cover/) in line with the recommendations of the TCFD. The Board has noted that the Investment Manager is a CarbonNeutral® company in accordance with The CarbonNeutral Protocol, a leading framework for carbon neutrality. The Investment Manager's offsetting programme delivers finance to emission reduction projects, supporting the transition to a low carbon economy. Finally, the Board also reviews the Investment Manager's approach to promoting diversity, social responsibility, and projects to combat social exclusion and enhance opportunities.

The Board is committed to incorporating ESG oversight across the Company's outsourced providers and within its own operations. Ms Espinal has been designated as the lead HVPE Director responsible for ESG matters. She helps to promote and facilitate closer monitoring and further development in this area for the Company.

The Company's oversight of outsourced providers has been expanded to include questions and confirmations in respect of their ESG policies as part of its annual review of providers.

As an investment company with no direct employees, the core of the Company's ESG initiatives is derived from its oversight of its service providers, most importantly the Investment Manager. However, the Board also considers the application of ESG standards to its own activities as an Investment Company, including the following:

> Carbon Footprint: The Board initiated a project to calculate its own carbon footprint and achieved CarbonNeutral status on 1 July 2021.

> Relations with Stakeholders: The Board will extend its interaction with its shareholders and other stakeholders to include a consideration of ESG matters. The Board has noted the governance and environmental benefits of broader shareholder participation, facilitated by virtual shareholder events, and is continuing to offer remote access where possible.

> Diversity and Inclusion: The Board's approach to diversity and inclusion is set out on page 82 and is reflected in the activities of the Nomination Committee. Four of the seven Directors who are being proposed for re-election at the AGM are female, which, at 57%, is a figure well above the level recommended in the Hampton-Alexander Review. While the Board does not have a diversity target in mind, given the range of factors that this term necessarily covers, two of the seven Directors being proposed for re-election at the AGM are from an ethnic minority background. The Board will continue to consider all factors, including diversity, in its recruitment processes.

> Position on Modern Slavery: The Board recognises the importance of the issues which the UK Modern Slavery Act 2015 is designed to address. It has expanded its oversight of outsourced providers, including the Investment Manager, to include questions relating to their policies to combat Modern Slavery.

Significant Votes Against Policy

The Directors have adopted a policy whereby, should 20% or more of votes be cast against a recommendation made by the Board for a resolution, the Company shall:

> explain, when announcing voting results, what actions it intends to take to consult shareholders in order to understand the reasons behind the result;

> no later than six months after the shareholder meeting publish an update on the views received from shareholders and actions taken; and

> provide a final summary in the Annual Report and, if applicable, in the explanatory notes to resolutions at the next shareholder meeting state what impact the feedback has had on the decisions the Board has taken and any actions or resolutions proposed.

No significant votes were received against any Board-recommended resolution at the 2021 AGM.

Anti-bribery Policy

The Directors have undertaken to operate the business in an honest and ethical manner, and accordingly take a zero-tolerance approach to bribery and corruption, including the facilitation of corporate tax evasion. The key components of this approach are implemented as follows:

> The Board is committed to acting professionally, fairly, and with integrity in all its business dealings and relationships.

> The Company implements and enforces effective procedures to counter bribery.

> The Company requires all its service providers and advisers to adopt equivalent or similar principles.

Disclosures Required Under LR 9.8.4R

The Financial Conduct Authority's Listing Rule 9.8.4R requires that the Company includes certain information relating to arrangements made between a controlling shareholder and the Company, waivers of Directors' fees, and long-term incentive schemes in force. The Directors confirm that there are no disclosures to be made in this regard.

Investment Manager

A description of how the Company has invested its assets, including a quantitative analysis, may be found on pages 1 to 69, with further information disclosed in the Notes to the Financial Statements on pages 107 to 113. The Board has considered the appointment of the Investment Manager and, in the opinion of the Directors, the continuing appointment of the Investment Manager on the terms agreed is in the interests of its shareholders as a whole.

In considering this appointment, the Board has reviewed the past performance of the Investment Manager, the engagement of the Investment Manager with shareholders and the Board, and the strategic plan presented to the Board by the Investment Manager.

The Investment Manager is HarbourVest Advisers L.P., and the principal contents of the Investment Management Agreement ("IMA") are as follows:

> to manage the assets of the Company (subject always to control and supervision by the Board, and subject both to the investment policy of the Company and any restrictions contained in any prospectuses published by the Company);

> to assist the Company with shareholder liaison;

> to monitor compliance with the Investment Policy on a regular basis; and

> to nominate up to two Board representatives for election by shareholders at the Company's AGM.

The Investment Manager is not entitled to any direct remuneration (save in respect of expenses incurred in the performance of its duties) from the Company, instead deriving its revenue from the management fees and carried interest payable by the Company on its investments in underlying HarbourVest Funds. The IMA, which was amended and restated on 30 July 2019, may be terminated by either party by giving 12 months' notice. In the event of termination within ten years and three months of the date of the listing on the Main Market, the Company would be required to pay a contribution, which would have been $3.1 million at 31 January 2022 and $2.9 million as at 30 April 2022, as reimbursement of the Investment Manager's remaining unamortised IPO costs. In addition, the Company would be required to pay a fee to the Investment Manager equal to the aggregate of the management fees for the underlying investments payable over the course of the 12-month period preceding the effective date of such termination.

Delegation of Responsibilities

Under the IMA, the Board has delegated to the Investment Manager substantial authority for carrying out the day-to-day management and operations of the Company, including making specific investment decisions, subject at all times to the control of, and review by, the Board. In particular, the IMA provides that the Board and the Investment Manager shall agree a strategy mandate which sets out a rolling five-year plan for the Company. The Board is responsible for the overall leadership of the Company and the setting of its values and standards. This includes setting the investment and business strategy, and ongoing review of the Company's investment objective and investment policy, along with recommending to shareholders the approval of alterations thereto. Matters reserved for the Board include areas such as the Board and Committee membership, including the review and authorisation of any conflicts of interest arising. Areas such as approval of the raising of new capital, major financing facilities, and approval of contracts that are not in the ordinary course of business are also reserved for the Board, together with any governance and regulatory requirements. Any changes in relation to the capital structure of the Company, including the allotment and issuance of shares, are the responsibility of the Board.

Share Repurchase Programme

At its meeting in November 2021 and having consulted with the Company's advisors, taking into account shareholder sentiment, the Board adopted a policy that sets out the criteria that need to be met in order for the Board to consider implementing a buyback programme. These criteria include the extent and duration of any discount of the Company's share price to NAV per share, as well as requiring that the Investment Manager should have good reason to believe that a share buyback at the prevailing discount to NAV would generate superior risk-adjusted returns to an incremental new commitment to a HarbourVest fund or co-investment. These criteria have not been met.

At the 2021 AGM, held on 21 July 2021, the Directors sought and were granted authority to repurchase 11,971,386 Ordinary Shares (being equal to 14.99% of the aggregate number of Ordinary Shares in issue at the date of the AGM) for cancellation, or to be held as treasury shares. This authority, which has not been used, will expire at the upcoming AGM. The Directors intend to seek annual renewal of this authority from shareholders.

Introduction to the Going Concern and Viability Statement

Since the inception of HVPE, the Directors have relied upon model scenarios to manage the Company's liquidity requirements and balance sheet risk more generally. This modelling also allows the Directors to evaluate whether the Company is a Going Concern, as well as assess its Viability. While the modelling process has been refined over the years, it has provided a consistent approach through which the Directors have been able to make these assessments, as demonstrated through the Global Financial Crisis ("GFC") and the more recent COVID-19 pandemic. The Investment Manager typically updates the model scenarios annually in November, projecting NAV growth and cash flow for the subsequent five-year period. For the purpose of assessing the Going Concern and Viability Statements from the signing of this report over the respective assessment periods, the Investment Manager utilised the four model scenarios (Extreme Downside, Low, Base and Optimistic) presented to the Board in November 2021, which extend over the next five-year period through to 31 December 2026, and reflect the current economic environment. These were updated to reflect actual cash flows through to December 2021.

Going Concern

After due consideration, the Directors are satisfied that it is appropriate to continue to adopt the going concern basis in preparing the Financial Statements. This has been concluded following a review of the model scenarios presented by the Investment Manager compared to actual cash flows to date, making due enquiries of the Investment Manager, and being mindful of the closed-ended structure of the Company with no fixed life, as well as the nature of its investments. On this basis, the Directors consider that the Company is able to continue in operation at least through 30 June 2023. The Board monitors and manages its ongoing commitments via the criteria set out on pages 74 and 75 and reviews reports from the Investment Manager detailing ongoing commitments and the Investment Pipeline.

Furthermore, the Board, as part of its regular review of the Consolidated Statement of Assets and Liabilities and debt position, regularly considers the model scenario outputs that are based on a look-through to the anticipated underlying fund and portfolio cash flows.

Viability Statement

Pursuant to the UK Corporate Governance Code 2018 and the AIC Code, the Board has assessed the viability of the Company over the period from 31 January 2022 to 31 December 2026, which aligns with the timing of the Investment Manager's current five-year model scenarios. Whilst the Board has no reason to believe that the Company will not be viable over a longer period, it has chosen this period as it aligns with the Board's strategic horizon and is within the term of the Company's credit facility.

The Company's investment objective is to generate superior shareholder returns through long-term capital appreciation by investing primarily in a diversified portfolio of private equity investments. The majority of the Company's investments are in HarbourVest managed private equity fund of funds, which have fund lives of 10 to 14 years.

While the Company's investment lifecycle spans a time period of ten years or more, the Board currently focuses on a time period extending through to 31 December 2026 when considering the strategic planning of the Company. The strategic planning centres on building a portfolio of long-term assets through capital allocation into a set of rolling five-year calendar year-end portfolio construction targets defined by investment stage, geography, and strategy. This rolling five-year process allows the Board a medium-term view of potential growth, projected cash flow, and potential future commitments under various economic scenarios.

As part of its strategic planning, the Board considered model scenarios as explained above, assuming varying degrees of impact on the portfolio. The Board primarily focused on two scenarios, the Base and Extreme Downside, the latter of which is a worst-case scenario that assumes large NAV declines and a material reduction in realisations from the underlying investment portfolio. Based on a review of the existing liquidity resources of the Company and the model scenarios noted above, the Board concluded that the Company's cash balance and available credit facility would be sufficient to cover capital requirements under even the Extreme Downside scenario. The results of this modelling showed that the Company would be viable in the face of these scenarios occurring over the period ending 31 December 2026.

Statement of Directors' Responsibilities in Respect of the Financial Statements

The Directors are required to prepare Financial Statements for each financial year which give a true and fair view of the assets, liabilities, financial position, and profit or loss of the Company in accordance with US GAAP at the end of the financial year, and of the gain or loss for that period. In preparing those Financial Statements, the Directors are required to:

> select suitable accounting policies and apply them consistently;

> make judgements and estimates that are reasonable and prudent;

> state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the Financial Statements; and

> prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Financial Statements have been properly prepared in accordance with The Companies (Guernsey) Law, 2008. They are also responsible for safeguarding the assets of the Company, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors are responsible for ensuring that the Annual Report and Financial Statements include the information required by the Listing Rules and the Disclosure Guidance and Transparency Rules of the Financial Conduct Authority (together "the Rules"). They are also responsible for ensuring that the Company complies with the provisions of the Rules which, with regard to corporate governance, require the Company to disclose how it has applied the principles, and complied with the provisions, of the corporate governance code applicable to the Company.

Disclosure of Information to the Auditor

So far as each of the Directors is aware, there is no relevant audit information of which the Company's auditor is unaware, and each has taken all the steps they ought to have taken as a Director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Responsibility Statement

The Board of Directors, as identified on pages 72 and 73, jointly and severally confirm that, to the best of their knowledge:

> the Financial Statements, prepared in accordance with US GAAP, give a true and fair view of the assets, liabilities, financial position, and profits of the Company and its undertakings;

> this report includes a fair review of the development and performance of the business and the position of the Company and the undertakings included in the consolidation taken as a whole, together with a description of the principal risks and uncertainties that they face; and

> the Annual Report and Financial Statements taken as a whole are fair, balanced, and understandable and provide the information necessary for shareholders to assess the Company and its undertakings' position, performance, business model, and strategy.

Signed on behalf of the Board by:

Ed Warner
Chair
26 May 2022

Board structure and committees

The activities of the Company are overseen by the Board, which comprises a majority of independent Directors. The Board meets at least four times a year, and between these scheduled meetings there is regular contact between Directors, the Investment Manager, the Administrator, and the Company Secretary, including a formal strategy meeting and Board update calls.

The Board aims to run the Company in a manner which is consistent with its belief in honesty, transparency, and accountability. This is reflected in the way in which Board meetings are conducted, during which the Chair promotes and facilitates a culture of open and constructive debate on each topic, encouraging input from all Directors to ensure a wide exchange of views. The Directors believe that good governance means managing the affairs of the Company well and engaging effectively with investors. The Board is committed to maintaining high standards of financial reporting, transparency, and business integrity.

Board of Directors

	Audit and Risk Committee	Inside Information Committee	Nomination Committee	Management Engagement and Service Provider Committee	Remuneration Committee
Role	To ensure that the Company maintains high standards of risk management, integrity, financial reporting, and internal controls.	To consider any developments which may require an immediate announcement by virtue of being price-sensitive information.	To agree the method and oversee the process for the selection and recruitment of new Directors and to nominate candidates for approval by the Board.	To review the Company's Investment Manager and service providers to ensure that a good value service of satisfactory quality is delivered, and to manage the appointment process of new or replacement service providers.	To determine the policy for Directors' remuneration, set the remuneration of the Chair of the Board, and make recommendations to the Board for Directors' remuneration levels.
Members	Chaired by: Steven Wilderspin Francesca Barnes Alan Hodson Libby Burne	Chaired by: Ed Warner Steven Wilderspin	Chaired by: Ed Warner Francesca Barnes Alan Hodson Libby Burne Steven Wilderspin	Chaired by: Francesca Barnes Alan Hodson Libby Burne Ed Warner Steven Wilderspin	Chaired by: Alan Hodson Francesca Barnes Libby Burne Ed Warner Steven Wilderspin

Anulika Ajufo was appointed post financial year-end, on 19 May 2022 and sits on the following committees: Audit and Risk Committee, Nomination Committee, Management Engagement and Service Provider Committee, and Remuneration Committee.

Board and Committee Meetings with Director Attendance

The table below sets out the Directors' attendance at the Board and Committee meetings held during the financial year ended 31 January 2022:

Director	Scheduled Board and Board Strategy Meetings	Audit and Risk Committee Meetings	Inside Information Committee Meetings	Management Engagement and Service Provider Committee Meetings	Nomination Committee Meetings	Remuneration Committee Meeting
Francesca Barnes	9 of 9	8 of 8	n/a	2 of 2	2 of 2	1 of 1
Libby Burne[1]	8 of 9	7 of 8	n/a	2 of 2	1 of 2	1 of 1
Carolina Espinal	7 of 9	n/a	n/a	n/a	n/a	n/a
Alan Hodson	9 of 9	8 of 8	n/a	2 of 2	2 of 2	1 of 1
Andrew Moore[2]	4 of 9	3 of 8	n/a	n/a	1 of 2	n/a
Ed Warner	9 of 9	n/a	2 of 2	2 of 2	2 of 2	1 of 1
Steven Wilderspin	9 of 9	8 of 8	2 of 2	2 of 2	2 of 2	1 of 1
Peter Wilson	7 of 9	n/a	n/a	n/a	n/a	n/a

1 Libby Burne was appointed to the Board on 1 March 2021 and so was only eligible to attend 8 meetings.

2 Andrew Moore retired at the AGM in July 2021 and thus was only eligible to attend 4 meetings.

Note Anulika Ajufo was appointed on 19 May 2022 and therefore is not included in the table above.

The Directors are kept fully informed of investment and financial controls and other matters that are relevant to the business of the Company. Such information is brought to the attention of the Board by the Investment Manager, the Administrator, and the Company Secretary in their regular reports to the Board. The Directors also have access where necessary, in the furtherance of their duties, to professional advice at the expense of the Company. Further details of the Board Committees can be found on page 80 and their terms of reference are available on the Company's website: www.hvpe.com/shareholders/corporate-governance.

All Directors received notice of the meetings, the agenda, and supporting documents and were able to comment on the matters to be raised at the proposed meeting. During each meeting, the Chair promoted and facilitated open, constructive debate on each topic, encouraging input from all Directors. As well as the formal scheduled strategy meeting, the Board also received detailed information from the Investment Manager via update calls with particular reference to the impact on the Company of the pandemic and other external developments. In addition to the above meetings, ad-hoc Board and Committee meetings can be convened at short notice and, as they only require a quorum of two Directors, there is a possibility of lower attendance than for the scheduled meetings. If any Director is unable to attend a meeting, they receive the papers and have the opportunity to discuss them with the Chair. During the financial year, there were three ad-hoc Board meetings with a quorum at each.

At each scheduled Board meeting, amongst other items, the Directors review and discuss the Investment Manager's report, HVPE's financial position, drivers of performance, how HVPE has performed, the commitment plan, and the corporate broking report (which includes an update on the Company's peer group). Marketing and investor relations are covered in detail at two Board meetings, and at a higher level at the remaining meetings.

Responsibilities

The Board has adopted formal responsibilities for the Chair and the Senior Independent Director, as well as a schedule of matters reserved for the Board. All of these documents are available on the Company's website: https://www.hvpe.com/shareholders/corporate-governance.

Board Composition

Together, the members of the Board possess a balance of skills, experience, and length of service, which the Directors believe is appropriate. Succession planning remains an ongoing process, designed to bring effective and smooth transition between Director appointments and to avoid undue disruption. This ensures that the Board is well-balanced through the appointment of new Directors with the necessary skills and experience. The Board's careful consideration of its composition and the ongoing refreshment process led to the addition of Anulika Ajufo in May 2022. Further details on the selection and appointment process can be found in the Nomination Committee report on page 86.

All Directors are subject to annual re-election by shareholders. When a new Director is appointed to the Board, they participate in a structured induction process. Accordingly, the Board actively engaged with the Investment Manager and Company Secretary to ensure that Anulika Ajufo was given a detailed induction process comprising of a series of meetings with the Chair of the Board and Chair of the Audit and Risk Committee, key individuals within the Investment Manager, and other service providers. Directors must be able to demonstrate commitment to the Company, including in terms of time. Therefore, if a Director wishes to undertake additional external appointments, approval is sought from the Chair in order to confirm that the Director will be able to continue to dedicate sufficient time to carry out their duties as a Director of the Company, in addition to assessing any potential conflicts of interest and independence issues.

Board structure and committees continued

Tenure Policy

When considering its composition, the Board is strongly committed to striking the correct balance between the benefits of continuity, experience, and knowledge and those that come from the introduction of Directors with diversity of perspectives and skills. The Board has adopted a Tenure Policy confirming its intention that each independent Director will retire at the AGM immediately following the completion of their ninth year on the Board.

It is acknowledged that there could be unusual circumstances in which a short extension of that time period could be appropriate. In that event, a comprehensive explanation of the circumstances would be provided to stakeholders.

As representatives of the Investment Manager, Carolina Espinal, who was appointed to the Board in July 2019, and Peter Wilson, who was appointed in May 2013, are outside the scope of this policy. The independent Directors believe their contributions to the Board offer considerable value to shareholders.

Board and Committees Evaluation

The Board undertakes a formal annual evaluation of its performance. This includes the Chair carrying out an individual review with each Director of their performance and contribution, and the Senior Independent Director leading an annual evaluation of the performance of the Chair.

