

Professional Investors Only – Not For Public Distribution

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, JPZZ, JPSZ). 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 2015 and 2017, respectively.

Summary at 31 July 2013*

	US\$ Equity Share	Zero Dividend Preference Share 2015	Zero Dividend Preference Share 2017	JPEL Warrants
Net Asset Value ("NAV") per share	\$1.10	72.12p	75.78p	N/A
No. of shares in issue	346.38 mm	67.08 mm	30.41 mm	57.90 mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	US\$
Ticker	JPEL	JPZZ	JPSZ	JPWW
Sedol	B07V0H2	B00DDT8	B5N4JV7	B60XDY5
ISIN	GB00B07V0H27	GG00B00DDT81	GG00B5N4JV75	GG00B60XDY53

* JPEL's 2013 ZDP Shares were retired on 29 April 2013 at 73p per share.

Balance Sheet Information

(\$ in mm)

Investments at Market Value	\$526.2
Cash & Equivalents	\$10.9
Total Assets	\$537.1
Total Liabilities**	(\$48.2)
Total Net Asset Value (NAV)	\$488.9
2015 ZDP NAV	(\$73.6)
<u>2017 ZDP NAV</u>	<u>(\$35.0)</u>
US\$ Equity NAV	\$380.3
Undrawn Credit Facility	\$103.5
Unfunded Commitments	\$78.9
Private Equity + Cash / Unfunded	6.80x

Performance

In July 2013, JPEL's NAV per equity share increased from \$1.09 to \$1.10. Gains in the share price of one of JPEL's largest public holdings, the sale of two portfolio companies and positive currency movements contributed to the increase in NAV during the month.

During this period, JPEL received distributions of \$8.2 million and capital calls of \$1.3 million.

Portfolio Activity

In July 2013, JPEL's largest single portfolio company representing approximately 12.0% of private equity value, Deutsche Annington Immobilien Group ("DAIG"), floated approximately 15.6% of the company on the Frankfurt Stock Exchange. As a result of the IPO, JPEL received a distribution from the company in August amounting to \$3.3 million. Since its IPO at €16.50 per share, DAIG shares have traded up over 15% and closed at €19.03 per share on 16 September 2013. JPEL has been informed by DAIG's manager that they intend to value the company on a mark to mark basis based on the public share price on a going forward basis commencing 30 September 2013. Based on the current share price, JPEL does not anticipate a material change in DAIG's holding value.

Also during the month of July, JPEL's investment in Education Management Corporation ("EDMC"), a publicly traded company that operates in the for-profit post-secondary education sector, gained 25%. This recent rally comes after a period of significant pressure on the entire sector due to regulatory scrutiny. During this period JPEL also received a \$5.4 million distribution from Liberty Partners II from the sale of Component Hardware Group, which was completed at a premium to JPEL's holding value. In addition, JPEL received \$1.4 million from Trumpet Feeder Ltd / Clarion affiliates for the sale of Cross MediaWorks, as well as several other smaller distributions.

Share Price Activity

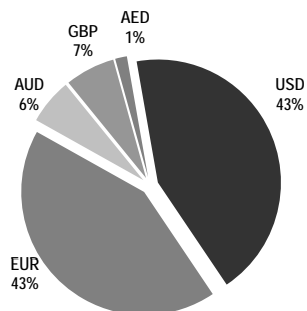
During July, the Company's US\$ Equity Share price remained at \$0.73 per share. The NAV per share for the Company's 2015 ZDP Shares increased 0.7% to 72.12p and the 2017 ZDP Shares increased 0.7% to 75.78p. The price of JPEL's 2015 ZDP Shares and 2017 ZDP Shares were unchanged at 79.38p and 87.5p, respectively.

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

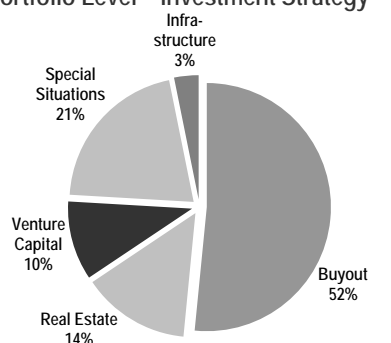
Portfolio Summary at 31 July 2013

JPEL's portfolio is comprised of 100 fund interests, 11 co-investments and five fund of funds that include over 1,500 companies. As a secondary investor, JPEL's portfolio is heavily weighted towards funded investments, which comprise approximately 73%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.

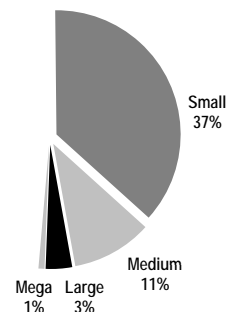
Portfolio Level – Currency²



Portfolio Level – Investment Strategy^{2,3}



Portfolio Level – Buyout Type²



- Includes secondary investments and funded primary investments.
- The diversification charts above are based on private equity fair market value as at 31 July 2013 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.
- Special situations includes mezzanine, debt, turnaround and distressed investment strategies.

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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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