

6 July 2016

**CAPITAL FOR COLLEAGUES PLC**  
(‘Capital for Colleagues’ or the ‘Company’)

**PORTFOLIO UPDATE**

Capital for Colleagues, the investment vehicle focused on opportunities in the Employee Owned Business (‘EOB’) sector, is pleased to announce an update regarding its existing investee company, Place 2 Place Logistics Limited (‘P2P’).

The GBP 150,000 short term loan from Capital for Colleagues to P2P has been redeemed through the allotment to the Company of 150,000 ‘A’ Ordinary Shares of £1 each in P2P. The ‘A’ Ordinary Shares have preferential rights with respect to ongoing dividends and with respect to capital value in the event of the occurrence of certain exit events. In addition, Capital for Colleagues has been issued with ordinary shares in P2P representing around 10 per cent of the P2P ordinary shares in issue.

As part of this restructuring, and as envisaged at the time of the Company’s initial investment in P2P, an Employee Ownership Trust has been established at P2P; this Trust is now interested in 30 per cent of P2P’s ordinary shares.

John Eckersley, Chief Executive of Capital for Colleagues, said: ‘As planned, we have restructured our investment in Place 2 Place as part of a package designed to broaden employee ownership at that company and to align our interest more directly with that of the company’s employee owners. We will continue to focus on direct equity participation as our investee companies mature and alternative capital structures become more appropriate’.

The Directors of the Company are responsible for the contents of this announcement.

**\*\*ENDS\*\***

For further information, please visit [www.capitalforcolleagues.com](http://www.capitalforcolleagues.com) or contact:

**CAPITAL FOR COLLEAGUES PLC**

0161 233 4891

Richard Bailey, Chairman

John Eckersley, Chief Executive

**PETERHOUSE CORPORATE FINANCE LIMITED**

020 7469 0930

Mark Anwyl

Duncan Vasey

**Notes**

Capital for Colleagues is an investment company focused on the Employee Owned Business ('EOB') sector. The Company has a clear strategy aimed at investing in, advising and growing established, mainly UK-based, EOBs as well as assisting companies which are looking to launch employee ownership schemes, providing the capital and advice to help them achieve their objectives.

Capital for Colleagues has a proven management team, with a wide network of contacts and affiliates, as well as established access to investment opportunities, enabling the Company to execute its strategy and identify and capitalise on EOB-focused investment opportunities.