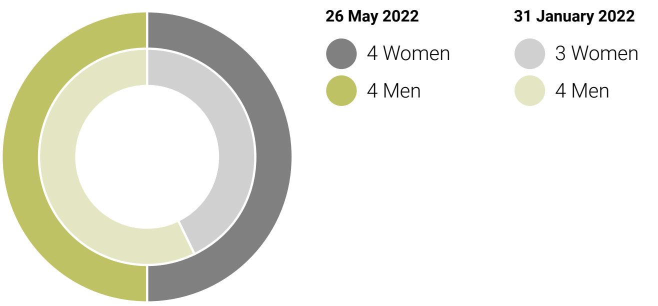
An externally facilitated Board evaluation occurs every three years and the Board engaged Board Alpha to conduct the evaluation due in 2022. Their report is complete and has been delivered to the Board. Board Alpha raised no substantive issues but recommended a number of actions to be taken, which the Board will implement during the current financial year. Board Alpha has conducted previous Board evaluations for the Company but otherwise has no connections to the Company or its Directors.

Policy on Diversity and Inclusion

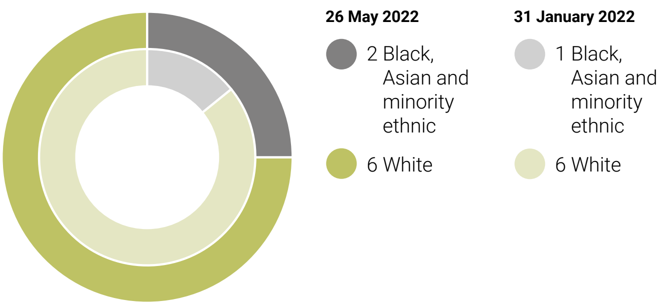
The Board and Nomination Committee actively consider the diversity of the Board when considering future appointments. The Board exceeds the Hampton-Alexander Review target for 33% female representation on FTSE 350 company boards. The Company has no employees. The Board has also achieved the level of ethnic diversity targeted by the Parker Review, with two of its seven Directors seeking re-election at the AGM being from an ethnic minority background.

The Board also recognises that diversity includes racial, socio-economic, and other factors such as physical ability, and that different backgrounds and experiences can bring real value to the Company in terms of decision-making. The Board does not have any specific diversity targets in mind, given the range of factors that this term necessarily covers. While its main priority will always be to appoint the most appropriate candidate for any role, the benefits of diversity are nevertheless a significant consideration in all recruitment.

Gender diversity



Ethnic diversity



Audit and Risk Committee

About the Committee

The Audit and Risk Committee members are outlined on page 80. Ms Barnes, Mr Hodson, and Mr Moore (who served until 21 July 2021) each held senior banking roles for a number of years, as described in their biographies. Ms Burne (who served from 1 March 2021) is a former auditor with 20 years' experience. Mr Wilderspin is a qualified Chartered Accountant and has over 15 years' experience as an Executive and Non-Executive Director on a number of private and listed fund boards as well as commercial companies. Ms Ajufo became a member of this Committee on 19 May 2022. Members of the Committee are deemed by the Board to have recent and relevant financial and sector experience.

The Audit and Risk Committee is responsible for the review of the Company's accounting policies, periodic Financial Statements, and auditor engagement. The Committee is also responsible for making appropriate recommendations to the Board, including that the Financial Statements are fair, balanced, and understandable, and ensuring that the Company complies to the best of its ability with applicable laws and regulations, and adheres to the tenet of generally accepted codes of conduct. The Committee is also responsible for overseeing the Company's risk management framework and regulatory compliance.

All of the Company's management and administration functions are delegated to independent third parties or the Investment Manager and it is therefore felt that it would not be practical or cost-effective for the Company to have its own internal audit facility. This matter is reviewed annually. The Audit and Risk Committee does have the power to commission third-party assurance work as it sees fit, but did not do so in the year under review.

Activities of the Committee

Audit and Risk Committee Meetings

In the financial year ended 31 January 2022, the Audit and Risk Committee met eight times. The section "Board and Committee Meetings with Director Attendance" on page 81 summarises attendance at those meetings, during which the Committee considered the following matters:

Auditor Tenure and Effectiveness

The Audit and Risk Committee reviewed the effectiveness of the external audit process during the year, including audit quality, objectivity (level of challenge and professional scepticism), and independence. This included discussions with the Company's auditor (Ernst & Young LLP), Investment Manager, and Company Secretary to review how well the previous year's audit had gone. The main conclusion from this review was that the audit process had been robust and efficient. The Committee concluded that Ernst & Young LLP's appointment as the Company's auditor should be continued.

The Company's auditor has been engaged by the Company since 2007 and was re-engaged following a competitive tender process in May 2017. The partner responsible for the audit, David Moore, stepped down after the completion of the audit of the prior year's Financial Statements and has been replaced by Richard Le Tissier. The Committee thanked Mr Moore for his time as audit partner. The Company's auditor performed the audit of the Company's Financial Statements, prepared in accordance with applicable law, US GAAP, and audited under both relevant US Generally Accepted Auditing Standards ("US GAAS") and International Standards on Auditing (UK). The audit approach remained substantially unchanged relative to the prior year.

Auditor Independence

The Audit and Risk Committee understands the importance of auditor independence and during the year it reviewed the independence and objectivity of the Company's auditor. The Audit and Risk Committee received a report from the external auditor describing its independence, controls, and current practices to safeguard and maintain auditor independence. Other than fees paid for conducting a review of the Interim Financial Statements, there were no other non-audit fees paid to the auditor by the Company. The Committee has previously adopted a non-audit services policy that voluntarily complied with the Revised Ethical Standard 2019 issued by the UK FRC which determines those services that the auditor is prohibited from providing to the Company and those services that the auditor may conduct. This policy was revised during the year to reflect the fact that the applicable provisions are now mandatory for the Company due to the adoption of new Crown Dependency audit rules and guidance. The new policy now includes a cap on the cost of any non-audit services provided by the auditor at 70% of the average of the previous three years' audit fees.

In all cases the Audit and Risk Committee reviews the potential engagement of the auditor in advance to ensure that the auditor is the most appropriate party to deliver the proposed services, and to put in place safeguards, where appropriate, to manage any threats to auditor independence.

Terms of Engagement

The Audit and Risk Committee reviewed the audit scope and fee proposal set out by the auditor in its audit planning. The auditor requested a substantial increase in fees for 2022 for a number of reasons, including: an increase in its cost base in a competitive market for talent; an increase in regulatory requirements; and growth in the number of underlying funds in which the Company invests. This was discussed by the Committee at length which also noted general audit market fee pressure resulting from the operational and financial separation of audit and consulting businesses driven by regulatory requirements. The Committee agreed certain mitigating measures to improve the efficiency of the audit and the auditor confirmed that it would continue to evaluate its approach which may include a more control-based approach at a future date. The Committee recommended to the Board the total negotiated fee for audit and interim review work of £268,000 for 2022, a 26% increase on the fees for 2021.

Audit and Risk Committee continued

Internal Controls

The internal control systems (including those relating to cyber security) are designed to meet the Company's particular needs and the risks to which it is exposed. Accordingly, the internal control systems are designed to manage rather than eliminate the risk of failure to achieve business objectives and by their nature can only provide reasonable and not absolute assurance against misstatement and loss. The Company places reliance on the control environment of its service providers, including its independent Administrator and the Investment Manager. In order to satisfy itself that the controls in place at the Investment Manager are adequate, the Audit and Risk Committee has reviewed the Private Equity Fund Administration Report on Controls Placed in Operation and Tests of Operating Effectiveness ("Type II SOC I Report") for the period from 1 October 2020 to 30 September 2021 (a bridging letter covers the period 1 October 2021 to 31 January 2022), detailing the controls environment in place at the Investment Manager. The Committee has also reviewed ISAE 3402 Reports on Fund Administration, Global and Local Custody Services, Securities Lending Services, and Listed Derivatives Clearing Services for the period 1 October 2020 to 30 September 2021 detailing the controls environment in place at the Administrator and Company Secretary. In both of these reports there were minor findings, but the Committee is satisfied that the identified weaknesses were not material to the affairs of the Company, and that the respective service providers had taken action to improve controls in the identified areas. In addition, during the year, the Management Engagement and Service Provider Committee conducted a detailed review of the performance of the Company's service providers, including the Investment Manager and Administrator.

The Investment Manager's Type II SOC I Report describes the internal controls in the HarbourVest Accounting group, which is responsible for maintaining the Company's accounting records and the production of the accounts contained in the Company's Financial Statements. The main features of the controls are: clearly documented valuation policies; detailed review of financial reporting from underlying limited partnerships and investee companies; detailed reconciliation of capital accounts in underlying limited partnerships; monthly reconciliation of bank accounts; and a multi-layered review of financial reporting to ensure compliance with accounting standards and other reporting obligations.

Risk Management

The Audit and Risk Committee reviewed the Company's risk management framework during the year, including the ongoing impact of COVID-19 on the Company and confirmed it was satisfied that it was appropriate for the Company's requirements. Further details of the principal risks and uncertainties facing the Company are given on pages 26 to 29. This is in accordance with relevant best practice as detailed in the FRC's guidance on Risk Management, Internal Control, and Related Financial and Business Reporting.

During the year, the Committee clarified the relative responsibilities regarding risk between the Committee and the Board. The Audit and Risk Committee is responsible for the overall risk framework, for mapping each risk through the framework, and for conducting specific risk reviews, while the Board is responsible for setting risk appetite, identifying and assessing risks in terms of potential impact and likelihood, and considering emerging and topical risks.

Financial Risks

The Company is funded from equity balances, comprising issued Ordinary Share capital, as detailed in Note 1 to the Financial Statements, and retained earnings. The Company has access to borrowings pursuant to the credit facility of up to $700 million. As at 26 May 2022, the credit facility remained undrawn. Although the Company's currency exposure is currently not hedged, the Company's stance on hedging is kept under review by the Audit and Risk Committee.

The Investment Manager and the Directors ensure that all investment activity is performed in accordance with the investment guidelines. The Company's investment activities expose it to various types of risks that are associated with the financial instruments and markets in which it invests. Risk is inherent in the Company's activities and it is managed through a process of ongoing identification, measurement, and monitoring. The financial risks to which the Company is exposed include market risk, liquidity risk, and cash flow risk.

Regulatory Compliance

The Audit and Risk Committee has engaged with the Administrator's compliance team to ensure that the Company fulfils its regulatory obligations. A Compliance Monitoring Plan is in place and is regularly reviewed by the Committee.

Audited Financial Statements and Significant Reporting Matters
As part of the 31 January 2022 year-end audit, the Audit and Risk Committee reviewed and discussed the most relevant issues for the Company, most notably the risk of misstatement or manipulation of the valuation of its investments in underlying HarbourVest funds, the ongoing impact of COVID-19, and of the invasion of Ukraine by Russia after the year-end, specifically with regard to the Board's statements on going concern and viability.

The Audit and Risk Committee remains satisfied that the valuation techniques used are accurate and appropriate for the Company's investments and consistent with the requirements of US GAAP. The Audit and Risk Committee ensures that the Board is kept regularly informed of relevant updates or changes to US GAAP that impact the Company, including but not limited to valuation principles.

During the year the Audit and Risk Committee kept the risks associated with the pandemic and the measures adopted by HarbourVest Partners and other service providers under review, to ensure continuity of service to the Company. The Committee also reviewed all of the Company's risks through the lens of COVID-19. It recommended changes to the Company's risk matrix that are reflected in the "Principal Risks and Uncertainties" section on pages 26 and 29.

Fair, balanced, and understandable
As a result of the work performed, the Audit and Risk Committee has concluded that the Audited Financial Statements for the year ended 31 January 2022 are fair, balanced, and understandable, and provide the information necessary for shareholders to assess the Company's position and performance, business model, and strategy. It has reported on these findings to the Board.

Corporate Governance
The Audit and Risk Committee continues to monitor the Board's assessment of the Company's compliance with the AIC Code of Corporate Governance for Investment Companies (the 2019 edition).

Governance and Effectiveness
The Committee conducted a review of its activities against its constitution and terms of reference in respect of the year under review and concluded that all requisite activities had been undertaken. Minor amendments to the terms of reference were proposed and approved.

Other Matters
During the year the Committee conducted a "deep dive" review of the Company's structure and tax position. This will now be an annual exercise.

In presenting this report, I have set out for the Company's shareholders the key areas on which the Audit and Risk Committee focuses. If any shareholders would like any further information about how the Audit and Risk Committee operates and its review process, I, or any of the other members of the Audit and Risk Committee, would be pleased to meet them to discuss this.

Steven Wilderspin
Chair of the Audit and Risk Committee
26 May 2022

Nomination Committee and Management Engagement and Service Provider Committee

Nomination Committee

About the Committee

The Nomination Committee was established on 24 November 2015 and is chaired by the Chair of the Company. Its members are outlined on page 80.

There was one scheduled meeting held during the year. All members attended the meeting held. The mandate of the Nomination Committee is to consider issues related to the identification and appointment of Directors to the Board.

Activities of the Committee

Changes to Board Composition

In accordance with the approach to succession planning outlined below, Anulika Ajufo was appointed as a Director with effect from 19 May 2022 and will stand for election by shareholders at the 2022 AGM.

Approach to Succession Planning

To help facilitate an orderly succession process, the Nomination Committee considered the results of the Board's last review of its composition requirements, designed to ensure that the Board demonstrated an appropriate balance of skills, knowledge, experience, and diversity. Following the appointment of Libby Burne with effect from 1 March 2021, the Committee implemented the next stage of the Board refreshment and prepared a role profile for a new independent Director, engaging a third-party recruitment firm, Odgers Berndston, to assist it in the search. The Committee reviewed a long list of candidates and, following a detailed evaluation, selected suitable candidates for first round interviews and proposed a sub-set of these for interview by the entire Board. In May 2022, the Committee made a formal recommendation to the Board that Anulika Ajufo be appointed as a Director. The Board agreed with this recommendation and Anulika Ajufo was appointed with effect from 19 May 2022.

Odgers Berndston has no connections to the Company or its Directors.

Governance and Effectiveness

During the year, the Nomination Committee conducted a review of its activities against its constitution and terms of reference in respect of the year under review and concluded that it had satisfactorily complied with all of its terms of reference.

Management Engagement and Service Provider Committee

About the Committee

The MESPC was established on 24 November 2015 and is currently chaired by Ms Barnes. The members are outlined on page 80. The other Directors of the Company may attend by invitation of the Committee.

The MESPC held two meetings in the year under review and all members of the Committee attended the meetings.

Activities of the Committee

In the course of the year under review, the MESPC conducted a review of the Company's service providers to ensure the safe and accurate management and administration of the Company's affairs and business under terms which were competitive and reasonable for the shareholders.

Investment Manager Review

Due to continuing travel restrictions imposed by COVID-19, the annual Investment Manager review was undertaken virtually, in July 2021, rather than in person. As part of this review, the Board received presentations from the investment committee, as well as various operational teams and the senior management of the Investment Manager regarding investment strategy, ESG processes, and other matters relating to the Company's affairs. Following this review, the Board discussed its conclusions with the Investment Manager. The Board and MESPC Committee are satisfied with the performance of the Investment Manager with respect to investment returns and the overall level of service provided to the Company. Subject to the continued easing of travel restrictions, it is anticipated that the Board as a whole will undertake visits to the Investment Manager's offices in Boston and London during the next financial year. In accordance with its terms of reference, the MESPC carries out a formal review of the Investment Management Agreement every three years and following that review will recommend any changes to the Board for consideration. The next review is due to take place during 2022.

MESPC Review

The MESPC met in November 2021 and conducted a detailed review of the performance of all key service providers to the Company for the year to January 2022 against the following criteria:

> scope of service;

> key personnel;

> key results achieved for the Company;

> fees charged to the Company;

> breaches and errors in the year under review;

> ESG policies and initiatives;

> anti-slavery policies;

> anti-bribery controls;

> cyber security and IT controls environment; and

> General Data Protection Regulation ("GDPR") compliance.

Governance and Effectiveness

In November 2021, the MESPC conducted a review of its activities against its constitution and terms of reference in respect of the year under review and concluded that it had satisfactorily complied with all of its terms of reference.

Remuneration Committee and Inside Information Committee

Remuneration Committee

About the Committee

The Remuneration Committee was established on 23 March 2021 and is chaired by the Senior Independent Director of the Company, currently Mr Hodson. The members are outlined on page 80. The other Directors of the Company may attend by invitation of the Committee.

The Remuneration Committee has delegated responsibility for determining the policy for Directors' remuneration and setting the remuneration of the Chair of the Board. The Committee also makes recommendations to the Board for the Directors' remuneration levels which shall be determined in accordance with the Company's Articles of Association. Remuneration will not include performance-related elements.

There was one scheduled meeting held during the year. All members attended the meeting held. The Committee approved incremental increases in the fees paid to the independent Directors as well as small additional fees to the Senior Independent Director and the Chairs of Committees of the Board, to take effect from 1 February 2022. It was confirmed that non-Independent Directors do not receive any remuneration.

Inside Information Committee

About the Committee

The Committee was formed on 12 July 2016 to consider information which may need to be made public in order for the Company to comply with its obligations under the UK Market Abuse Regulation ("UK MAR"). It met twice during the year and issued two flash NAV per share updates as a result of the meetings.

Directors' remuneration report

An ordinary resolution for the approval of this Directors' Remuneration Report will be put to shareholders at the forthcoming AGM to be held on 20 July 2022.

There are no long-term incentive schemes provided by the Company and no performance fees are paid to Directors. Directors affiliated to HarbourVest do not receive any fees.

No Director has a service contract with the Company; however, each Director is appointed by a letter of appointment which sets out the terms of the appointment.

Directors are remunerated in the form of fees, payable quarterly in arrears to the Director personally. The table below details the fees paid to each Director of the Company for the years ended 31 January 2021 and 31 January 2022. The Company's Articles limit the aggregate fees payable to Directors to a maximum of £550,000 per annum. Following the recommendation of the Remuneration Committee, the Board approved increases in the fees paid to the Independent Directors to take effect from 1 February 2022. The rationale for this change was that it represented two years' incremental increases to reflect the time commitment required given the complexity of the Company. In reaching this recommendation, the Committee carried out a review of the marketplace by reference to a number of external remuneration studies.

Under the Company's Articles, Directors are entitled to additional ad-hoc remuneration for project work outside of the scope of their ordinary duties. No such payments were made in the year ended 31 January 2022.

Director	Role	**Fees Paid for the 12 Months ended 31 January 2022**	Fees Paid for the 12 Months Ended 31 January 2021
Francesca Barnes	Independent Director	**£54,000**	£54,000
Libby Burne	Independent Director	**£45,150**	n/a[1]
Carolina Espinal	Director	**Nil**	Nil
Alan Hodson	Independent Director	**£54,000**	£54,000
Andrew Moore	Independent Director	**£30,082**[2]	£54,000
Ed Warner	Chair, Independent Director	**£100,000**	£75,127[3]
Steven Wilderspin	Audit and Risk Committee Chair	**£64,000**	£64,000
Peter Wilson	Director	**Nil**	Nil

1 Ms Burne was appointed with effect from 1 March 2021

2 Mr Moore retired from the Board on 22 July 2021

3 Mr Warner was appointed Chair of the Board of Directors on 22 July 2020

Role	Revised fees for the year to 31 Jan 2023
Chair, Independent Director	£107,000
Audit and Risk Committee Chair	£68,500
Independent Director	£57,000
Additional fee payable to the Senior Independent Director and the Chair of the MESPC	£3,000

Ed Warner
Chair
26 May 2022

Steven Wilderspin
Chair of the Audit and Risk Committee

Statement of Compliance with the AIC Code of Corporate Governance

The Directors place a large degree of importance on ensuring that high standards of corporate governance are maintained and aim to comply to the greatest extent possible with the provisions of the AIC Code published in February 2019.

The Board has considered the principles and provisions of the AIC Code. The AIC Code addresses all the principles and provisions set out in the 2018 UK Corporate Governance Code (the "UK Code"), as well as setting out additional provisions on issues that are of specific relevance to the Company. The AIC Code has been endorsed by the Financial Reporting Council ("FRC") and the Guernsey Financial Services Commission ("GFSC"). By reporting against the AIC Code, the Company is meeting its obligations under the UK Code, the 2011 GFSC Finance Sector Code of Corporate Governance, and the associated disclosure requirements set out under paragraph 9.8.6R of the Financial Conduct Authority's ("FCA's") Listing Rules. The Board considers that reporting against the principles and provisions of the AIC Code provides more relevant information to stakeholders. The AIC Code is available on the AIC website: www.theaic.co.uk.

