

Company Description

J.P. Morgan Private Equity Limited ("JPEL" or the "Company") is a Guernsey registered and incorporated, London Stock Exchange-listed, closed-ended investment company (LSE: JPEL, JPEZ, JPZZ). JPEL's primary strategy is to acquire secondary market portfolios of direct fund investments, significantly invested partnership interests and partially drawn commitments, in order to accelerate NAV development. JPEL employs an opportunistic, deep value private equity investment strategy and focuses on value-oriented investments with potential for early return of capital.

The Company's capital structure consists of three classes of shares: Equity Shares and two classes of Zero Dividend Preference Shares due 2013 and 2015, respectively. JPEL issued warrants free of subscription cost to shareholders on record as of 17 August 2009.

Summary at 28 February 2011

	US\$ Equity Share	Zero Dividend Preference Share 2013	Zero Dividend Preference Share 2015	JPEL Warrants	Balance Sheet Information	\$
Net Asset Value ("NAV") per share	\$1.33	61.93p	58.47p	N/A	Investments at Market Value	\$630.9 mm
No. of shares in issue	356.86 mm	63.31 mm	68.59 mm	58.08 mm	Cash & Equivalents	\$73.6 mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	US\$	Total Assets	\$704.5 mm
Ticker	JPEL	JPEZ	JPZZ	JPWW	Net Asset Value	\$603.6 mm
Sedol	B07V0H2	B07V0R2	B00DDT8	B60XDY5	Unfunded Commitments	\$124.4 mm
ISIN	GB00B07V0H27	GB00B07V0R25	GG00B00DDT81	GG00B60XDY53	Private Equity + Cash & Equivalents / Unfunded Commitments	5.7x

Note: On 25 February the Company announced that it accepted 11,036,942 of US\$ Equity Shares at a price of USD 1.30 per share, 55,011 of 2013 Zero Dividend Preference shares at a price of GBP 0.6123 per share and 829,241 of 2015 Zero Dividend Preference shares at a price of GBP 0.5769 per share. All shares were tendered at the applicable Net Asset Value per share as at 31 December 2010

JPEL Performance

JPEL's NAV per US\$ Equity Share increased 0.8% to \$1.33 during the month of February. The increase in NAV can be attributable to gains in JPEL's Australia portfolio as well as a valuation increase in one of the Company's real estate investments. At the time that the 28 February Month End Report was published, JPEL had yet to receive all fourth quarter 2010 underlying valuation reports, with only approximately 51.9% of private equity sponsor reports dated 31 December 2010 or later. The Managers anticipate that JPEL will receive additional fourth quarter 2010 reports in March and April 2011.

JPEL's US\$ Equity Share price ended the month of February at \$1.09 which represents a 6.6% increase since 31 December 2010 and 3.1% increase for the month.

NAV per share for the Company's 2013 ZDP Shares increased from 61.59p to 61.93p during the month of February, representing a gain of 0.6%. NAV per share for the Company's 2015 ZDZP Shares increased 0.6%, from 58.10p to 58.47p, during the period. The share price for the 2013 ZDP Shares decreased 0.4% to 65.25p for February, while the 2015 ZDP Shares decreased 0.6% to 65.88p during the month.

It is the Managers' opinion that the current market offers an attractive secondary investment environment in terms of supply of potential transactions. JPEL is witnessing strong deal flow stemming from regulatory changes in the US and Europe, as well as growth equity investment opportunities in Asia.

Recent Portfolio News

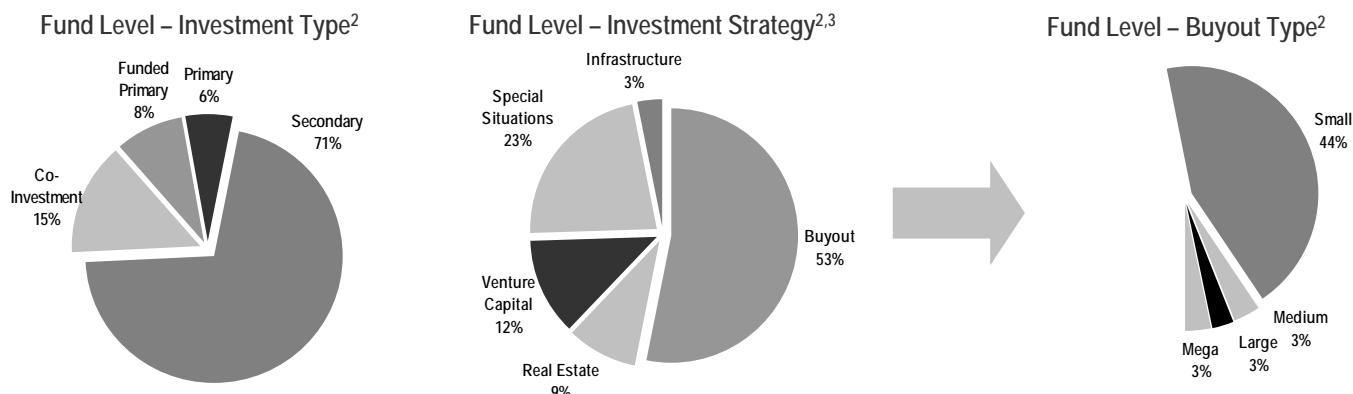
JPEL's portfolio continued to demonstrate a strong distribution pattern through the month of February. The Company received \$7.5 million in distributions versus \$5.2 million in capital calls, which marks the 11th consecutive month that distributions have offset capital calls.

In November 2010, JPEL completed an investment in a distressed Florida real estate development. In the months since buying the asset, nearly 50 percent of the units have been leased or have applications pending. In addition, during March 2011, the property was conservatively financed resulting in a return of 45% of the initial investment made in November.

Past performance is not indicative of future performance. Performance returns shown can increase or decrease due to currency fluctuations.

Portfolio Summary at 28 February 2011

JPEL's portfolio is comprised of 167 fund interests that include over 1,500 companies across approximately 28 industries. As a secondary investor, JPEL's portfolio is heavily weighted towards funded investments, which comprise approximately 79%¹ of the portfolio. In addition, the Managers place an emphasis on investing in small to medium sized buyout funds, which tend to utilize lower leverage and purchase multiples; these funds represent approximately 47% of the portfolio.



1. Includes secondary investments and funded primary investments.
2. The diversification charts above are based on private equity fair market value as at 28 February 2011 and use underlying fund-level values. Fund classifications for buyout strategy is based on total fund commitments: Small: \$0 - \$500 million; Medium: \$500 - \$2,000 million; Large: \$2,000 million - \$5,000 million; Mega: over \$5,000 million. Co-investments allocated by size of underlying sponsor fund.
3. Special situations includes mezzanine, debt, turnaround and distressed investment strategies.

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Key considerations, risks and investment information for Private Equity Investors

Investments in private equity are speculative and involve significant risks. The environment for private equity investments is volatile, and an investor should only invest if the investor can withstand a total loss of investment. In considering the performance information contained herein, prospective investors should bear in mind that past performance is not indicative of future results. Private equity investments are not usually liquid and may be difficult to value.

Key considerations for private equity investors include but are not limited to: private equity is an illiquid asset class; there are typically no redemption features within a traditional private equity fund; traditional private equity fund investments are "locked up" for the duration of the partnership; private equity investments typically involve a long term time horizon; private equity funds may have investment periods that extend 6 years and terms of 12+ years; private equity is a speculative investments and there are no global disclosure standards or capital protection.

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