

# Quest for Growth

## Accumulate

vs Hold

**Share price: EUR 4.25**

Closing price as of 31/05/2010

Reuters/Bloomberg OUFGBR/OFG BB

Market capitalisation (EUR m)	50.1
Current N° of shares (m)	11.8
Free float	74.0%

Estimated NAV breakdown	(EUR m)	% NAV
Listed stakes	51.1	58.3%
Private equity	19.7	22.5%
Venture Fund	8.3	9.5%

Cash & other	8.5	9.7%
Total Net Asset Value	87.6	100.0%
NAVPS (EUR)	7.43	
Share price (EUR)	4.25	
Discount/(Prem.) to NAV	42.8%	

### Investment Opinion - Recent News

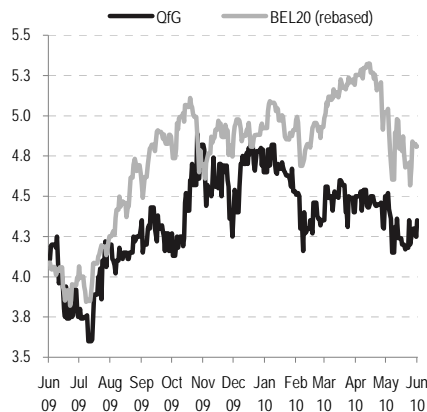
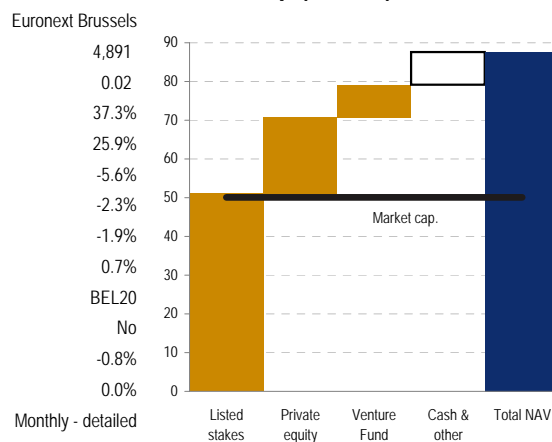
The disposal of its shareholding in CoreOptics transactions illustrates nicely that M&A activity seems to pick up (though slowly), amongst others thanks to the redesign of certain technology sectors that are triggering some trade sales.

The discount currently amounts to 43%. We believe this level to be unjustifiably high, although the company had to book a broad number of write downs in the Private Equity portfolio last year. At the present share price QfG's net cash position and unlisted assets, worth EUR 3/share, are for free. Applying a discount level in line with other Belgian peer portfolio companies (average of 30%), leads to an upside potential of over 20%. We therefore upgrade to Accumulate from Hold.

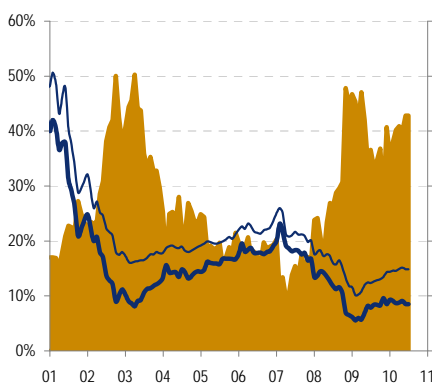
### Key data

Exchange	Euronext Brussels
Daily avg. no. trad. sh. 12 mth	4,891
Daily avg. trad. vol. 12 mth (m)	0.02
Avg discount 12 months	37.3%
Avg discount 5 years	25.9%
Abs. perf. 1 month	-5.6%
Abs. perf. 3 months	-2.3%
Relat. perf. 1 month	-1.9%
Relat. perf. 3 months	0.7%
Local index	BEL20
BEL20 member	No
5 Yr avg economic return	-0.8%
Dividend yield	0.0%
NAV frequency	Monthly - detailed
Dividend frequency	N.R.
Next AGM	Mar-2011
Financial year end	31-Dec
Velocity	15.2%

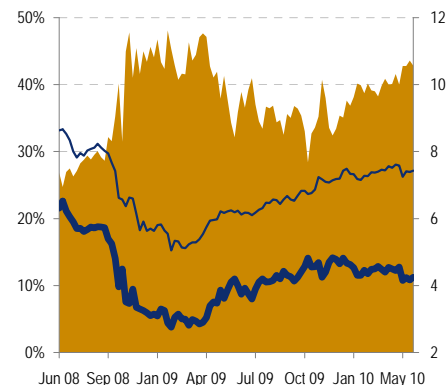
### NAV build up (EUR m)



### 10 years valuation graph (EUR)



### 24 months valuation graph



Shareholders: Dexia 11.8%, Laxey Partn. 12.0%, treasury shares 2.2%

#### Company Description

QfG is a closed end investment company (PRIVAK) which focuses on European technology-based growth companies in sectors such as biotechnology, health care, information technology, software, electronics, new materials and special situations in other growth sectors. It invests in both public and private equity. Under the PRIVAK regulations, the company enjoys tax privileges against its commitment of a high pay-out ratio.

■ : discount to intrinsic value (left scale)  
— : stock price (in EUR, right scale)  
— : intrinsic value (in EUR, right scale)

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