The Company complied with all the principles and provisions of the AIC Code during the year ended 31 January 2022 except for a difference relating to the duties of the Nomination Committee. Details of this difference, which constitutes an ongoing exception to one of the principles of the AIC Code, are set out below:

The Duties of the Nomination Committee

As set out on page 86, the Board has established a Nomination Committee, but it has chosen to limit its remit to focus purely on the identification and nomination of Board candidates to fill Independent Director Board vacancies as and when they arise. Other matters relating to the structure, size, and composition of the Board, and plans in respect of tenure and succession for Independent Directors form part of the matters reserved for the entire Board. The Directors believe that their deliberations in relation to these matters benefit from the input from all the Directors, including those appointed by HarbourVest.

Set out below is where stakeholders can find further information within the Annual Report about how the Company has complied with the various principles and provisions of the AIC Code.

1. Board Leadership and Purpose

Purpose	On page 1
Strategy	On pages 74 and 75
Values and culture	On page 80
Shareholder engagement	On pages 22 to 25
Stakeholder engagement	On pages 22 to 25

2. Division of responsibilities

Director independence	On page 75
Board meetings	On page 81
Relations with Investment Manager	Investment Manager on page 22 and Investment Manager's report on pages 34 to 37
Management Engagement Committee	On page 86

3. Composition, Succession, and Evaluation

Nomination Committee	On page 86
Director re-election	On pages 81 and 82
Use of an external search agency	Approach to Succession Planning on page 86
Board evaluation	Board and Committees Evaluation on page 82

4. Audit, Risk, and Internal Control

Audit and Risk Committee	On pages 83 to 85
Emerging and principal risks	On pages 26 to 29
Risk management and internal control systems	On page 84
Going concern statement	On page 78
Viability statement	On page 79

5. Remuneration

Directors' remuneration report	On page 88

Financial Statements

Independent Auditor's Report

to the Members of HarbourVest Global Private Equity Limited

Opinion

We have audited the Financial Statements (the "Financial Statements") of HarbourVest Global Private Equity Limited (the "Company") and its subsidiaries (together the "Group") for the year ended 31 January 2022, which comprise the Consolidated Statements of Assets and Liabilities, the Consolidated Statements of Operations, the Consolidated Statements of Changes in Net Assets, the Consolidated Statements of Cash Flows, the Consolidated Schedule of Investments, and the related Notes 1 to 11, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United States Generally Accepted Accounting Principles ("US GAAP").

In our opinion, the Financial Statements:

> give a true and fair view of the state of the Group's affairs as at 31 January 2022 and of its profit for the year then ended;

> have been properly prepared in accordance with US GAAP; and

> have been properly prepared in accordance with the requirements of the Companies (Guernsey) Law, 2008.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements, including the UK FRC's Ethical Standard as applied to listed public interest entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

The non-audit services prohibited by the FRC's Ethical Standard were not provided to the Company and we remain independent of the Company in conducting the audit.

Conclusions Relating to Going Concern

In auditing the Financial Statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the Financial Statements is appropriate. Our evaluation of the Directors' assessment of the Company's ability to continue to adopt the going concern basis of accounting included:

> We discussed with the Directors their assessment of going concern, which included four scenario analysis models, including the 'Base Case' and 'Extreme Downside' scenarios, the 'Base Case' being considered by the Directors to be the most likely scenario;

> We ascertained that the going concern assessment covered a period up until 30 June 2023 from the date of approval of the Financial Statements;

> We reviewed the arithmetical accuracy of the 'Base Case' and 'Extreme Downside' scenario models;

> For the 'Base Case' scenario, we reviewed the working capital documentation which supports the Directors' assessment of going concern;

> We considered the estimation uncertainty of the prior year's most likely scenario by comparing it to the Group's actual performance to date, discussed the material movements with the Board and the Investment Manager, and obtained the required supporting documentation;

> For the 'Extreme Downside' scenario, we challenged the sensitivities and assumptions used in the forecast through reverse stress testing to understand how severe the downside scenario would have to be to result in the elimination of liquidity headroom or a covenant breach;

> We held discussions with the Audit and Risk Committee and Investment Manager to determine whether, in their opinion, there is any material uncertainty regarding the Company's ability to pay liabilities and commitments as they fall due. Through these discussions we considered and challenged the options available to the Company if it were in a stressed scenario. These options included but were not limited to the use of credit facilities and sales in the secondary market;

> We assessed whether the commitments made to underlying investments cast significant doubt over the going concern status of the Group and compared the historical calls made by underlying investments as a % of the total commitments made, including a discussion with the Investment Manager regarding the possibility for uncalled commitments to be called;

> We confirmed available bank facility balances to understand the potential impact of the leverage in the underlying funds;

> We recalculated the forecast debt covenants on external loans to validate compliance within the going concern period;

> We considered whether the Directors' assessment of going concern as included in the Annual Report is appropriate and consistent with the disclosure in the Viability Statement; and

> We evaluated the disclosures made in the Annual Report and Consolidated Financial Statements regarding going concern to ascertain that they are in accordance with US GAAP and have complied with, or explained reasons for non-compliance, with all the AIC Code of Corporate Governance provisions.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's ability to continue as a going concern over a period from the date of approval of the Financial Statements up until 30 June 2023.

In relation to the Group's reporting on how it has applied the UK Corporate Governance Code, we have nothing material to add or draw attention to in relation to the Directors' Statement in the Financial Statements about whether the Directors considered it appropriate to adopt the going concern basis of accounting.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's ability to continue as a going concern.

Overview of Our Audit Approach

Key audit matters	Risk of misstatement or manipulation of the valuation of the Group's investments in the underlying Primary or Secondary HarbourVest funds, together the "HarbourVest investment funds".
Materiality	Overall materiality of $78.4m which represents 2% of Net Assets.

An Overview of the Scope of Our Audit

Tailoring the Scope

Our assessment of audit risk, our evaluation of materiality, and our allocation of performance materiality determine our audit scope for the Company. This enables us to form an opinion on the Financial Statements. We take into account size, risk profile, the organisation of the Company, and effectiveness of controls, including controls and changes in the business environment, when assessing the level of work to be performed.

The audit was led from Guernsey and utilised audit team members from the Boston office of Ernst & Young LLP in the US. We operated as an integrated audit team across the two jurisdictions, and we performed audit procedures and responded to the risk identified as described below.

The Group comprises the Company and its five wholly owned subsidiaries as explained in Note 2 to the Financial Statements. The Company, each subsidiary, and the consolidation are subject to full scope audit procedures. Other than the investments which the Company holds directly, the subsidiaries own the investments, which are set out in the Consolidated Schedule of Investments, and on which we performed our work on valuation.

Climate Change

The Company has explained climate-related risks in the "Purposeful growth (ESG)" section which forms part of the "Other Information", rather than the audited Financial Statements. Our procedures on these disclosures therefore consisted solely of considering whether these disclosures are materially inconsistent with the Company's Financial Statements, or our knowledge obtained in the course of the audit, or otherwise appear to be materially misstated.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements of the current period and include the most significant assessed risks of material misstatement (whether or not due to fraud) that we identified. These matters included those which had the greatest effect on: the overall audit strategy, the allocation of resources in the audit, and directing the efforts of the engagement team. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in our opinion thereon, and we do not provide a separate opinion on these matters.

Independent Auditor's Report continued

Risk	Our Response to the Risk	Key Observations Communicated to the Audit and Risk Committee
Misstatement or manipulation of the valuation of the Group's investments in the underlying Primary or Secondary HarbourVest funds, together the "HarbourVest investment funds" ($3,633 million; 2021: $2,889 million). Refer to the Accounting policies and Note 4 of the Financial Statements. There is a risk that the valuation of the Group's investments at 31 January 2022, which comprise 92.6% (2021: 100.6%) of net assets is materially misstated. The valuation of the investments is the principal driver of the Group's net asset value ("NAV") and hence incorrect valuations would have a significant impact on the NAV and performance of the Group.	**Our response comprised the performance of the following procedures:** > Confirmed and documented our understanding of the Group's processes, controls, and methodologies for valuing investments held by the Group in the HarbourVest investment funds, including the use of the practical expedient as set out in Accounting Standard Codification (ASC) Topic 820 Fair Value Measurement by performing our walkthrough processes and evaluating the implementation and design effectiveness of controls; > We also utilised the System and Organisation Controls 1 Report for Private Equity Fund Administration Report on Controls Placed in Operation and Tests of Operating Effectiveness of HarbourVest Partner LLC to confirm our understanding of the production on the NAVs of the HarbourVest investment funds; > Agreed 100% by value of the individual net asset values of each HarbourVest investment fund to its underlying audited NAV in the corresponding Financial Statements as at 31 December 2021 which, prior to adjustments, formed the basis for the Group's carrying amount as at 31 January 2022; and > We obtained a schedule of all adjustments made to those audited NAV between 1 January 2022 and 31 January 2022, and: – Verified contributions and distributions made to/from the HarbourVest investment funds to supporting bank statements; – Recalculated a sample of accrued management fees in the HarbourVest investment funds based on the terms of the signed management agreements and agreed terms to relevant supporting documents; – Verified foreign exchange rate changes to independent third-party sources, and their application to any HarbourVest investment funds denominated in foreign currencies; – Considered whether there were changes in market conditions during the period 1 January 2022 to 31 January 2022 that could have had a material impact when applied to the key sensitive inputs to the valuations of the direct investments of the HarbourVest investment funds; – Considered whether there were changes in market conditions during the period 1 January 2022 to 31 January 2022 that could have had a material impact when applied to the marketable securities held by the HarbourVest investment funds; – Independently sourced third-party prices and verified fair value changes on publicly traded securities held in the HarbourVest investment funds; – Verified that there were no post-closing adjustments since 31 December 2021 and that there were no material changes to the NAV subsequent to the HarbourVest investment funds' finalised financial reporting process.	We reported to the Audit and Risk Committee that we did not identify any instances of the use of inappropriate methodologies and that the valuation of the Group's investments in the HarbourVest investment funds were not materially misstated.

Our Application of Materiality

We apply the concept of materiality in planning and performing the audit, in evaluating the effect of identified misstatements on the audit, and in forming our audit opinion.

Materiality

The magnitude of an omission or misstatement that, individually or in the aggregate, could reasonably be expected to influence the economic decisions of the users of the financial statements. Materiality provides a basis for determining the nature and extent of our audit procedures.

We determined materiality for the Group to be $78.4 million (2021: $57.5 million), which is 2% (2021: 2%) of net assets. We believe that net assets provides us with a basis for determining the nature, timing, and extent of risk assessment procedures, identifying and assessing the risk of material misstatement, and determining the nature, timing, and extent of further audit procedures. We used the net assets as a basis for determining planning materiality because the Group's primary performance measures for internal and external reporting are based on net assets as we consider it is the measure most relevant to the stakeholders of the Group.

We calculated materiality during the planning stage of the audit, and during the course of our audit we reassessed initial materiality based on 31 January 2022 net assets.

Performance Materiality

The application of materiality at the individual account or balance level. It is set at an amount to reduce to an appropriately low level the probability that the aggregate of uncorrected and undetected misstatements exceeds materiality.

On the basis of our risk assessments, together with our assessment of the company's overall control environment, our judgement was that performance materiality was 75% (2021: 75%) of our planning materiality, namely $58.8m (2021: $43.1m). Our objective in adopting this approach was to ensure that total uncorrected and undetected audit differences in the Financial Statements did not exceed our materiality level. We have set performance materiality at this percentage given that there is no history of material misstatements, the likelihood of misstatement in the future is deemed low, we have a strong understanding of the control environment, there were no changes in circumstances (such as a change in accounting personnel or events out of the normal course of business) and it is not a close monitored audit, and hence we consider 75% to be reasonable.

Reporting Threshold

An amount below which identified misstatements are considered as being clearly trivial.

We agreed with the Audit and Risk Committee that we would report to them all uncorrected audit differences in excess of $3.9m (2021: $2.9m), which is set at 5% of planning materiality, as well as differences below that threshold that, in our view, warranted reporting on qualitative grounds.

We evaluate any uncorrected misstatements against both the quantitative measures of materiality discussed above and in light of other relevant qualitative considerations in forming our opinion.

Other Information

The other information comprises the information included in the Annual Report, other than the Financial Statements and our auditor's report thereon. The Directors are responsible for the other information contained within the Annual Report.

Our opinion on the Financial Statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the Financial Statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on Which We Are Required To Report by Exception

We have nothing to report in respect of the following matters in relation to which The Companies (Guernsey) Law, 2008 requires us to report to you if, in our opinion:

> proper accounting records have not been kept by the Company; or

> the Financial Statements are not in agreement with the Company's accounting records and returns; or

> we have not received all the information and explanations we require for our audit.

Corporate Governance Statement

We have reviewed the Directors' statement in relation to going concern, longer-term viability and that part of the Corporate Governance Statement relating to the Group's compliance with the provisions of the UK Corporate Governance Code specified for our review by the Listing Rules.

Based on the work undertaken as part of our audit, we have concluded that each of the following elements of the Corporate Governance Statement is materially consistent with the Financial Statements or our knowledge obtained during the audit:

> Directors' statement with regards to the appropriateness of adopting the going concern basis of accounting and any material uncertainties identified set out on page 78;

> Directors' explanation as to its assessment of the Company's prospects, the period this assessment covers, and why the period is appropriate set out on page 78;

> Directors' statement on whether it has a reasonable expectation that the Group will be able to continue in operation and meets its liabilities set out on page 78;

> Directors' statement on fair, balanced, and understandable set out on page 85;

> Board's confirmation that it has carried out a robust assessment of the emerging and principal risks set out on pages 26 to 29;

> The section of the Annual Report that describes the review of effectiveness of risk management and internal control systems set out on page 84; and

> The section describing the work of the Audit and Risk Committee set out on page 83.

Responsibilities of Directors

As explained more fully in the Statement of Directors' Responsibilities set out on page 79, the Directors are responsible for the preparation of the Financial Statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the Company and its management.

> We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are:

- Financial Conduct Authority ("FCA") Listing Rules;
- Disclosure Guidance and Transparency Rules ("DTR") of the FCA;
- The 2018 UK Corporate Governance Code;
- The 2019 AIC Code of Corporate Governance;
- The Companies (Guernsey) Law, 2008, as amended.

> We understood how the Group is complying with those frameworks by:

- Discussing the processes and procedures used by the Directors, the Investment Manager, the Company Secretary, and Administrator to ensure compliance with the relevant frameworks;
- Inspecting the Group's relevant documented policies, processes, and procedures; and
- Reviewing internal reports that evidence compliance testing.

> We assessed the susceptibility of the Group's Financial Statements to material misstatement, including how fraud might occur by:
  - Undertaking the audit procedures set out in the "Key Audit Matters" section above, and reading the Financial Statements to check that the disclosures are consistent with the relevant regulatory requirements;
  - Obtaining an understanding of entity-level controls and considering the influence of the control environment;
  - Obtaining management's assessment of fraud risks including an understanding of the nature, extent, and frequency of such assessment documented in the HVPE Risk Review;
  - Making inquiries with those charged with governance as to how they exercise oversight of management's processes for identifying and responding to fraud risks and the controls established by management to mitigate specifically those risks the entity has identified, or that otherwise help to prevent, deter, and detect fraud;
  - Making inquiries with management and those charged with governance regarding how they identify related parties including circumstances related to the existence of a related party with dominant influence; and
  - Making inquiries with management and those charged with governance regarding their knowledge of any actual or suspected fraud or allegations of fraudulent financial reporting affecting the Group.

> Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved:
  - Having discussions with those charged with governance, the Investment Manager, the Company Secretary, and Administrator to obtain an understanding of how instances of non-compliance with relevant laws and regulations are identified;
  - Reviewing Board minutes and internal compliance reporting;
  - Inspecting correspondence with regulators;
  - Reviewing the Financial Statements to check that they comply with the reporting requirements of the Group; and
  - Obtaining relevant written representations from the Board of Directors.

A further description of our responsibilities for the audit of the Financial Statements is located on the Financial Reporting Council's website at https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Other Matters We are Required to Address

> Following the recommendation from the Audit and Risk Committee, we were appointed by the Company on 2 November 2007 to audit the Financial Statements for the year ending 31 January 2008 and subsequent financial periods.

  The period of total uninterrupted engagement including previous renewals and reappointments is 15 years, covering the years ended 31 January 2008 to 31 January 2022.

> The audit opinion is consistent with the additional report to the Audit and Risk Committee.

Use of Our Report

This report is made solely to the Company's members, as a body, in accordance with Section 262 of The Companies (Guernsey) Law, 2008. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Richard Geoffrey Le Tissier
For and on behalf of Ernst & Young LLP
Guernsey
26 May 2022

Notes:

1. The maintenance and integrity of the Company's website is the sole responsibility of the Directors; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditor accepts no responsibility for any changes that may have occurred to the Financial Statements since they were initially presented on the website.
2. Legislation in Guernsey governing the preparation and dissemination of Financial Statements may differ from legislation in other jurisdictions.

Report of Independent Auditors

To the Directors of HarbourVest Global Private Equity Limited

Opinion

We have audited the Consolidated Financial Statements of HarbourVest Global Private Equity Limited (the "Company") and its subsidiaries (together the "Group"), which comprise the Consolidated Statements of Assets and Liabilities, including the Consolidated Schedules of Investments, as of January 31, 2022 and 2021, and the related Consolidated Statements of Operations, the Consolidated Statements of Changes in Net Assets, the Consolidated Statements of Cash Flows for the years then ended, and the related Notes 1 to 11 (collectively referred to as the "Financial Statements").

In our opinion, the accompanying Financial Statements present fairly, in all material respects, the financial position of the Group at January 31, 2022 and 2021, and the results of its operations, changes in its net assets, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the Group and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of Financial Statements that are free of material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Group's ability to continue as a going concern for one year after the date that the Financial Statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free of material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the Financial Statements.

In performing an audit in accordance with GAAS, we:

> Exercise professional judgement and maintain professional scepticism throughout the audit.

> Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the Financial Statements.

> Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control. Accordingly, no such opinion is expressed.

> Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the Financial Statements.

> Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Group's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Information

Management is responsible for the other information. The other information comprises the Strategic Report, Governance, and Other Information but does not include the Financial Statements and our auditor's report thereon. Our opinion on the Financial Statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the Financial Statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Ernst & Young LLP
Guernsey, Channel Islands
26 May 2022

Consolidated Statements of Assets and Liabilities

For the Years Ended 31 January 2022 and 2021

In US Dollars	2022 (in thousands*)	2021 (in thousands*)
Assets		
Investments (Note 4)	**3,633,361**	2,889,178
Cash and equivalents	**284,023**	98,416
Other assets	**7,865**	7,062
Total assets	**3,925,249**	2,994,656
Liabilities		
Accounts payable and accrued expenses	**3,280**	2,072
Accounts payable to HarbourVest Advisers L.P. (Note 9)	**36**	73
Amounts due under the credit facility (Note 6)	**-**	120,000
Total liabilities	**3,316**	122,145
Commitments (Note 5)		
Net assets	**$3,921,933**	$2,872,511
Net assets consist of		
Shares, unlimited shares authorised, 79,862,486 shares issued and outstanding at 31 January 2022 and 2021, no par value	**3,921,933**	2,872,511
Net assets	**$3,921,933**	$2,872,511
Net asset value per share	**$49.11**	$35.97

* Except net asset value per share

The accompanying notes are an integral part of the Financial Statements.

The Financial Statements on pages 99 to 113 were approved by the Board on 26 May 2022 and were signed on its behalf by:

Ed Warner
Chair

Steven Wilderspin
Chair of the Audit and Risk Committee

Consolidated Statements of Operations

For the Years Ended 31 January 2022 and 2021

In US Dollars	**2022 (in thousands)**	2021 (in thousands)
Realised and unrealised gains on investments		
Net realised gain on investments	**586,396**	107,439
Net change in unrealised appreciation on investments	**477,401**	574,813
Net gain on investments	**1,063,797**	682,252
Investment income		
Interest and dividends from cash and equivalents	**13**	1,484
Expenses		
Non-utilisation fees (Note 6)	**5,346**	4,923
Investment services (Note 2)	**2,612**	2,176
Interest expense	**1,885**	3,013
Financing expenses	**1,679**	1,538
Management fees (Note 3)	**757**	762
Professional fees	**720**	690
Directors' fees and expenses (Note 9)	**498**	480
Marketing expenses	**316**	224
Tax expenses	**8**	57
Other expenses	**567**	49
Total expenses	**14,388**	13,912
Net investment loss	**(14,375)**	(12,428)
Net increase in net assets resulting from operations	**$1,049,422**	$669,824

The accompanying notes are an integral part of the Financial Statements.

Consolidated Statements of Changes in Net Assets

For the Years Ended 31 January 2022 and 2021

In US Dollars	2022 (in thousands)	2021 (in thousands)
Increase in net assets from operations		
Net realised gain on investments	**586,396**	107,439
Net change in unrealised appreciation	**477,401**	574,813
Net investment loss	**(14,375)**	(12,428)
Net increase in net assets resulting from operations	**1,049,422**	669,824
Net assets at beginning of year	**2,872,511**	2,202,687
Net assets at end of year	**$3,921,933**	$2,872,511

The accompanying notes are an integral part of the Financial Statements.

Consolidated Statements of Cash Flows

For the Years Ended 31 January 2022 and 2021

In US Dollars	**2022 (in thousands)**	2021 (in thousands)
Cash flows from operating activities		
Net increase in net assets resulting from operations	**1,049,422**	669,824
Adjustments to reconcile net increase in net assets resulting from operations to net cash provided by (used in) operating activities:		
Net realised gain on investments	**(586,396)**	(107,439)
Net change in unrealised appreciation on investments	**(477,401)**	(574,813)
Contributions to private equity investments	**(514,938)**	(430,949)
Distributions from private equity investments	**834,552**	289,543
Other	**368**	1,634
Net cash provided by (used in) operating activities	**305,607**	(152,200)
Cash flows from financing activities		
Proceeds from borrowing on the credit facility	**80,000**	200,000
Repayments in respect of the credit facility	**(200,000)**	(80,000)
Net change in financing activities	**(120,000)**	120,000
Net increase (decrease) in cash and equivalents	**185,607**	(32,200)
Cash and equivalents at beginning of year	**98,416**	130,616
Cash and equivalents at end of year	**$284,023**	$98,416

The accompanying notes are an integral part of the Financial Statements.

Consolidated Schedule of Investments

At 31 January 2022

In US Dollars

US Funds	Unfunded Commitment (in thousands)	Amount Invested* (in thousands)	Distributions Received (in thousands)	Fair Value (in thousands)	Fair Value as a % of Net Assets
HarbourVest Partners V-Partnership Fund L.P.	2,220	46,709	45,924	915	0.0
HarbourVest Partners VI-Direct Fund L.P.	1,313	46,722	38,405	3,705	0.1
HarbourVest Partners VI-Partnership Fund L.P.	5,175	204,623	237,227	786	0.0
HarbourVest Partners VII-Venture Partnership Fund L.P.†	2,319	135,290	203,839	3,673	0.1
HarbourVest Partners VII-Buyout Partnership Fund L.P.†	3,850	74,417	103,486	184	0.0
HarbourVest Partners VIII-Cayman Mezzanine and Distressed Debt Fund L.P.	2,000	48,202	60,766	4,080	0.1
HarbourVest Partners VIII-Cayman Buyout Fund L.P.	7,500	245,259	392,851	33,469	0.9
HarbourVest Partners VIII-Cayman Venture Fund L.P.	1,000	49,192	84,940	24,875	0.6
HarbourVest Partners 2007 Cayman Direct Fund L.P.	2,250	97,877	160,808	5,257	0.1
HarbourVest Partners IX-Cayman Buyout Fund L.P.	10,473	60,808	73,709	61,575	1.6
HarbourVest Partners IX-Cayman Credit Opportunities Fund L.P.	2,500	10,049	9,245	7,690	0.2
HarbourVest Partners IX-Cayman Venture Fund L.P.	3,500	66,826	114,259	130,115	3.3
HarbourVest Partners 2013 Cayman Direct Fund L.P.	3,229	97,131	139,036	65,939	1.7
HarbourVest Partners Cayman Cleantech Fund II L.P.	2,000	18,056	11,083	26,972	0.7
HarbourVest Partners X Buyout Feeder Fund L.P.	65,520	186,508	118,114	224,411	5.7
HarbourVest Partners X Venture Feeder Fund L.P.	10,730	137,324	76,438	338,753	8.6
HarbourVest Partners Mezzanine Income Fund L.P.	8,155	42,067	61,619	15,931	0.4
HarbourVest Partners XI Buyout Feeder Fund L.P.	203,000	147,000	37,599	213,870	5.5
HarbourVest Partners XI Micro Buyout Feeder Fund L.P.	38,025	26,975	8,556	38,292	1.0
HarbourVest Partners XI Venture Feeder Fund L.P.	71,250	118,786	20,538	211,899	5.4
HarbourVest Adelaide Feeder L.P.	6,000	144,000	5,339	174,714	4.5
HarbourVest Partners XII Buyout Feeder Fund L.P.	245,000	–	–	984	0.0
HarbourVest Partners XII Micro Buyout Feeder Fund L.P.	45,000	–	–	4	0.0
HarbourVest Partners XII Venture Feeder Fund L.P.	135,000	–	–	890	0.0
Total US Funds	**877,008**	**2,003,821**	**2,003,781**	**1,588,985**	**40.5**

Consolidated Schedule of Investments continued

International/Global Funds	Unfunded Commitment (in thousands)	Amount Invested* (in thousands)	Distributions Received (in thousands)	Fair Value (in thousands)	Fair Value as a % of Net Assets
HarbourVest International Private Equity Partners III-Partnership Fund L.P.	3,450	147,729	148,440	457	0.0
HarbourVest International Private Equity Partners IV-Direct Fund L.P.	–	61,452	53,436	1,635	0.0
HIPEP V-2007 Cayman European Buyout Companion Fund L.P.§	1,599	63,880	84,434	715	0.0
Dover Street VII Cayman L.P.‡	4,250	95,586	132,298	3,195	0.1
HIPEP VI-Cayman Partnership Fund L.P.**	5,618	117,845	144,955	100,544	2.6
HIPEP VI-Cayman Asia Pacific Fund L.P.	2,500	47,687	50,367	34,028	0.9
HIPEP VI-Cayman Emerging Markets Fund L.P.	–	30,059	10,713	33,221	0.8
HVPE Avalon Co-Investment L.P.	–	85,135	124,574	–	–
Dover Street VIII Cayman L.P.	14,400	165,724	244,188	34,995	0.9
HVPE Charlotte Co-Investment L.P.	–	93,894	154,205	8,485	0.2
HarbourVest Global Annual Private Equity Fund L.P.	11,300	88,701	107,487	110,988	2.8
HIPEP VII Partnership Feeder Fund L.P.	19,063	105,938	65,503	171,243	4.4
HIPEP VII Asia Pacific Feeder Fund L.P.	2,100	27,900	13,111	40,662	1.0
HIPEP VII Emerging Markets Feeder Fund L.P.	3,000	17,000	6,245	23,625	0.6
HIPEP VII Europe Feeder Fund L.P.††	12,034	59,661	43,554	96,083	2.4
HarbourVest Canada Parallel Growth Fund L.P.‡‡	6,650	17,957	10,765	34,991	0.9
HarbourVest 2015 Global Fund L.P.	15,000	85,017	75,574	112,362	2.9
HarbourVest 2016 Global AIF L.P.	24,000	76,026	51,143	104,956	2.7
HarbourVest Partners Co-Investment IV AIF L.P.	7,000	93,000	82,102	108,069	2.8
Dover Street IX Cayman L.P.	17,000	83,000	71,318	78,623	2.0
HarbourVest Real Assets III Feeder L.P.	3,750	46,250	6,642	47,889	1.2
HarbourVest 2017 Global AIF L.P.	28,500	71,521	39,881	98,300	2.5
HIPEP VIII Partnership AIF L.P.	85,425	84,575	16,964	128,778	3.3
Secondary Overflow Fund III L.P.	27,025	67,735	57,423	77,769	2.0
HarbourVest Asia Pacific VIII AIF Fund L.P.	13,750	36,256	4,275	46,613	1.2
HarbourVest 2018 Global Feeder Fund L.P.	24,500	45,500	8,442	71,101	1.8
HarbourVest Partners Co-Investment V Feeder Fund L.P.	22,500	77,548	5,192	125,936	3.2
HarbourVest Real Assets IV Feeder L.P.	38,250	11,750	463	16,204	0.4
HarbourVest 2019 Global Feeder Fund L.P.	49,000	51,007	7,717	78,060	2.0
HarbourVest Credit Opportunities Fund II L.P.	28,500	21,500	1,134	23,786	0.6
Dover Street X Feeder Fund L.P.	87,000	63,018	17,592	89,841	2.3
Secondary Overflow Fund IV L.P.	52,792	52,055	16,700	63,675	1.6
HIPEP IX Feeder Fund L.P.	470,450	14,558	–	37,440	1.0
HarbourVest 2020 Global Feeder Fund L.P.	30,250	19,751	1,342	26,175	0.7
HarbourVest Partners Co-Investment VI Feeder Fund L.P.	100,000	–	–	107	0.0
HarbourVest Asia Pacific 5 Feeder Fund L.P.	210,000	–	–	(1,166)	(0.0)
HarbourVest 2021 Global Feeder Fund L.P.	157,250	12,801	–	14,990	0.4
Total International/Global Funds	**1,577,906**	**2,239,018**	**1,858,181**	**2,044,376**	**52.1**
Total Investments	**$2,454,914**	**$4,242,839**	**$3,861,962**	**$3,633,361**	**92.6**

* Includes purchase of limited partner interests for shares and cash at the time of HVPE's IPO.
† Includes ownership interests in HarbourVest Partners VII-Cayman Partnership entities.
‡ Includes ownership interest in Dover Street VII (AIV 1) Cayman L.P.
§ Fund denominated in euros. Commitment amount is €47,450,000.
** Fund denominated in euros. Commitment amount is €100,000,000.
†† Fund denominated in euros. Commitment amount is €63,000,000.
‡‡ Fund denominated in Canadian dollars. Commitment amount is C$32,000,000.

As of 31 January 2022, the cost basis of partnership investments is $2,030,502,000.

Totals and subtotals may not recalculate due to rounding.

The accompanying notes are an integral part of the Financial Statements.

Consolidated Schedule of Investments

At 31 January 2021

In US Dollars

US Funds	Unfunded Commitment (in thousands)	Amount Invested* (in thousands)	Distributions Received (in thousands)	Fair Value (in thousands)	Fair Value as a % of Net Assets
HarbourVest Partners V-Partnership Fund L.P.	2,220	46,709	45,924	924	0.0
HarbourVest Partners VI-Direct Fund L.P.	1,313	46,722	38,405	2,749	0.1
HarbourVest Partners VI-Partnership Fund L.P.	5,175	204,623	237,227	1,097	0.0
HarbourVest Partners VII-Venture Partnership Fund L.P.†	2,319	135,290	192,044	16,399	0.6
HarbourVest Partners VII-Buyout Partnership Fund L.P.†	3,850	74,417	102,016	1,688	0.1
HarbourVest Partners VIII-Cayman Mezzanine and Distressed Debt Fund L.P.	2,000	48,202	60,039	4,168	0.1
HarbourVest Partners VIII-Cayman Buyout Fund L.P.	7,500	245,259	367,877	47,829	1.7
HarbourVest Partners VIII-Cayman Venture Fund L.P.	1,000	49,192	75,249	27,771	1.0
HarbourVest Partners 2007 Cayman Direct Fund L.P.	2,250	97,877	160,808	4,269	0.1
HarbourVest Partners IX-Cayman Buyout Fund L.P.	10,473	60,808	57,470	62,330	2.2
HarbourVest Partners IX-Cayman Credit Opportunities Fund L.P.	2,500	10,049	7,605	7,501	0.3
HarbourVest Partners IX-Cayman Venture Fund L.P.	3,500	66,826	72,125	127,055	4.4
HarbourVest Partners 2013 Cayman Direct Fund L.P.	3,229	97,131	130,937	58,636	2.0
HarbourVest Partners Cayman Cleantech Fund II L.P.	3,100	16,956	5,340	19,648	0.7
HarbourVest Partners X Buyout Feeder Fund L.P.	112,140	139,888	41,111	182,885	6.4
HarbourVest Partners X Venture Feeder Fund L.P.	29,230	118,824	27,794	215,230	7.5
HarbourVest Partners Mezzanine Income Fund L.P.	8,155	42,067	26,148	35,001	1.2
HarbourVest Partners XI Buyout Feeder Fund L.P.	267,750	82,250	5,791	107,277	3.7
HarbourVest Partners XI Micro Buyout Feeder Fund L.P.	52,325	12,675	635	16,253	0.6
HarbourVest Partners XI Venture Feeder Fund L.P.	122,550	67,486	2,036	93,380	3.3
HarbourVest Adelaide Feeder L.P.	92,625	57,375	2,799	78,543	2.7
Total US Funds	**735,203**	**1,720,626**	**1,659,381**	**1,110,633**	**38.7**

Consolidated Schedule of Investments continued

International/Global Funds	Unfunded Commitment (in thousands)	Amount Invested* (in thousands)	Distributions Received (in thousands)	Fair Value (in thousands)	Fair Value as a % of Net Assets
HarbourVest International Private Equity Partners III-Partnership Fund L.P.	3,450	147,729	148,440	443	0.0
HarbourVest International Private Equity Partners IV-Direct Fund L.P.	–	61,452	53,436	1,636	0.1
HIPEP V-2007 Cayman European Buyout Companion Fund L.P.§	1,727	63,880	83,848	1,505	0.1
Dover Street VII Cayman L.P.‡	4,414	95,586	128,607	7,518	0.3
HIPEP VI-Cayman Partnership Fund L.P.**	6,067	117,845	108,821	122,570	4.3
HIPEP VI-Cayman Asia Pacific Fund L.P.	2,500	47,687	41,011	45,060	1.6
HIPEP VI-Cayman Emerging Markets Fund L.P.	–	30,059	8,702	31,787	1.1
HVPE Avalon Co-Investment L.P.	1,644	85,135	124,139	475	0.0
Dover Street VIII Cayman L.P.	16,200	163,924	199,885	71,111	2.5
HVPE Charlotte Co-Investment L.P.	–	93,894	146,161	17,510	0.6
HarbourVest Global Annual Private Equity Fund L.P.	12,300	87,701	67,210	114,804	4.0
HIPEP VII Partnership Feeder Fund L.P.	23,750	101,250	25,844	160,446	5.6
HIPEP VII Asia Pacific Feeder Fund L.P.	2,850	27,150	7,410	42,471	1.5
HIPEP VII Emerging Markets Feeder Fund L.P.	4,800	15,200	2,668	20,100	0.7
HIPEP VII Europe Feeder Fund L.P.††	16,052	56,717	17,715	84,559	2.9
HarbourVest Canada Parallel Growth Fund L.P.‡‡	8,256	16,285	4,294	26,843	0.9
HarbourVest 2015 Global Fund L.P.	17,000	83,017	41,802	107,211	3.7
HarbourVest 2016 Global AIF L.P.	30,500	69,526	34,008	81,601	2.8
HarbourVest Partners Co-Investment IV AIF L.P.	7,000	93,000	21,945	150,040	5.2
Dover Street IX Cayman L.P.	20,000	80,000	39,039	87,916	3.1
HarbourVest Real Assets III Feeder L.P.	7,000	43,000	5,917	36,451	1.3
HarbourVest 2017 Global AIF L.P.	40,000	60,021	12,204	84,132	2.9
HIPEP VIII Partnership AIF L.P.	114,750	55,250	6,792	75,751	2.6
Secondary Overflow Fund III L.P.	26,990	67,771	27,072	84,579	2.9
HarbourVest Asia Pacific VIII AIF Fund L.P.	23,000	27,006	2,718	32,503	1.1
HarbourVest 2018 Global Feeder Fund L.P.	32,200	37,800	895	47,740	1.7
HarbourVest Partners Co-Investment V Feeder Fund L.P.	30,000	70,048	–	100,012	3.5
HarbourVest Real Assets IV Feeder L.P.	50,000	–	–	1,333	0.0
HarbourVest 2019 Global Feeder Fund L.P.	65,000	35,007	216	45,435	1.6
HarbourVest Credit Opportunities Fund II L.P.	33,500	16,500	–	17,158	0.6
Dover Street X Feeder Fund L.P.	116,250	33,768	3,509	41,770	1.5
Secondary Overflow Fund IV L.P.	35,816	19,064	3,722	29,757	1.0
HIPEP IX Feeder Fund L.P.	40,000	–	–	299	0.0
HarbourVest 2020 Global Feeder Fund L.P.	45,000	5,001	–	6,020	0.2
Total International/Global Funds	**838,015**	**2,007,275**	**1,368,030**	**1,778,545**	**61.9**
Total Investments	**$1,573,218**	**$3,727,901**	**$3,027,411**	**$2,889,178**	**100.6**

* Includes purchase of limited partner interests for shares and cash at the time of HVPE's IPO.

† Includes ownership interests in HarbourVest Partners VII-Cayman Partnership entities.

‡ Includes ownership interest in Dover Street VII (AIV 1) Cayman L.P.

§ Fund denominated in euros. Commitment amount is €47,450,000.

** Fund denominated in euros. Commitment amount is €100,000,000.

†† Fund denominated in euros. Commitment amount is €63,000,000.

‡‡ Fund denominated in Canadian dollars. Commitment amount is C$32,000,000.

As of 31 January 2021, the cost basis of partnership investments is $1,890,413,000.

Totals and subtotals may not recalculate due to rounding.

The accompanying notes are an integral part of the Financial Statements.

Notes to Consolidated Financial Statements

Note 1 Company Organisation and Investment Objective

HarbourVest Global Private Equity Limited (the "Company" or "HVPE") is a closed-ended investment company registered with the Registrar of Companies in Guernsey under The Companies (Guernsey) Law, 2008. The Company's registered office is BNP Paribas House, St Julian's Avenue, St Peter Port, Guernsey GY1 1WA.

The Company was incorporated and registered in Guernsey on 18 October 2007. HVPE is designed to offer shareholders long-term capital appreciation by investing in a diversified portfolio of private equity investments. The Company invests in private equity through private equity funds and may make co-investments or other opportunistic investments. The Company is managed by HarbourVest Advisers L.P. (the "Investment Manager"), an affiliate of HarbourVest Partners, LLC ("HarbourVest"), a private equity fund of funds manager. The Company is intended to invest in and alongside existing and newly-formed HarbourVest funds. HarbourVest is a global private equity fund of funds manager and typically invests capital in primary partnerships, secondary investments, and direct investments across vintage years, geographies, industries, and strategies.

Operations of the Company commenced on 6 December 2007, following the initial global offering of the Class A Ordinary Shares.

Share Capital

At 31 January 2022, the Company's 79,862,486 shares continued to be listed on the London Stock Exchange under the symbol "HVPE". The shares are entitled to the income and increases and decreases in the net asset value ("NAV") of the Company, and to any dividends declared and paid, and have full voting rights. Dividends may be declared by the Board of Directors and paid from available assets subject to the Directors being satisfied that the Company will, immediately after payment of the dividend, satisfy the statutory solvency test prescribed by The Companies (Guernsey) Law, 2008.

Dividends would be paid to shareholders pro rata to their shareholdings.

The shareholders must approve any amendment to the Memorandum and Articles of Incorporation. The approval of 75% of the shares is required in respect of any changes that are administrative in nature, any material change from the investment strategy and/or investment objective of the Company, or any material change to the terms of the Investment Management Agreement.

There is no minimum statutory capital requirement under Guernsey law.

Investment Manager, Company Secretary, and Administrator

The Directors have delegated certain day-to-day operations of the Company to the Investment Manager and the Company Secretary and Administrator, under advice of the Directors, pursuant to service agreements with those parties, within the context of the strategy set by the Board. The Investment Manager is responsible for, among other things, selecting, acquiring, and disposing of the Company's investments, carrying out financing, cash management, and risk management activities, providing investment advisory services, including with respect to HVPE's investment policies and procedures, and arranging for personnel and support staff of the Investment Manager to assist in the administrative and executive functions of the Company.

Directors

The Directors are responsible for the determination of the investment policy of the Company on the advice of the Investment Manager and have overall responsibility for the Company's activities. This includes the periodic review of the Investment Manager's compliance with the Company's investment policies and procedures, and the approval of certain investments. A majority of Directors must be independent Directors and not affiliated with HarbourVest or any affiliate of HarbourVest.

Note 2 Summary of Significant Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's consolidated financial statements ("Financial Statements").

Basis of Preparation

The Company maintains an over-commitment strategy in an attempt to remain fully invested over time (refer to Note 5 on page 111 for further details on unfunded commitments). On an annual basis, HarbourVest prepares updated forecasts and predictions to provide assurance that the Company has sufficient resources to meet its ongoing requirements.

As part of this process the Investment Manager has created four revised model scenarios with varying degrees of decline in investment value and investment distributions, with the worst being an Extreme Downside scenario representing an impact to the portfolio that is worse than that experienced during the GFC. All four models verified that the Company has enough resources to meet the Company's upcoming financial obligations. However, in all circumstances HVPE can take steps to limit or mitigate the impact on the Consolidated Statements of Assets and Liabilities, namely drawing on the credit facility, pausing new commitments, raising additional credit or capital, and selling assets to increase liquidity and reduce outstanding commitments. As a result, the Company's Financial Statements have been prepared on a going concern basis.

Basis of Presentation

The Financial Statements include the accounts of HarbourVest Global Private Equity Limited and its five wholly owned subsidiaries: HVGPE – Domestic A L.P., HVGPE – Domestic B L.P., HVGPE – Domestic C L.P., HVGPE – International A L.P., and HVGPE – International B L.P. (together "the undertakings"). Each of the subsidiaries is a Cayman Islands limited partnership formed to facilitate the purchase of certain investments. All intercompany accounts and transactions have been eliminated in consolidation.

Notes to Consolidated Financial Statements continued

Method of Accounting

The Financial Statements are prepared in conformity with US generally accepted accounting principles ("US GAAP"), The Companies (Guernsey) Law, 2008, and the Principal Documents. Under applicable rules of Guernsey law implementing the EU Transparency Directive, the Company is allowed to prepare its financial statements in accordance with US GAAP.

The Company is an investment company following the accounting and reporting guidance of the Financial Accounting Standards Boards ("FASB") Accounting Standards Codification ("ASC") Topic 946 – Financial Services – Investment Companies.

Estimates

The preparation of the Financial Statements in conformity with US GAAP requires management to make estimates and assumptions that affect the amounts reported in the Financial Statements and accompanying notes. Actual results could differ from those estimates.

Investments

Investments are stated at fair value in accordance with the Company's investment valuation policy. The inputs used to determine fair value include financial statements provided by the investment partnerships which typically include fair market value capital account balances. In reviewing the underlying financial statements and capital account balances, the Company considers compliance with ASC Topic 820 – Fair Value Measurement, the currency in which the investment is denominated, and other information deemed appropriate.

The fair value of the Company's investments is primarily based on the most recently reported NAV provided by the underlying Investment Manager as a practical expedient under ASC Topic 820. This fair value is then adjusted for known investment operating expenses and subsequent transactions, including investments, realisations, changes in foreign currency exchange rates, and changes in value of private and public securities. This valuation does not necessarily reflect amounts that might ultimately be realised from the investment and the difference can be material.

Securities for which a public market does exist are valued by the Company at quoted market prices at the year-end date. Generally, the partnership investments have a defined term and cannot be transferred without the consent of the GP of the limited partnership in which the investment has been made.

Foreign Currency Transactions

The currency in which the Company operates is US dollars, which is also the presentation currency. Transactions denominated in foreign currencies are recorded in the local currency at the exchange rate in effect at the transaction dates. Foreign currency investments, investment commitments, cash and equivalents, and other assets and liabilities are translated at the rates in effect at the year-end date. Foreign currency translation gains and losses are included in realised and unrealised gains (losses) on investments as incurred. The Company does not segregate that portion of realised or unrealised gains and losses attributable to foreign currency translation on investments.

Cash and Equivalents

The Company considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. The carrying amount included in the Consolidated Statements of Assets and Liabilities for cash and equivalents approximates their fair value. The Company maintains bank accounts denominated in US dollars, in euros, and in pounds sterling. The Company may invest excess cash balances in highly liquid instruments such as certificates of deposit, sovereign debt obligations of certain countries, and money market funds that are highly rated by the credit rating agencies.

The associated credit risk of the cash and equivalents is monitored by the Board and the Investment Manager on a regular basis. The Board has authorised the Investment Manager to manage the cash balances on a daily basis according to the terms set out in the treasury policies created by the Board.

Investment Income

Investment income includes interest from cash and equivalents, dividends, and interest received from certain investments due to subsequent fund closings. Dividends are recorded when they are declared, and interest is recorded when earned. During the year ended 31 January 2021, the Company received $1,150,000 from HarbourVest Adelaide L.P. related to interest received from limited partners that participated in subsequent fund closings. The Company did not receive interest related to any subsequent fund closings during the year ended 31 January 2022.

Operating Expenses

Operating expenses include amounts directly incurred by the Company as part of its operations, and do not include amounts incurred from the operations of the investment entities.

Net Realised Gains and Losses on Investments

For investments in private equity funds, the Company records its share of realised gains and losses as reported by the Investment Manager including fund-level related expenses and management fees, and is net of any carry allocation. Realised gains and losses are calculated as the difference between proceeds received and the related cost of the investment.

Net Change in Unrealised Appreciation and Depreciation on Investments

For investments in private equity funds, the Company records its share of change in unrealised gains and losses as reported by the Investment Manager as an increase or decrease in unrealised appreciation or depreciation of investments and is net of any carry allocation. When an investment is realised, the related unrealised appreciation or depreciation is recognised as realised.

Income Taxes

The Company is registered in Guernsey as a tax exempt company. The States of Guernsey Income Tax Authority has granted the Company exemption from Guernsey income tax under the provision of the Income Tax (Exempt Bodies) (Guernsey) Ordinance 1989 and the Company will be charged an annual exemption fee of £1,200 included as other expenses in the Consolidated Statements of Operations. Income may be subject to withholding taxes imposed by the US or other countries, which will impact the Company's effective tax rate.

Investments made in entities that generate US source income may subject the Company to certain US federal and state income tax consequences. A US withholding tax at the rate of 30% may be applied on the distributive share of any US source dividends and interest (subject to certain exemptions) and certain other income that is received directly or through one or more entities treated as either partnerships or disregarded entities for US federal income tax purposes. Furthermore, investments made in entities that generate income that is effectively connected with a US trade or business may also subject the Company to certain US federal and state income tax consequences. The US requires withholding on effectively connected income for corporate partners at the rate of 21%. In addition, the Company may also be subject to a branch profits tax which can be imposed at a rate of up to 30% of any after-tax, effectively connected income associated with a US trade or business. However, no amounts have been accrued.

The Company accounts for income taxes under the provisions of ASC Topic 740 – Income Taxes. This standard establishes consistent thresholds as it relates to accounting for income taxes. It defines the threshold for recognising the benefits of tax return positions in the Financial Statements as "more-likely-than-not" to be sustained by the taxing authority and requires measurement of a tax position meeting the more-likely-than-not criterion, based on the largest benefit that is more than 50% likely to be realised. For the year ended 31 January 2022, the Investment Manager has analysed the Company's inventory of tax positions taken with respect to all applicable income tax issues for all open tax years (in each respective jurisdiction), and has concluded that no provision for income tax is required in the Company's Financial Statements.

Shareholders in certain jurisdictions may have individual tax consequences from ownership of the Company's shares. The Company has not included the impact of these tax consequences on the shareholders in these Financial Statements.

Market and Other Risk Factors

The Company's investments are subject to various risk factors including market price, credit, interest rate, liquidity, and currency risk. Investments are based primarily in the US, Europe, and Asia Pacific, and thus have concentrations in such regions. The Company's investments are also subject to the risks associated with investing in leveraged buyout and venture capital transactions that are illiquid and non-publicly traded. Such investments are inherently more sensitive to declines in revenues and to increases in expenses that may occur due to general downward swings in the world economy or other risk factors including increasingly intense competition, rapid changes in technology, changes in federal, state and foreign regulations, and limited capital investments.

The Company is subject to credit and liquidity risk to the extent any financial institution with which it conducts business is unable to fulfil contracted obligations on its behalf. Management monitors the financial condition of those financial institutions and does not anticipate any losses from these counterparties.

Note 3 Material Agreements and Related Fees

Administrative Agreement

The Company has retained BNP Paribas ("BNP") as Company Secretary and Administrator. Fees for these services are paid as invoiced by BNP and include an administration fee of £50,000 per annum, a secretarial fee of £60,000 per annum, a compliance services fee of £15,000 per annum, ad-hoc service fees, and reimbursable expenses. During the years ended 31 January 2022 and 2021, fees of $184,000 and $171,000, respectively, were incurred to BNP and are included as other expenses in the Consolidated Statements of Operations.

Registrar

The Company has retained Link Asset Services (formerly "Capita") as share registrar. Fees for this service include a base fee of £15,000, plus other miscellaneous expenses. During the years ended 31 January 2022 and 2021, registrar fees of $25,000 and $47,000 respectively, were incurred and are included as other expenses in the Consolidated Statements of Operations.

Independent Auditor's Fees

For the years ended 31 January 2022 and 2021, auditor fees of $340,000 and $336,000 were accrued, respectively, and are included in professional fees in the Consolidated Statements of Operations. The 31 January 2022 figure includes $257,000 relating to the 31 January 2022 annual audit fee and $3,000 relating to the prior financial year's audit fee. The 31 January 2021 figure includes $201,000 relating to the 31 January 2021 annual audit fee and $48,000 relating to the prior financial year's audit fee. In addition, the 31 January 2022 and 2021 figures include fees of $80,000 and $87,000, respectively, for audit-related services due to the auditor, Ernst & Young LLP, conducting a review of the Interim Financial Statements for each period end. There were no other non-audit fees paid to the auditor by the Company during the years ended 31 January 2022 and 2021.

Notes to Consolidated Financial Statements continued

Investment Management Agreement

The Company has retained HarbourVest Advisers L.P. as the Investment Manager. The Investment Manager is reimbursed for costs and expenses incurred on behalf of the Company in connection with the management and operation of the Company. During the years ended 31 January 2022 and 2021, reimbursements for services provided by the Investment Manager were $2,612,000 and $2,176,000, respectively. The Investment Manager does not directly charge HVPE management fees or performance fees other than with respect to parallel investments. However, as an investor in the HarbourVest funds, HVPE is charged the same management fees and is subject to the same performance allocations as other investors in such HarbourVest funds.

During the years ended 31 January 2022 and 2021, HVPE had two parallel investments: HarbourVest Acquisition S.à.r.l. (via HVPE Avalon Co-Investment L.P.) and HarbourVest Structured Solutions II, L.P. (via HVPE Charlotte Co-Investment L.P.). Management fees paid for the parallel investments made by the Company were consistent with the fees charged by the funds alongside which the parallel investments were made during the years ended 31 January 2022 and 2021. The HVPE Avalon Co-Investment L.P. management fee was terminated on 30 September 2017.

Management fees included in the Consolidated Statements of Operations are shown in the table below:

	2022 (in thousands)	2021 (in thousands)
HVPE Charlotte Co-Investment L.P.	**$757**	$762

For the years ended 31 January 2022 and 2021, management fees on the HVPE Charlotte Co-Investment L.P. investment were calculated based on a weighted average effective annual rate of 0.89% on capital originally committed (0.87% and 0.88%, respectively, on committed capital net of management fee offsets) to the parallel investment.

Note 4 Investments

In accordance with the authoritative guidance on fair value measurements and disclosures under generally accepted accounting principles in the US, the Company discloses the fair value of its investments in a hierarchy that prioritises the inputs to valuation techniques used to measure the fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The guidance establishes three levels of the fair value hierarchy as follows:

Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active; and

Level 3 – Inputs that are unobservable.

Level 3 investments include limited partnership interests in HarbourVest funds which report under US generally accepted accounting principles. Inputs used to determine fair value are primarily based on the most recently reported NAV provided by the underlying investment manager as a practical expedient under ASC Topic 820. The fair value is then adjusted for known investment operating expenses and subsequent transactions, including investments, realisations, changes in foreign currency exchange rates, and changes in value of private and public securities.

Income derived from investments in HarbourVest funds is recorded using the equity pick-up method. Under the equity pick-up-method of accounting, the Company’s proportionate share of the net income (loss) and net realised gains (losses), as reported by the HarbourVest funds, is reflected in the Consolidated Statements of Operations as net realised gain (loss) on investments. The Company’s proportionate share of the aggregate increase or decrease in unrealised appreciation (depreciation), as reported by the HarbourVest funds, is reflected in the Consolidated Statements of Operations as net change in unrealised appreciation (depreciation) on investments.

Because of the inherent uncertainty of these valuations, the estimated fair value may differ significantly from the value that would have been used had a ready market for this security existed, and the difference could be material.

During the years ended 31 January 2022 and 2021, the Company made contributions of $514,938,000 and $430,949,000, respectively, to Level 3 investments and received distributions of $834,552,000 and $289,543,000, respectively, from Level 3 investments. As of 31 January 2022, $3,633,361,000 of the Company’s investments are classified as Level 3. As of 31 January 2021, $2,889,178,000 of the Company’s investments were classified as Level 3.

Note 5 Commitments

As of 31 January 2022, the Company had unfunded investment commitments to other limited partnerships of $2,454,914,000 which are payable upon notice by the partnerships to which the commitments have been made. As of 31 January 2021, the Company had unfunded investment commitments to other limited partnerships of $1,573,218,000.

The Investment Manager is not entitled to any direct remuneration (save expenses incurred in the performance of its duties) from the Company, instead deriving its fees from the management fees and carried interest payable by the Company on its investments in underlying HarbourVest Funds. The Investment Management Agreement (the "IMA"), which was amended and restated on 30 July 2019, may be terminated by either party by giving 12 months' notice. In the event of termination within ten years and three months of the date of the listing on the Main Market on 9 September 2015, the Company would be required to pay a contribution, which would have been $3.1 million at 31 January 2022 and $3.9 million at 31 January 2021, as reimbursement of the Investment Manager's remaining unamortised IPO costs. In addition, the Company would be required to pay a fee equal to the aggregate of the management fees for the underlying investments payable over the course of the 12-month period preceding the effective date of such termination to the Investment Manager.

Note 6 Debt Facility

As of 31 January 2022 and 2021, the Company had an agreement with Mitsubishi UFJ Trust and Banking Corporation ("MUFG") and Credit Suisse for the provision of a multi-currency revolving credit facility (the "Facility") with a termination date no earlier than January 2026, subject to usual covenants. The MUFG commitment was $300 million. On 20 December 2021, the Credit Suisse commitment increased from $300 million to $400 million.

Amounts borrowed against the Facility accrue interest at an aggregate rate of Term SOFR/SONIA/EURIBOR, a margin, and, under certain circumstances, a mandatory minimum cost. The Facility is secured by the private equity investments and cash and equivalents of the Company, as defined in the agreement. Availability of funds under the Facility and interim repayments of amounts borrowed are subject to certain loan-to-value ratios (which factor in borrowing on the Facility and fund-level borrowing) and portfolio diversity tests applied to the Investment Portfolio of the Company. At 31 January 2022, there was no debt outstanding against the Facility.

At 31 January 2021, there was $120 million debt outstanding. For the years ended 31 January 2022 and 2021, interest of $1,885,000 and $3,013,000, respectively, was incurred and is included as other expenses in the Consolidated Statements of Operations. Included in other assets at 31 January 2022 and 2021 are deferred financing costs of $7,357,000 and $6,629,000, respectively, related to refinancing the Facility. The deferred financing costs are amortised on the terms of the Facility. The Company is required to pay a non-utilisation fee of 100 basis points per annum for the Credit Suisse commitment and 90 basis points per annum for the MUFG commitment. For the years ended 31 January 2022 and 2021, $5,346,000 and $4,923,000, respectively, in non-utilisation fees have been incurred.

Notes to Consolidated Financial Statements continued

Note 7 Financial Highlights

For the Years Ended 31 January 2022 and 2021

In US Dollars	**2022**	2021
Shares		
Per share operating performance:		
Net asset value, beginning of year	**$35.97**	$27.58
Net realised and unrealised gains	**13.32**	8.54
Net investment loss	**(0.18)**	(0.15)
Total from investment operations	**13.14**	8.39
Net asset value, end of year	**$49.11**	$35.97
Market value, end of year	**$37.30***	$25.55*
Total return at net asset value	**36.5%**	30.4%
Total return at market value	**46.0%**	5.8%
Ratios to average net assets		
Expenses†	**0.42%**	0.55%
Net investment loss	**(0.42)%**	(0.49)%

* Represents the US dollar-denominated share price.

† Does not include operating expenses of underlying investments.

Note 8 Publication and Calculation of Net Asset Value

The net asset value ("NAV") of the Company is equal to the value of its total assets less its total liabilities. The NAV per share is calculated by dividing the net asset value by the number of shares in issue on that day. The Company publishes the NAV per share of the shares as calculated, monthly in arrears, at each month-end, generally within 20 days.

Note 9 Related Party Transactions

Other amounts payable to HarbourVest Advisers L.P. of $36,000 and $73,000 represent expenses of the Company incurred in the ordinary course of business, which have been paid by and are reimbursable to HarbourVest Advisers L.P. at 31 January 2022 and 2021, respectively.

Board-related expenses, primarily compensation, of $498,000 and $480,000 were incurred during the years ended 31 January 2022 and 2021, respectively.

Note 10 Indemnifications

General Indemnifications

In the normal course of business, the Company may enter into contracts that contain a variety of representations and warranties and which provide for general indemnifications. The Company's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Company that have not yet occurred. Based on the prior experience of the Investment Manager, the Company expects the risk of loss under these indemnifications to be remote.

Investment Manager Indemnifications

Consistent with standard business practices in the normal course of business, the Company has provided general indemnifications to the Investment Manager, any affiliate of the Investment Manager, and any person acting on behalf of the Investment Manager or such affiliate when they act in good faith, in the best interest of the Company. The Company is unable to develop an estimate of the maximum potential amount of future payments that could potentially result from any hypothetical future claim but expects the risk of having to make any payments under these general business indemnifications to be remote.

Directors' and Officers' Indemnifications

The Company's Articles of Incorporation provide that the Directors, managers, or other officers of the Company shall be fully indemnified by the Company from and against all actions, expenses, and liabilities which they may incur by reason of any contract entered into or any act in or about the execution of their offices, except such (if any) as they shall incur by or through their own negligence, default, breach of duty, or breach of trust, respectively.

Note 11 Subsequent Events

In the preparation of the Financial Statements, the Company has evaluated the effects, if any, of events occurring after 31 January 2022 to 26 May 2022, the date that the Financial Statements were issued.

During March 2022, the Company closed an additional $34.5 million to Secondary Overflow Fund IV L.P.

On 31 March 2022, the Company committed an additional $250 million to HarbourVest Partners XII Buyout Feeder Fund L.P. and an additional $35 million to HarbourVest Partners XII Micro Buyout Feeder Fund L.P.

On 28 April 2022, the Company committed $115 million to HarbourVest Partners XII Venture AIF SCSp.

On 29 April 2022, the Company committed $75 million to HarbourVest 2022 Global Feeder Fund L.P.

There were no other events or material transactions subsequent to 31 January 2022 that required recognition or disclosure in the Financial Statements.

Other Information

Supplementary data

HVPE's HarbourVest Fund Investments at 31 January 2022

HVPE's HarbourVest Fund investments and secondary co-investments are profiled below.

Financial information at 31 January 2022 for each fund is provided in the Financial Statements of the Company's Annual Report and Accounts on pages 99 to 113.

V = Venture **B** = Buyout **O** = Other **P** = Primary **S** = Secondary **D** = Direct Co-investment

HarbourVest Fund	Phase	Vintage Year	Stage	Geography	Strategy
Investment Phase					
HarbourVest 2021 Global Feeder Fund L.P.	Investment	2022	V, B, O	Global	P, S, D
HarbourVest Asia Pacific 5 Feeder Fund L.P.	Investment	2021	V, B	AP	P, S, D
HarbourVest Partners XII Venture Feeder Fund L.P.	Investment	2021	V	US	P, S, D
HarbourVest Partners XII Micro Buyout Feeder Fund L.P.	Investment	2021	B	US	P, S, D
HarbourVest Partners XII Buyout Feeder Fund L.P.	Investment	2021	B	US	P, S, D
HarbourVest Partners Co-Investment VI	Investment	2021	V, B, O	Global	D
HIPEP IX Partnership Fund	Investment	2020	V, B	EUR, AP, RoW	P, S, D
Secondary Overflow Fund IV	Investment	2020	V, B	Global	S
2020 Global Fund	Investment	2020	V, B, O	Global	P, S, D
HarbourVest Real Assets IV	Investment	2019	O	Global	S
HarbourVest Credit Opportunities Fund II	Investment	2019	O	US	D
Dover Street X	Investment	2019	V, B	Global	S
HarbourVest 2019 Global Fund	Investment	2019	V, B, O	Global	P, S, D
HarbourVest Partners Co-Investment V	Investment	2018	V, B, O	Global	D
HarbourVest Adelaide	Investment	2018	O	US, EUR, RoW	S, D
HarbourVest 2018 Global Fund	Investment	2018	V, B, O	Global	P, S, D
HarbourVest Partners XI Venture	Investment	2018	V	US	P, S, D
HarbourVest Partners XI Micro Buyout	Investment	2018	B	US	P, S, D
HarbourVest Partners XI Buyout	Investment	2018	B	US	P, S, D
Growth Phase					
HIPEP VIII Asia Pacific Fund	Growth	2017	V, B	AP	P, S, D
HarbourVest 2017 Global Fund	Growth	2017	V, B, O	Global	P, S, D
HIPEP VIII Partnership Fund	Growth	2017	V, B	EUR, AP, RoW	P, S, D
Secondary Overflow Fund III	Growth	2016	V, B	Global	S
HarbourVest Partners Co-Investment IV	Growth	2016	V, B	Global	D
Dover Street IX	Growth	2016	V, B	Global	S
HarbourVest Real Assets III	Growth	2016	O	Global	S
HarbourVest 2016 Global Fund	Growth	2016	V, B, O	Global	P, S, D
HarbourVest 2015 Global Fund	Growth	2015	V, B, O	Global	P, S, D
HarbourVest Canada Growth Fund	Growth	2015	V	US, CAN	P, D
HarbourVest Mezzanine Income Fund	Growth	2015	O	US	D
HarbourVest X Buyout	Growth	2015	B	US	P, S, D
HarbourVest X Venture	Growth	2015	V	US	P, S, D
HarbourVest Global Annual Private Equity Fund	Growth	2014	V, B, O	Global	P, S, D
HIPEP VII Asia Pacific Fund	Growth	2014	V, B	AP	P, S, D
HIPEP VII Emerging Markets Fund	Growth	2014	V, B	RoW	P, S, D
HIPEP VII Europe Fund	Growth	2014	V, B	EUR	P, S, D
HIPEP VII Partnership Fund	Growth	2014	V, B	EUR, AP, RoW	P, S, D
HarbourVest 2013 Direct Fund	Growth	2013	V, B	Global	D

HarbourVest Fund	Phase	Vintage Year	Stage	Geography	Strategy
Mature Phase					
Dover Street VIII	Mature	2012	V, B	Global	S
HarbourVest Cleantech Fund II	Mature	2012	V	Global	P, S, D
HarbourVest Partners IX Buyout Fund	Mature	2011	B	US	P, S, D
HarbourVest Partners IX Credit Opportunities Fund	Mature	2011	O	US	P, S, D
HarbourVest Partners IX Venture Fund	Mature	2011	V	US	P, S, D
Conversus Capital	Mature	2011	V, B, O	Global	S
HIPEP VI Asia Pacific Fund	Mature	2008	V, B	AP	P
HIPEP VI Emerging Markets Fund	Mature	2008	V, B	RoW	P
HIPEP VI Partnership Fund	Mature	2008	V, B	EUR, AP, RoW	P
Dover Street VII	Mature	2007	V, B	Global	S
HarbourVest Partners 2007 Direct Fund	Mature	2007	B	Global	D
HIPEP V 2007 European Buyout Fund	Mature	2007	B	EUR	P
HarbourVest VIII Buyout Fund	Mature	2006	B	US	P, S, D
HarbourVest VIII Mezzanine and Distressed Debt Fund	Mature	2006	O	US	P, S, D
HarbourVest VIII Venture Fund	Mature	2006	V	US	P, S, D
HarbourVest VII Buyout Fund	Mature	2003	B	US	P, S
HarbourVest VII Venture Fund	Mature	2003	V	US	P, S
HIPEP IV Direct Fund	Mature	2001	V, B	EUR, AP, RoW	D
HarbourVest VI Direct Fund	Mature	1999	V, B	US	D
HarbourVest VI Partnership Fund	Mature	1999	V, B	US	P, S
HIPEP III Partnership Fund	Mature	1998	V, B	EUR, AP, RoW	P, S
HarbourVest V Partnership Fund	Mature	1996	V, B	US	P, S

Vintage year is year of initial capital call. HarbourVest fund of funds typically call capital over a multi-year period.

Supplementary data continued

Largest Underlying Companies at 31 January 2022

No single portfolio company represented more than 1.7% of the Investment Portfolio.

The five largest companies represented 5.6% of the Investment Portfolio.

The 25 largest companies represented 14.9% of the Investment Portfolio.

In total, the top 100 companies represented $1,161 million or 31.9% of the Investment Portfolio.

The 100 largest portfolio company investments based on Investment Portfolio value are listed by percentage of investment value. Some companies below are held at least in part in HarbourVest direct funds (shown in **bold**). In most cases, HarbourVest has access to more detailed financial and operating information on these companies, and in some cases, HarbourVest representatives sit on the companies' Board of Directors. Some holdings cannot be disclosed due to confidentiality agreements in place.

Company	Strategy	%	Amount (m)	Location	Status	Description
SheIn	Venture	1.7%	$60.6	China	Private	Developer of a global B2C eCommerce platform designed to provide women's fast fashion goods in China
DP World Australia Pty Ltd	Natural Resources	1.3%	$47.2	Australia	Private	Operates marine terminals and provides cargo handling services and container terminals throughout Australia
Sidney Murray Hydroelectric Project	Infrastructure	1.1%	$40.8	United States	Private	192 MW hydroelectric facility located near the Mississippi River in eastern Louisiana and represents one of the largest hydroelectric facilities constructed in the U.S.
Itinere Infraestructuras, S,A.	Natural Resources	0.8%	$30.5	Spain	Private	Provides civil infrastructure management services; engaged in management operation, maintenance, and conservation of toll roads in Northern Spain
Alpha Trains	Buyout	0.7%	$24.8	Luxembourg	Private	Operator of a train leasing company in Luxembourg. The company operates as an investor, owner, and manager of passenger trains and freight locomotives, and also operates passenger fleets and electric locomotives
Preston Hollow Capital, LLC	**Buyout/ Acquisition**	**0.7%**	**$24.7**	**United States**	**Private**	**Speciality municipal finance company**
Klarna Ab	**Growth Equity**	**0.6%**	**$22.4**	**Sweden**	**Private**	**Online consumer payment solutions**
Undisclosed	**Buyout/ Acquisition**	**0.6%**	**$22.3**	**Netherlands**	**Private**	**Undisclosed**
Allfunds Bank S.A.	**Buyout/ Acquisition**	**0.6%**	**$20.5**	**Spain**	**Public**	**European B2B fund distribution platform**
Revolut	Venture	0.5%	$19.1	United Kingdom	Private	Developer of a foreign exchange and money transferring application designed to promote financial cohesion across the communities in which it operates
Coinbase, Inc.	Venture	0.5%	$18.3	United States	Public	Bitcoin wallet and platform where merchants and consumers can transact with the new digital currency Bitcoin
Databricks, Inc.	Venture	0.5%	$17.8	United States	Private	Offers a cloud platform that helps organisations to turn data into value
Discord	Venture	0.5%	$17.7	United States	Private	The company's platform offers secure voice and text chat which works on both desktops and phones, helping users to talk regularly with people they care about, and enabling gamers to chat while playing without affecting the gaming performance.
CrownRock, L.P.	Venture	0.5%	$16.8	United States	Private	Develops oil and gas properties in the Permian Basin and Rocky Mountain regions of the United States
Knowlton Development Corporation	**Buyout/ Acquisition**	**0.4%**	**$16.1**	**Canada**	**Private**	**Consumer products contract manufacturer**
Figma, Inc.	Venture	0.4%	$15.7	United States	Private	Start-up building a cloud-based design suite which will allow an online community of designers to share and contribute ideas
Albany Molecular Research Inc.	**Buyout/ Acquisition**	**0.4%**	**$15.5**	**United States**	**Private**	**Outsourced pharmaceutical contract manufacturer**
Roblox Corporation	Venture	0.4%	$14.8	United States	Public	Designs and develops a wide range of online games such as internet three-dimensional and tutorial games for children, teenagers, and adults

Company	Strategy	%	Amount (m)	Location	Status	Description
Ports America Group, Inc.	Buyout	0.4%	$14.7	United States	Private	The largest U.S. terminal operator and stevedore, with operations in every major port in the nation that provides freight transportation and arrangement services
Ssangyong Cement Industrial Co., Ltd.	**Buyout/ Acquisition**	**0.4%**	**$14.5**	**South Korea**	**Public**	**Integrated cement manufacturer and distributor**
Froneri Limited	Buyout	0.4%	$14.0	United Kingdom	Private	Ice cream and frozen food manufacturer in Europe
San Miguel Industrias PET S.A.	**Buyout/ Acquisition**	**0.4%**	**$13.9**	**Peru**	**Private**	**PET bottles and preforms**
Undisclosed	**Buyout/ Acquisition**	**0.4%**	**$13.9**	**United States**	**Private**	**Undisclosed**
Lytx, Inc.	**Buyout/ Acquisition**	**0.4%**	**$13.1**	**United States**	**Private**	**Driver risk management software**
Appriss Inc.	**Growth Equity**	**0.4%**	**$12.9**	**United States**	**Private**	**Proprietary data and analytics solutions**
Anhui Three Squirrels E-Commerce Co	Venture	0.4%	$12.9	China	Public	Retailer and distributor of its own brand of nuts and other snacks
Ministry Brands, Llc	**Growth Equity**	**0.3%**	**$12.5**	**United States**	**Private**	**Faith-based organisation management software**
Kuaishou Technology	Venture	0.3%	$12.3	China	Public	Mobile video sharing platform and social network
Information Resources, Inc.	**Buyout/ Acquisition**	**0.3%**	**$11.9**	**United States**	**Private**	**Market information solutions, analytics, and consulting services**
Undisclosed	**Buyout/ Acquisition**	**0.3%**	**$11.3**	**United States**	**Private**	**Undisclosed**
ByteDance Technology Co.	Venture	0.3%	$11.2	China	Private	Offers personal information recommendation engine services which includes news, pictures, and essays
Undisclosed	**Buyout/ Acquisition**	**0.3%**	**$11.0**	**United States**	**Private**	**Undisclosed**
Consumer Cellular	**Buyout/ Acquisition**	**0.3%**	**$10.7**	**United States**	**Private**	**Postpaid wireless services**
Undisclosed	**Growth Equity**	**0.3%**	**$10.6**	**Sweden**	**Public**	**Undisclosed**
Undisclosed	**Buyout/ Acquisition**	**0.3%**	**$10.4**	**United States**	**Private**	**Undisclosed**
Undisclosed	**Buyout/ Acquisition**	**0.3%**	**$10.3**	**United States**	**Private**	**Undisclosed**
Integrity Marketing Group, LLC	Buyout	0.3%	$10.2	United States	Private	Marketing services around the development and distribution of life and health insurance products with insurance carrier partners.
SI Group	**Buyout/ Acquisition**	**0.3%**	**$10.1**	**United States**	**Private**	**Intermediate and additive manufacturer**
Undisclosed	**Growth Equity**	**0.3%**	**$9.9**	**United States**	**Private**	**Undisclosed**
BMC Software, Inc.	Other	0.3%	$9.8	United States	Private	Helps leading companies around the world put technology at the forefront of business transformation, improving the delivery and consumption of digital services
Plaid Technologies	Venture	0.3%	$9.8	United States	Private	Offers APIs that allow developers to programatically interact with banks and credit cards, giving them access to account and transactional data, including merchant names, addresses, and geocodes
Undisclosed	**Buyout/ Acquisition**	**0.3%**	**$9.6**	**United States**	**Private**	**Undisclosed**
Undisclosed	**Venture**	**0.3%**	**$9.5**	**United States**	**Public**	**Undisclosed**
Hermetic Solutions (WCI-HSG HoldCo)	**Buyout/ Acquisition**	**0.3%**	**$9.3**	**United States**	**Private**	**Highly engineered components for aerospace and defence sectors**
Curriculum Associates, LLC	Buyout	0.3%	$9.1	United States	Private	Leading provider of technology-enabled assessment and instructional programmes for elementary and middle school students, teachers, and administrators

Supplementary data continued

Company	Strategy	%	Amount (m)	Location	Status	Description
Confluent, Inc.	Venture	0.3%	$9.1	United States	Public	Operates a real-time data platform built around Apache Kafka
IFS AB	**Buyout/ Acquisition**	**0.3%**	**$9.1**	**Sweden**	**Private**	**Provider of ERP, EAM, and FSM software**
SolarWinds, Inc.	**Buyout/ Acquisition**	**0.3%**	**$9.1**	**United States**	**Public**	**IT management software**
Meituan Dianping	Venture	0.2%	$8.9	China	Public	Leading player in online group-buying market
Hub International Limited	**Buyout/ Acquisition**	**0.2%**	**$8.9**	**United States**	**Private**	**Commercial insurance brokerage**
Verisure	Buyout	0.2%	$8.8	Sweden	Private	Largest European provider of monitored alarm and security solutions for residential and small businesses
Braze Inc.	Venture	0.2%	$8.8	United States	Public	Operates a platform for mobile relationship management
Undisclosed	**Venture**	**0.2%**	**$8.6**	**United States**	**Private**	**Undisclosed**
Kaspi Bank	Buyout	0.2%	$8.6	Kazakhstan	Public	Kazakhstan's second largest distribution network, and best-in-class risk management retail bank
Veeam Software	Venture	0.2%	$8.5	Switzerland	Private	International software development company that creates easy-to-use and affordable products built for virtualisation and the cloud
Undisclosed	**Buyout/ Acquisition**	**0.2%**	**$8.4**	**Norway**	**Private**	**Undisclosed**
Edelman Financial Services LLC	**Buyout/ Acquisition**	**0.2%**	**$8.3**	**United States**	**Private**	**Wealth management services provider**
Medius AB	Buyout	0.2%	$8.3	Sweden	Private	Engages in the development of purchase-to-pay and invoice automation software solutions
Ascent Holdings, LLC	Venture	0.2%	$8.2	United States	Private	Provides renewable power
Undisclosed	**Buyout/ Acquisition**	**0.2%**	**$8.1**	**Switzerland**	**Private**	**Undisclosed**
Undisclosed	**Buyout/ Acquisition**	**0.2%**	**$7.9**	**Netherlands**	**Private**	**Undisclosed**
Vantage Airport Group Ltd.	Buyout	0.2%	$7.8	Canada	Private	Provides airport management and development services
NEW Asurion Corporation	Buyout	0.2%	$7.8	United States	Private	Leading provider of consumer product protection programmes in the United States
Undisclosed	**Buyout/ Acquisition**	**0.2%**	**$7.8**	**Mexico**	**Private**	**Undisclosed**
Soham	Venture	0.2%	$7.7	India	Private	Provides enterprise resource planning for healthcare and wellness
CHG Healthcare Services, Inc.	Buyout	0.2%	$7.7	United States	Private	Provider of temporary healthcare staffing
NEO Energy	Venture	0.2%	$7.7	United Kingdom	Private	Oil and gas company focused on oil exploration and production, and also active across the entire oil and gas lifecycle, with a geographical focus on Northern European Offshore areas
Stripe, Inc.	Venture	0.2%	$7.6	United States	Private	Develops software which accepts payments online
H-Line Shipping (HCPE Investments)	**Buyout/ Acquisition**	**0.2%**	**$7.6**	**South Korea**	**Private**	**Bulk and LNG shipping**
Virgin Pulse	**Buyout/ Acquisition**	**0.2%**	**$7.5**	**United States**	**Private**	**Employee wellness software**
Point Resources	**Buyout**	**0.2%**	**$7.5**	**Norway**	**Private**	**Production and development of oil and gas assets in Norwegian North Sea**
Undisclosed	**Buyout/ Acquisition**	**0.2%**	**$7.3**	**Poland**	**Public**	**Undisclosed**
Staples, Inc.	**Buyout/ Acquisition**	**0.2%**	**$7.1**	**United States**	**Private**	**Office supply retailer**
Howden Group Holdings	Buyout	0.2%	$7.1	United Kingdom	Private	Operator of an insurance brokerage agency intended for insurance broking and underwriting services
Solace Systems	**Growth Equity**	**0.2%**	**$7.1**	**Canada**	**Private**	**Enterprise messaging solutions**
Undisclosed	**Venture**	**0.2%**	**$7.1**	**United States**	**Private**	**Undisclosed**
Nets A/S	**Buyout/ Acquisition**	**0.2%**	**$7.1**	**Denmark**	**Public**	**Digital payment services**

Company	Strategy	%	Amount (m)	Location	Status	Description
Genesys Telecommunications Laboratories, Inc.	Buyout	0.2%	$7.0	United States	Private	Provider of enterprise software and solutions for call routing and handling which integrate with all major contact centre hardware vendors
ActiveCampaign, LLC	Venture	0.2%	$7.0	United States	Private	Provides software-as-a-service marketing automation solutions to small and medium business customers
Undisclosed	**Buyout/ Acquisition**	**0.2%**	**$6.9**	**United States**	**Private**	**Undisclosed**
Asia Pacific Education Holdings Sdn Bhd	**Buyout/ Acquisition**	**0.2%**	**$6.9**	**Malaysia**	**Private**	**Educational institutions**
Automattic, Inc.	Venture	0.2%	$6.9	United States	Private	Develops software for the creation and operation of web blogs
Yifeng Pharmacy Chain Co. Ltd.	Venture	0.2%	$6.9	China	Public	Operator of a chain of retail stores that specialise in pharmaceutical and over the counter remedies and personal care products in China
Miscellaneous - Kleiner Perkins Caufield & Byers	Venture	0.2%	$6.9	United States	Private	Undisclosed portfolio companies in Kleiner Perkins Caufield & Byers
CleanSlate Centers, Inc.	Venture	0.2%	$6.8	United States	Private	Operates a network of physician-led outpatient addiction treatment centres
Scale API	Venture	0.2%	$6.7	United States	Private	Crowd-sourced provider of data "labeling" services on-demand for companies that require training of machine learning applications
Undisclosed	**Buyout/ Acquisition**	**0.2%**	**$6.7**	**Netherlands**	**Private**	**Undisclosed**
esure Group plc	**Buyout/ Acquisition**	**0.2%**	**$6.7**	**United Kingdom**	**Private**	**Non-life insurance company**
Grammarly, Inc.	Venture	0.2%	$6.6	United States	Private	Provides products powered by artificial intelligence
SonarSource SA	Venture	0.2%	$6.4	Switzerland	Private	Provides applications for code quality management in various languages for companies worldwide
ElasticRun	Venture	0.2%	$6.3	India	Private	Provider of a logistics and distribution platform intended to build aggregated transportation capacity in tune with the requirements of its varied clientele
Lexipol	**Buyout/ Acquisition**	**0.2%**	**$6.2**	**United States**	**Private**	**Risk management software**
McLarens Global (ACP McLarens Holdings)	**Mezzanine**	**0.2%**	**$6.1**	**United States**	**Private**	**Claims management and loss adjustment services**
Clubessential LLC	Buyout	0.2%	$6.1	United States	Private	Provides web-based software for private clubs worldwide, including golf, city, university, yacht, and marina
Undisclosed	**Buyout/ Acquisition**	**0.2%**	**$6.0**	**United States**	**Private**	**Undisclosed**
SRS Distribution Inc.	Buyout	0.2%	$6.0	United States	Private	Distributor of commercial and residential roofing products
Undisclosed	**Growth Equity**	**0.2%**	**$5.9**	**Israel**	**Private**	**Undisclosed**
Profi Rom Food Group SRL	**Buyout/ Acquisition**	**0.2%**	**$5.9**	**Romania**	**Private**	**Convenience store chain**
HashiCorp, Inc.	Venture	0.2%	$5.9	United States	Public	Leader in open source development operation solutions for the modern data centre
GEON Performance Solutions, LLC	Buyout	0.2%	$5.9	United States	Private	Provider of PVC and polypropylene-based solutions intended to serve the North American construction and automotive end markets, providing contract manufacturing, plastic compounded solutions, polypropylene, thermoplastic polyolefin products, and more

Largest US Managers at 31 January 2022

Based on the Investment Portfolio

No external manager represented more than 3.1% of the Investment Portfolio.

As the Investment Manager of the HarbourVest direct funds, HarbourVest Partners, LLC is the largest manager held in HVPE, although not listed here.

The five largest managers represented 10.5% of the Investment Portfolio.

The 25 largest managers represented 28.8% of the Investment Portfolio.

In total, the largest managers (0.2% of invested value or larger) represented 45.3% of the Investment Portfolio.

Manager	Strategy	Sum of NAV	% NAV
Insight Venture Management, LLC	Primary	$112.6	3.10%
Battery Ventures	Primary	$74.7	2.05%
Andreessen Horowitz	Primary	$67.9	1.87%
Thoma Bravo	Primary	$63.4	1.74%
Lightspeed Venture Partners	Primary	$62.6	1.72%
Kleiner Perkins Caufield & Byers	Primary	$52.9	1.46%
Berkshire Partners LLC	Secondary	$51.0	1.40%
Accel Partners	Primary	$50.5	1.39%
Spark Capital	Primary	$49.7	1.37%
Redpoint Ventures	Primary	$42.0	1.16%
Silver Lake Management, L.L.C.	Primary	$38.7	1.07%
Hellman & Friedman LLC	Primary	$34.7	0.95%
Bain Capital Ventures	Primary	$33.6	0.92%
ArcLight Capital Partners	Secondary	$30.5	0.84%
TA Associates	Primary	$29.8	0.82%
SK Capital Partners	Primary	$29.4	0.81%
Harvest Partners, Inc.	Primary	$28.0	0.77%
Summit Partners	Primary	$27.7	0.76%
Silversmith Management, L.P.	Primary	$26.9	0.74%
GTCR, L.L.C.	Primary	$26.8	0.74%
The Blackstone Group	Secondary	$23.7	0.65%
Sun Capital Partners	Primary	$23.5	0.65%
ABRY Partners, LLC	Primary	$22.8	0.63%
Court Square Capital Management, L.P.	Secondary	$22.1	0.61%
OMERS Infrastructure	Secondary	$21.9	0.60%
Pamlico Capital	Primary	$21.6	0.60%
Nautic Partners	Primary	$19.4	0.53%
Oaktree Capital Management	Secondary	$19.1	0.53%
Flagship Pioneering (Flagship Ventures Management, Inc.)	Primary	$18.8	0.52%
Leonard Green & Partners	Secondary	$18.3	0.50%
The Jordan Company, LP	Secondary	$18.2	0.50%
Bessemer Venture Partners	Primary	$17.7	0.49%
Canaan Partners	Primary	$17.7	0.49%
AE Industrial Partners, LLC	Primary	$17.6	0.48%
H.I.G. Capital	Primary	$17.4	0.48%
General Atlantic	Secondary	$17.4	0.48%
Lime Rock Management LP	Secondary	$16.8	0.46%
AIP, LLC	Primary	$16.7	0.46%

Manager	Strategy	Sum of NAV	% NAV
Golden Gate Capital	Secondary	$14.5	0.40%
TSG Consumer Partners	Primary	$13.8	0.38%
Vector Capital	Primary	$13.3	0.37%
Vestar Capital Partners	Primary	$13.3	0.37%
Bain Capital, LLC	Primary	$12.6	0.35%
Kelso & Company	Primary	$12.5	0.34%
Genstar Capital, L.L.C.	Primary	$12.5	0.34%
Data Collective	Primary	$11.5	0.32%
Granite Growth Health Partners GP, L.L.C.	Secondary	$11.3	0.31%
Carlyle U.S. Buyout	Secondary	$11.2	0.31%
Cortec Group, Inc.	Primary	$11.0	0.30%
Corsair Capital Infrastructure Partners	Secondary	$10.9	0.30%
Apollo Management, L.P.	Secondary	$10.2	0.28%
SignalFire	Primary	$10.2	0.28%
JMI Equity	Primary	$9.9	0.27%
Searchlight Capital Partners LLP	Secondary	$9.9	0.27%
NGP Energy Capital Management LLC	Primary	$9.4	0.26%
Charles River Ventures	Secondary	$9.3	0.26%
Windjammer Capital Investors (formerly Pacific Mezzanine Investors)	Secondary	$9.3	0.25%
Welsh, Carson, Anderson & Stowe	Primary	$9.1	0.25%
Providence Equity Partners L.L.C.	Primary	$8.9	0.24%
Marlin Equity Partners, LLC	Primary	$8.7	0.24%
Khosla Ventures	Primary	$8.7	0.24%
Charlesbank Capital Partners	Secondary	$8.7	0.24%
Clayton, Dubilier & Rice, LLC	Secondary	$8.7	0.24%
Frazier Healthcare Partners	Primary	$8.4	0.23%
Crestline Management, L.P.	Secondary	$8.2	0.22%
Third Rock Ventures, LLC	Primary	$8.2	0.22%
Gridiron Energy Management, LLC	Primary	$8.0	0.22%
Unusual Ventures	Primary	$8.0	0.22%
Lee Equity Partners	Primary	$7.8	0.22%
Incline Equity Management	Primary	$7.6	0.21%
Madison Dearborn Partners, LLC	Primary	$7.5	0.21%
Westlake BioPartners	Primary	$7.2	0.20%
Warburg Pincus LLC	Secondary	$7.2	0.20%
Arroyo Energy Group	Secondary	$7.1	0.20%
B-29 GP, LLC	Secondary	$7.1	0.20%

Supplementary data continued

Largest European Managers at 31 January 2022

Based on the Investment Portfolio

No external manager represented more than 3.5% of the Investment Portfolio.

As the Investment Manager of the HarbourVest direct funds, HarbourVest Partners, LLC is the largest manager held in HVPE, although not listed here.

The five largest managers represented 7.2% of the Investment Portfolio.

The 25 largest managers represented 16.0% of the Investment Portfolio.

In total, the largest managers (0.2% of invested value or larger) represented 15.8% of the Investment Portfolio.

Manager	Strategy	Sum of NAV	% NAV
Index Ventures	Primary	$126.9	3.49%
CVC Capital Partners Limited	Primary	$35.1	0.97%
Holtzbrinck Ventures	Primary	$33.8	0.93%
HSBC (Guernsey) GP PCC Limited	Secondary	$33.7	0.93%
Arcus Infrastructure Partners	Secondary	$33.4	0.92%
Advent International Corporation	Primary	$31.8	0.87%
Corsair Capital Infrastructure Partners	Secondary	$29.7	0.82%
Permira Advisers Limited	Secondary	$25.6	0.71%
EQT Managers	Primary	$22.4	0.62%
Inflexion Managers Limited	Primary	$19.3	0.53%
HgCapital	Primary	$19.2	0.53%
Summit Partners	Primary	$17.6	0.48%
Bridgepoint Capital	Secondary	$17.5	0.48%
Waterland Private Equity Investments B.V.	Primary	$16.7	0.46%
PAI Partners	Secondary	$16.4	0.45%
HitecVision	Primary	$15.8	0.43%
Marlin Equity Partners, LLC	Primary	$13.2	0.36%
Investindustrial	Primary	$12.4	0.34%
Vitruvian Partners LLP	Primary	$11.2	0.31%
Summa Equity	Primary	$9.2	0.25%
ECI Partners LLP	Primary	$8.5	0.23%
IK Investment Partners	Primary	$8.1	0.22%
Cinven Limited	Secondary	$7.8	0.21%
Hellman & Friedman LLC	Secondary	$7.6	0.21%

Largest Asia/Rest of World Managers at 31 January 2022

Based on the Investment Portfolio

No external manager represented more than 3.9% of the Investment Portfolio.

As the Investment Manager of the HarbourVest direct funds, HarbourVest Partners, LLC is the largest manager held in HVPE, although not listed here.

The five largest managers represented 7.4% of the Investment Portfolio.

The 25 largest managers represented 12.9% of the Investment Portfolio.

In total, the largest managers (0.2% of invested value or larger) represented 12.1% of the Investment Portfolio.

Manager	Strategy	Sum of NAV	% NAV
IDG Capital Partners (IDG-Accel China Capital Associates)	Secondary	$142.6	3.93%
Corsair Capital Infrastructure Partners	Secondary	$48.9	1.34%
DCM	Primary	$31.6	0.87%
Avataar Capital Management	Secondary	$22.9	0.63%
Boyu Capital	Primary	$21.5	0.59%
TPG Asia	Secondary	$20.7	0.57%
Trustbridge Partners	Primary	$18.3	0.50%
Baring Vostok Capital Partners	Primary	$17.1	0.47%
Bain Capital Partners Asia	Primary	$16.7	0.46%
Advent International (Argentina)	Primary	$12.8	0.35%
Legend Capital	Primary	$10.8	0.30%
Helios Investment Partners LLP	Primary	$9.7	0.27%
Hahn & Company	Primary	$9.6	0.26%
Redpoint Ventures China	Primary	$8.8	0.24%
Pemba Capital Partners	Secondary	$8.5	0.23%
FIMI Opportunity Funds	Primary	$8.1	0.22%
ZhenFund	Primary	$7.6	0.21%
GSR Ventures	Primary	$7.5	0.21%
KKR Associates Asia L.P.	Primary	$7.4	0.20%
Quadrant Private Equity	Primary	$7.1	0.20%

Supplementary data continued

Largest Buyout Managers at 31 January 2022

Based on the Investment Portfolio

No external manager represented more than 1.7% of the Investment Portfolio.

As the Investment Manager of the HarbourVest direct funds, HarbourVest Partners, LLC is the largest manager held in HVPE, although not listed here.

The five largest managers represented 6.4% of the Investment Portfolio.

The 25 largest managers represented 19.4% of the Investment Portfolio.

In total, the largest managers (0.2% of invested value or larger) represented 32.7% of the Investment Portfolio.

Manager	Strategy	Sum of NAV	% NAV
Thoma Bravo	Primary	$62.9	1.73%
Berkshire Partners LLC	Secondary	$51.0	1.40%
Hellman & Friedman LLC	Primary	$42.3	1.16%
Silver Lake Management, L.L.C.	Primary	$38.7	1.07%
CVC Capital Partners Limited	Primary	$38.1	1.05%
HSBC (Guernsey) GP PCC Limited	Secondary	$33.7	0.93%
Advent International Corporation	Primary	$31.8	0.87%
SK Capital Partners	Primary	$29.4	0.81%
GTCR, L.L.C.	Primary	$26.8	0.74%
Harvest Partners, Inc.	Primary	$25.9	0.71%
Permira Advisers Limited	Secondary	$25.6	0.71%
TA Associates	Primary	$24.9	0.68%
The Blackstone Group	Secondary	$23.7	0.65%
EQT Managers	Primary	$23.6	0.65%
Sun Capital Partners	Primary	$23.5	0.65%
H.I.G. Capital	Primary	$23.1	0.63%
Court Square Capital Management, L.P.	Primary	$22.1	0.61%
Marlin Equity Partners, LLC	Primary	$21.9	0.60%
Pamlico Capital	Primary	$21.6	0.60%
TPG Asia	Secondary	$20.7	0.57%
Nautic Partners	Primary	$19.4	0.53%
Inflexion Managers Limited	Primary	$19.3	0.53%
HgCapital	Primary	$19.2	0.53%
Leonard Green & Partners	Secondary	$18.3	0.50%
The Jordan Company, LP	Secondary	$18.2	0.50%
AE Industrial Partners, LLC	Primary	$17.6	0.48%
Bridgepoint Capital	Secondary	$17.5	0.48%
General Atlantic	Secondary	$17.4	0.48%
Baring Vostok Capital Partners	Primary	$17.1	0.47%
Waterland Private Equity Investments B.V.	Primary	$16.7	0.46%
Bain Capital Partners Asia	Primary	$16.7	0.46%
AIP, LLC	Primary	$16.7	0.46%
PAI Partners	Secondary	$16.4	0.45%
HitecVision	Primary	$15.8	0.43%

Manager	Strategy	Sum of NAV	% NAV
TSG Consumer Partners	Primary	$13.8	0.38%
ABRY Partners, LLC	Primary	$13.7	0.38%
Vector Capital	Primary	$13.3	0.37%
Vestar Capital Partners	Primary	$13.3	0.37%
Advent International (Argentina)	Primary	$12.8	0.35%
Bain Capital, LLC	Primary	$12.6	0.35%
Kelso & Company	Primary	$12.5	0.34%
Genstar Capital, L.L.C.	Primary	$12.5	0.34%
Investindustrial	Primary	$12.4	0.34%
Apollo Management, L.P.	Secondary	$11.6	0.32%
Carlyle U.S. Buyout	Secondary	$11.2	0.31%
Vitruvian Partners LLP	Primary	$11.2	0.31%
Cortec Group, Inc.	Primary	$11.0	0.30%
Clayton, Dubilier & Rice, LLC	Secondary	$10.1	0.28%
Searchlight Capital Partners LLP	Secondary	$9.9	0.27%
Helios Investment Partners LLP	Primary	$9.7	0.27%
Hahn & Company	Primary	$9.6	0.26%
Summa Equity	Primary	$9.2	0.25%
Welsh, Carson, Anderson & Stowe	Secondary	$9.1	0.25%
Providence Equity Partners L.L.C.	Secondary	$8.9	0.24%
Charlesbank Capital Partners	Primary	$8.7	0.24%
Pemba Capital Partners	Secondary	$8.5	0.23%
ECI Partners LLP	Primary	$8.5	0.23%
Frazier Healthcare Partners	Primary	$8.4	0.23%
FIMI Opportunity Funds	Primary	$8.1	0.22%
IK Investment Partners	Primary	$8.1	0.22%
Lee Equity Partners	Secondary	$7.8	0.22%
Cinven Limited	Secondary	$7.8	0.21%
Windjammer Capital Investors (formerly Pacific Mezzanine Investors)	Primary	$7.7	0.21%
Incline Equity Management	Primary	$7.6	0.21%
Madison Dearborn Partners, LLC	Secondary	$7.5	0.21%
KKR Associates Asia L.P.	Primary	$7.4	0.20%
Quadrant Private Equity	Primary	$7.1	0.20%

Supplementary data continued

Largest Venture Capital/Growth Equity Managers at 31 January 2022

Based on the Investment Portfolio

No external manager represented more than 3.9% of the Investment Portfolio.

As the Investment Manager of the HarbourVest direct funds, HarbourVest Partners, LLC is the largest manager held in HVPE, although not listed here.

The five largest managers represented 14.6% of the Investment Portfolio.

The 25 largest managers represented 31.2% of the Investment Portfolio.

In total, the largest managers (0.2% of invested value or larger) represented 33.6% of the Investment Portfolio.

Manager	Strategy	Sum of NAV	% NAV
IDG Capital Partners (IDG-Accel China Capital Associates)	Secondary	$142.6	3.93%
Index Ventures	Primary	$133.7	3.68%
Insight Venture Management, LLC	Primary	$112.6	3.10%
Battery Ventures	Primary	$74.7	2.05%
Andreessen Horowitz	Primary	$67.9	1.87%
Lightspeed Venture Partners	Primary	$62.6	1.72%
Accel Partners	Primary	$54.5	1.50%
Kleiner Perkins Caufield & Byers	Primary	$53.2	1.46%
Spark Capital	Primary	$49.7	1.37%
Summit Partners	Primary	$45.1	1.24%
Redpoint Ventures	Primary	$42.0	1.16%
DCM	Primary	$36.3	1.00%
Holtzbrinck Ventures	Primary	$33.8	0.93%
Bain Capital Ventures	Primary	$33.6	0.92%
Silversmith Management, L.P.	Primary	$26.9	0.74%
Avataar Capital Management	Secondary	$22.9	0.63%
Boyu Capital	Primary	$21.5	0.59%
Flagship Pioneering (Flagship Ventures Management, Inc.)	Primary	$18.8	0.52%
Trustbridge Partners	Primary	$18.3	0.50%
Bessemer Venture Partners	Primary	$17.7	0.49%
Canaan Partners	Primary	$17.7	0.49%
Golden Gate Capital	Secondary	$14.5	0.40%
Data Collective	Primary	$11.5	0.32%
Granite Growth Health Partners GP, L.L.C.	Secondary	$11.3	0.31%
Legend Capital	Primary	$10.8	0.30%
SignalFire	Primary	$10.2	0.28%
JMI Equity	Primary	$9.9	0.27%
Charles River Ventures	Primary	$9.3	0.26%
Redpoint Ventures China	Primary	$8.8	0.24%
Khosla Ventures	Primary	$8.7	0.24%
Third Rock Ventures, LLC	Primary	$8.2	0.22%
Unusual Ventures	Primary	$8.0	0.22%
ZhenFund	Primary	$7.6	0.21%
GSR Ventures	Primary	$7.5	0.21%
Westlake BioPartners	Primary	$7.2	0.20%

Largest Real Assets/Other Managers at 31 January 2022

Based on the Investment Portfolio

No external manager represented more than 2.5% of the Investment Portfolio.

As the Investment Manager of the HarbourVest direct funds, HarbourVest Partners, LLC is the largest manager held in HVPE, although not listed here.

The five largest managers represented 5.3% of the Investment Portfolio.

The 25 largest managers represented 8.1% of the Investment Portfolio.

In total, the largest managers (0.2% of invested value or larger) represented 7.0% of the Investment Portfolio.

Manager	Strategy	Sum of NAV	% NAV
Corsair Capital Infrastructure Partners	Secondary	$89.4	2.46%
Arcus Infrastructure Partners	Secondary	$33.4	0.92%
ArcLight Capital Partners	Secondary	$30.5	0.84%
OMERS Infrastructure	Secondary	$21.9	0.60%
Lime Rock Management LP	Secondary	$16.4	0.45%
Oaktree Capital Management	Secondary	$12.2	0.34%
NGP Energy Capital Management LLC	Secondary	$9.4	0.26%
ABRY Partners, LLC	Primary	$9.1	0.25%
Crestline Management, L.P.	Secondary	$8.2	0.22%
Gridiron Energy Management, LLC	Secondary	$8.0	0.22%
Arroyo Energy Group	Secondary	$7.1	0.20%
B-29 GP, LLC	Secondary	$7.1	0.20%

Glossary

Term	Definition
Allocated Investments	Commitments made to HarbourVest funds that have been allocated to, and can be called by, an underlying General Partner.
Bridge Financing	An interim financing option used by private equity funds to delay or aggregate capital calls. A given investment is financed using a bridging loan, typically for a period of six to 12 months, with a capital call required only once the bridging loan is due to be repaid.
Buyout	An investment strategy that involves acquiring controlling stakes in mature companies and generating returns by selling them at a profit after operational efficiencies, expansion, and/or financial improvements.
Called Capital	Total amount of capital called for use by the General Partner.
Capital Call or Drawdown	A request made by the General Partner for a portion of the capital committed by a Limited Partner.
Carried Interest, Carry or Performance Fee	The share of profits due to a General Partner once the Limited Partner's commitment to a fund plus a defined hurdle rate is reached.
Co-investment (sometimes Direct Co-investment)	A minority investment, made directly into an operating company, alongside a fund or other private equity investor.
Commingled Fund	A fund structure that pools investments from multiple investors into a single fund.
Commitment Period or Investment Period	The period of time within which a fund can make investments as established in the Limited Partnership Agreement.
Committed Capital or Commitment	The capital a Limited Partner has agreed to commit to a fund across its lifespan.
Contributed Capital or Paid-In Capital	The total amount of capital paid into a fund at a specific point in time.
Cost (Current, Realised, Total)	**Current:** The cost of current underlying companies. **Realised:** The cost of underlying companies from which the fund has fully or partially exited. **Total:** The cost of underlying companies, both current and fully or partially exited.
Current Value or Residual Value	The fair value of all current/unrealised investments.
Discount	An investment company trades at a discount if the share price is lower than the net asset value per share. The discount is shown as the percentage difference between the share price and NAV per share.
Discount (Live)	This refers to the actual discount prevailing in the market at a given point in time. On 31 January 2022, the most recent published NAV figure was the 31 December 2021 estimate. The Live Discount on 31 January 2022, therefore, is calculated by comparing the 31 January 2022 share price against the 31 December 2021 estimated NAV, adjusted for foreign exchange movement.
Discount (Notional)	As of the date of this report, the audited 31 January 2022 NAV per share is known and available to the market. This information was not available on 31 January 2022 and market participants could not have used it as a reference when making an investment decision. The discount calculated by comparing the 31 January 2022 share price with the audited 31 January 2022 NAV is, therefore, a notional/retrospective discount.
Distributed or Distributions	The total amount of cash and stock that has been returned to a fund and/or Limited Partners.
Distributed to Paid-In Capital ("DPI") or Realisation Multiple	Total distributions to a fund and/or Limited Partners divided by paid-in capital.
Dry Powder	Capital that has been raised, but not yet invested.
Due Diligence	The process undertaken to confirm the accuracy of all data relating to a fund, company, or product prior to an investment. This can also refer to the investigation of a buyer by a seller.
Earnings Before Interest, Taxes, Depreciation and Amortisation ("EBITDA")	A measure of earnings before interest and taxes that exclude non-cash expenses. Valuation methods are commonly based on a comparison of private and public companies' value as a multiple of EBITDA.
Fund-level Borrowing	Exposure to leverage in underlying private equity funds. In the context of HVPE, this refers to the Company's look-through exposure to borrowings at the HarbourVest fund-level.
Funded Capital	The amount of contributed capital that has been invested by the fund, or capital invested by a fund in a third-party investment.
Fund of funds (sometimes referred to as Primaries)	An investment strategy of holding a portfolio of third-party private equity funds and/or other investments rather than investing directly in companies.
General Partner ("GP")	The manager of a fund.
Gross Assets	All of the assets of the Company accounted for under US GAAP before deducting any liabilities.
Growth Capital or Growth Equity	Investment in newly-mature companies looking to raise funds, often to expand or restructure operations, enter new markets, or finance an acquisition.
Initial Public Offering ("IPO")	The first offering of stock by a company to the public on a regulated exchange.
Internal Rate of Return ("IRR") (Gross, Net, Realised Gross)	A measure of the absolute annual rate of return of an investment that takes both the timing and magnitude of cash flows into account, calculated using contributed capital, distributions, and the value of unrealised investments. **Gross:** Without fees and carried interest taken into account. **Net:** With fees and carried interest deducted. **Realised Gross:** The return from underlying holdings from which the fund has already fully or partially exited, without fees and carried interest taken into account.

Term	Definition
Investment Pipeline	Total commitments to HarbourVest funds, which are to be prospectively called or invested by an underlying General Partner. This is comprised of allocated investments and unallocated investments.
J-curve	A term given to the typical shape adopted by the annual returns from a private equity fund during its lifecycle when graphed. Due to the investment process, capital calls and fees precede value creation and potential distributions.
Limited Partner	The investors in a Limited Partnership – the typical structure of a private equity fund. Limited Partners are not involved in the day-to-day management of a fund.
Limited Partnership Agreement (“LPA”)	The document which constitutes and defines a Limited Partnership, the legal structure typically adopted by private equity funds.
Management Fee	The fee paid to a fund, typically a percentage of the Limited Partner’s commitment.
Mean	The average value calculated from a set of numbers.
Median	The middle value in an ordered sequence of numbers.
Mergers and Acquisitions (“M&A”)	The consolidation of companies, for example where the ownership of a company in the underlying portfolio is transferred to, or combined with, another entity.
Mezzanine Finance/Debt	An investment strategy that typically includes junior debt and senior equity, often with the option to convert debt into equity in the event of default.
Net Asset Value (“NAV”)	The total value of a company’s assets minus the total value of its liabilities.
Preferred Return or Hurdle Rate	A minimum annual rate of return, determined in the Limited Partnership Agreement, that a fund must achieve before the General Partner may receive carried interest.
Primary Fund or Primaries (sometimes fund of funds)	A private equity fund that invests directly in privately-held companies rather than in other investment vehicles.
Principal Documents	The Company’s legal and organisational documents, including the Articles of Incorporation and the Prospectus.
Private Markets	Investments made in non-public companies through privately negotiated transactions.
Real Assets	An investment strategy that invests in physical assets that derive value and generate returns from their substance and properties, including infrastructure, agricultural land, oil and gas, and other commodities.
Realised Investment or Exit	An underlying holding from which the General Partner has exited.
Realised Value or Proceeds	The returns generated from the liquidation or realisation of underlying holdings.
Realised Value to Total Cost (“RV/TC”) Multiple	The returns generated from the liquidation or realisation of underlying holdings divided by the cost of all holdings, both remaining and exited.
Recapitalisation	A refinancing strategy used by private equity funds, typically involving an increase in the level of borrowing to enable an early cash distribution to investors.
Secondary Fund or Secondaries	A fund that purchases pre-existing interests in private equity funds or portfolios of operating companies.
Special Situations	An opportunistic investment strategy that looks to take advantage of market dislocations and unique situations to invest in private companies at discounts to their “fair” market value.
Total Value	The fund’s total market value plus any capital distributions already made
Total Value/Paid-In (“TVPI”) or Total Value/Contributed Multiple	The fund’s total market value plus any capital distributions already made divided by the amount of capital already paid into the fund by investors.
Total Value/Total Cost (“TV/TC”) Multiple	The total value divided by the total cost to date.
Unallocated Investments	Commitments made to HarbourVest funds that have not been allocated to, and cannot be called by, an underlying General Partner.
Unfunded	The portion of investors’ capital commitment that has yet to be “drawn down” or called by a fund manager.
Uplift	Increase in value received upon realisation of an investment relative to its carrying value prior to realisation.
Valuation Multiple	The market value of an asset relative to a key financial metric.
Venture (or Venture Capital)	An investment strategy that generates returns by backing start-up and early stage companies that are believed to have long-term growth potential.
Vintage Year	Usually the year in which capital is first called by a particular fund, though definitions can vary based on the type of fund or investment.

Alternative Performance Measures APM

Reconciliation of Share Price Discount to Net Asset Value per Share

The share price discount to NAV per share will vary depending on which NAV per share figure is used. The discount referred to elsewhere in this report is calculated using the live NAVs per share available in the market as at 31 January 2021 and 31 January 2022, those being the 31 December 2020 and 31 December 2021 estimates of $31.47 (sterling equivalent £23.02) and $46.80 (sterling equivalent £34.58), respectively, adjusted for USD/GBP foreign exchange movement, against share prices of £18.70 at 31 January 2021 and £27.75 at 31 January 2022.

The table below outlines the notional discounts to the share price at 31 January 2022, based on the NAVs per share published after this date (31 January 2022 estimate and final). Movements between the published NAVs per share for the same calendar date largely arise as further underlying fund valuations are received, and as adjustments are made for public markets, foreign exchange, and operating expenses.

Date of NAV (estimate and final)	NAV per Share	NAV Converted at 31 January 2022 GBP/USD Exchange Rate (1.3449)	Share Price at 31 January 2022	Discount to NAV at 31 January 2022
Estimated NAV at 31 December 2021 (published 19 January 2022)	$46.80	£34.80	£27.75	20%
Estimated NAV at 31 January 2022 (published 18 February 2022)	$45.89	£34.12	£27.75	19%
Final NAV (US GAAP) at 31 January 2022 (published 27 May 2022)	$49.11	£36.52	£27.75	24%

Annualised Outperformance of FTSE AW TR Index Over the Last 10 Years

NAV (US dollar) Compound Annual Growth Rate (“CAGR”)	
31/01/2012	$11.42
31/01/2022	$49.11
Elapsed time (years)	10.0
US dollar CAGR	**15.7%**

FTSE AW TR Index (US dollar) CAGR	
31/01/2012	233.09
31/01/2022	678.62
Elapsed time (years)	10.0
FTSE AW TR Index CAGR	**11.3%**

Annualised outperformance of FTSE AW TR Index Over the Last 10 Years calculation	
15.7% minus 11.3%	**4.4 percentage points (“pp”)**

KPIs (pages 14 and 15)

The KPI metrics show the movement between the NAV per share (in US dollars) and the share price (in sterling). Relative to the FTSE AW TR index, this is the difference in movement between the year-on-year change of this index vs the particular HVPE KPI. Overleaf the calculations for the balance sheet ratio are provided.

NAV Per Share ($) & Relative Performance

Date	NAV per Share	Absolute Performance	FTSE AW TR index Movement	Relative Performance vs FTSE AW TR
31 January 2016	$16.75			
31 January 2017	$18.47	+10.3%	+18.8%	-8.5pp
31 January 2018	$21.46	+16.2%	+28.2%	-12.0pp
31 January 2019	$24.09	+12.3%	-7.1%	+19.4pp
31 January 2020	$27.58	+14.5%	+16.7%	-2.2pp
31 January 2021	$35.97	+30.4%	+17.4%	+13.0pp
31 January 2022	$49.11	+36.5%	+13.8%	+22.7pp

10-year Outperformance of FTSE AW TR

NAV (US dollar)	
31/01/2012	$11.42
31/01/2022	$49.11
US dollar total return	**330%**
FTSE AW TR (US dollar)	
31/01/2012	233.09
31/01/2022	678.62
FTSE AW TR total return	**191%**
10-year outperformance of FTSE AW TR calculation	
330% minus 191%	**139pp**

Total Shareholder Return (£)

Date	Share Price (£)	Period-on-period Change
31 January 2016	£8.71	
31 January 2017	£11.95	**+37.2%**
31 January 2018	£12.52	**+4.8%**
31 January 2019	£14.26	**+13.9%**
31 January 2020	£18.36	**+28.8%**
31 January 2021	£18.70	**+1.9%**
31 January 2022	£27.75	**+48.4%**

Total Commitment Ratio

(Total exposure to private markets investments as a percentage of NAV)	31 January 2022	31 January 2021
Investment Portfolio	$3,633	$2,889
Investment Pipeline	$2,455	$1,573
Total	$6,088	$4,462
NAV	$3,922	$2,873
Total Commitment Ratio	**155%**	155%

Net Portfolio Cash Flow

(The difference between calls and distributions over the reporting period)	31 January 2022	31 January 2021
Calls	($515)	($431)
Distributions	$835	$290
Net Portfolio Cash Flow	**$320**	($141)

Both "Total Commitment Ratio" and "Net Portfolio Cash Flow" also form part of "Managing the Balance Sheet".

Alternative Performance Measures continued

Managing the Balance Sheet

Rolling Coverage Ratio

(A measure of medium-term commitment coverage)	31 January 2022	31 January 2021
Cash	$284	$98
Available credit facility	$700	$480
Estimated distributions during the next 12 months	$792	$344
Total sources	**$1,776**	$922
Estimated investments over the next 36 months	$2,629	$1,372
Rolling Coverage Ratio	**68%**	67%

Commitment Coverage Ratio

(Short-term liquidity as a percentage of Total Investment Pipeline)	31 January 2022	31 January 2021
Cash	$284	$98
Available credit facility	$700	$480
Total sources	**$984**	$578
Investment Pipeline	$2,455	$1,573
Commitment Coverage Ratio	**40%**	37%

Disclosures

Investments

The companies represented within this report are provided for illustrative purposes only, as example portfolio holdings. There are over 12,000 individual companies in the HVPE portfolio, with no one company comprising more than 1.7% of the entire portfolio.

The deal summaries, General Partners (managers), and/or companies shown within the report are intended for illustrative purposes only. While they may represent an actual investment or relationship in the HVPE portfolio, there is no guarantee they will remain in the portfolio in the future.

Past performance is no guarantee of future returns.

Forward-looking Statements

This report contains certain forward-looking statements. Forward-looking statements relate to expectations, beliefs, projections, future plans and strategies, anticipated events or trends, and similar expressions concerning matters that are not historical facts. In some cases, forward-looking statements can be identified by terms such as "anticipate", "believe", "could", "estimate", "expect", "intend", "may", "plan", "potential", "should", "will", and "would", or the negative of those terms, or other comparable terminology. The forward-looking statements are based on the Investment Manager's beliefs, assumptions, and expectations of future performance and market developments, taking into account all information currently available. These beliefs, assumptions, and expectations can change as a result of many possible events or factors, not all of which are known or are within the Investment Manager's control. If a change occurs, the Company's business, financial condition, liquidity, and results of operations may vary materially from those expressed in forward-looking statements.

By their nature, forward-looking statements involve known and unknown risks and uncertainties because they relate to events, and depend on circumstances, that may or may not occur in the future. Forward-looking statements are not guarantees of future performance. Any forward-looking statements are only made as at the date of this document, and the Investment Manager neither intends nor assumes any obligation to update forward-looking statements set forth in this document whether as a result of new information, future events, or otherwise, except as required by law or other applicable regulation.

In light of these risks, uncertainties, and assumptions, the events described by any such forward-looking statements might not occur. The Investment Manager qualifies any and all of its forward-looking statements by these cautionary factors.

Please keep this cautionary note in mind while reading this report.

Some of the factors that could cause actual results to vary from those expressed in forward-looking statements include, but are not limited to:

> the factors described in this report;

> the rate at which HVPE deploys its capital in investments and achieves expected rates of return;

> HarbourVest's ability to execute its investment strategy, including through the identification of a sufficient number of appropriate investments;

> the ability of third-party managers of funds in which the HarbourVest funds are invested and of funds in which the Company may invest through parallel investments to execute their own strategies and achieve intended returns;

> the continuation of the Investment Manager as manager of the Company's investments, the continued affiliation with HarbourVest of its key investment professionals, and the continued willingness of HarbourVest to sponsor the formation of and capital raising by, and to manage, new private equity funds;

> HVPE's financial condition and liquidity, including its ability to access or obtain new sources of financing at attractive rates in order to fund short-term liquidity needs in accordance with the investment strategy and commitment policy;

> changes in the values of, or returns on, investments that the Company makes;

> changes in financial markets, interest rates, or industry, general economic, or political conditions; and

> the general volatility of the capital markets and the market price of HVPE's shares.

Publication and Calculation of Net Asset Value

The NAV of the Company is equal to the value of its total assets less its total liabilities. The NAV per share is calculated by dividing the NAV of the Company by the number of shares in issue. The Company intends to publish the estimated NAV per share as calculated, monthly in arrears, as at each month-end, generally within 20 days.

Regulatory Information

HVPE is required to comply with the Listing Rules, Disclosure Guidance and Transparency Rules of the Financial Conduct Authority in the United Kingdom (the "LDGT Rules"). It is also authorised by the Guernsey Financial Services Commission as an authorised closed-end investment scheme under the Protection of Investors (Bailiwick of Guernsey) Law, 2020, as amended (the "POI Law"). HVPE is subject to certain ongoing requirements under the LDGT Rules and the POI Law and certain rules promulgated thereunder relating to the disclosure of certain information to investors, including the publication of annual and half-yearly financial reports.

Valuation Policy

Valuations Represent Fair Value Under US GAAP

HVPE's 31 January 2022 NAV is based on the 31 December 2021 NAV of each HarbourVest fund, Absolute[1], and Conversus, adjusted for changes in the value of public securities, foreign currency, known material events, cash flows, and operating expenses during January 2022. The valuation of each HarbourVest fund is presented on a fair value basis in accordance with US generally accepted accounting principles ("US GAAP"). See Note 4 in the Notes to the Financial Statements on page 110.

The Investment Manager typically obtains financial information from 90% or more of the underlying investments for each of HVPE's HarbourVest funds to calculate the NAV. For each fund, the accounting team reconciles investments, distributions, and unrealised/realised gains and losses to the Financial Statements. The team also reviews underlying partnership valuation policies.

Management of Foreign Currency Exposure

The Investment Portfolio includes three euro-denominated HarbourVest funds and a Canadian dollar-denominated fund. 14% of underlying partnership holdings are denominated in euros. The euro-denominated Investment Pipeline is €17.1 million.

- 2% of underlying partnership holdings are denominated in sterling. There is no sterling-denominated Investment Pipeline.
- 1% of underlying partnership holdings are denominated in Australian dollars. There is no Australian dollar-denominated Investment Pipeline.
- 0.5% of underlying partnership holdings are denominated in Canadian dollars. The Canadian dollar-denominated Investment Pipeline is C$8.5 million.
- 0.3% of underlying partnership holdings are denominated in Swiss francs. There is no Swiss franc-denominated Investment Pipeline.

HVPE has exposure to foreign currency movement through foreign currency-denominated assets within the Investment Portfolio and through its Investment Pipeline of unfunded commitments, which are long term in nature. The Company's most significant currency exposure is to euros. The Company does not actively use derivatives or other products to hedge the currency exposure.

1 Absolute, referred to as "HVPE Avalon Co-Investment L.P." in the Audited Consolidated Schedule of Investments, has been fully realised.

Key information

Exchange
London Stock Exchange (Main Market)

Ticker
HVPE (£)/HVPD ($)

Listing date
9 September 2015 (LSE Main Market)

2 May 2010 (LSE Specialist Fund Segment – since migrated to LSE Main Market)

6 December 2007 (Euronext – since delisted)

Fiscal year-end
31 January

Base currency
US dollars

Sterling quote London Stock Exchange	US dollar quote London Stock Exchange
ISIN **GG00BR30MJ80**	ISIN **GG00BR30MJ80**
SEDOL **BR30MJ8**	SEDOL **BGT0LX2**
TIDM **HVPE LN**	TIDM **HVPD LN**

Investment Manager
HarbourVest Advisers L.P.
(affiliate of HarbourVest Partners, LLC)

Registration
Financial Conduct Authority

Fund consent
Guernsey Financial Services Commission

Outstanding shares
79,862,486 Ordinary Shares

2021/22 Calendar
Monthly NAV estimate: **Generally within 20 days of month-end**

Annual General Meeting 2022: **20 July 2022**

Semi-Annual Report and Unaudited Condensed Interim Consolidated Financial Statements: **October 2022**

Company Advisers

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