

Company Description

Professional Investors Only – Not For Public Distribution

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, 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 four classes of shares: Equity Shares and three classes of Zero Dividend Preference Shares due 2013, 2015 and 2017, respectively.

Summary at 31 January 2013

	US\$ Equity Share	Zero Dividend Preference Share 2013	Zero Dividend Preference Share 2015	Zero Dividend Preference Share 2017	JPEL Warrants
Net Asset Value ("NAV") per share	\$1.13	71.76p	69.15p	72.78p	N/A
No. of shares in issue	346.38 mm	62.75 mm	67.08 mm	30.41 mm	57.90 mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	£ Sterling	US\$
Ticker	JPEL	JPEZ	JPZZ	JPSZ	JPWW
Sedol	B07V0H2	B07V0R2	B00DDT8	B5N4JV7	B60XDY5
ISIN	GB00B07V0H27	GB00B07V0R25	GG00B00DDT81	GG00B5N4JV75	GG00B60XDY53

Balance Sheet Information (\$ in mm)

Investments at Market Value	\$621.6
Cash & Equivalents	\$13.6
Total Assets	\$635.2
Total Liabilities	(\$63.0)
Total Net Asset Value (NAV)	\$572.2
2013 ZDP NAV	(\$71.4)
2015 ZDP NAV	(\$73.5)
2017 ZDP NAV	(\$35.1)
US\$ Equity NAV	\$392.2
Undrawn Credit Facility	\$88.9
Unfunded Commitments	\$82.9
Private Equity + Cash / Unfunded	7.67x

JPEL Performance

JPEL's NAV per equity share increased from \$1.12 to \$1.13 in the month of January 2013. The NAV growth is due to a slight increase in JPEL's portfolio value, as well as a decrease in the ZDP liability as the Sterling declined in value versus the US Dollar during the month.

In February, JPEL announced an initial sale of non-core assets. The Company entered into a binding agreement to sell interests in four US and European based buyout funds ("Initial Sale Portfolio") with vintages predominantly in the 2005-2006 range. The secondary sale was completed with three third-party buyers at an aggregate discount of 15% to prevailing NAV. The transaction will generate cash proceeds of approximately \$27.8 million and will also release JPEL from approximately \$2.4 million in unfunded commitments. Proceeds will be used entirely to reduce the Company's leverage. The sale will be reflected in JPEL's February 2013 NAV as the values for the Initial Sale Portfolio will be adjusted to reflect the agreed sale price.

In January, JPEL received distributions of \$1.9 million versus capital calls of \$1.7 million. The largest distribution resulted from the liquidation of various distressed debt positions and mortgage trading positions in Cerberus Institutional Partners (Series Four). Cerberus Series Four is a 2006 vintage year fund that invests in US based distressed securities and assets.

JPEL's US\$ Equity Share price increased 7.1% from \$0.63 to \$0.68 per US\$ Equity Share in the month of January.

During January, the NAV per share for the Company's 2013 ZDP Shares increased 0.6% to 71.76p, the 2015 ZDP Shares increased 0.7% to 69.15p and the 2017 ZDP Shares increased 0.7% to 72.78p. The price of JPEL's 2013 ZDP Shares gained 0.7% in January to close the month at 72.50p, the price of the 2015 ZDP Shares gained 1.5% to 77.38p and the price of the 2017 ZDP Shares increased 0.4% to 85.13p.

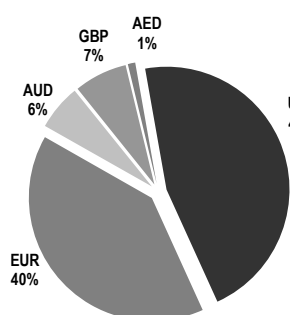
Past performance is not indicative of future performance. Performance returns shown can increase or decrease due to currency fluctuations.

Portfolio Summary at 31 January 2013

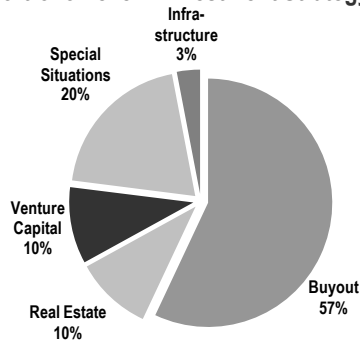
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JPEL's portfolio is comprised of 108 fund interests, 11 co-investments and six fund of funds that include over 1,500 companies. As a secondary investor, JPEL's portfolio is heavily weighted towards funded investments, which comprise approximately 76%¹ 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 52% of the portfolio.

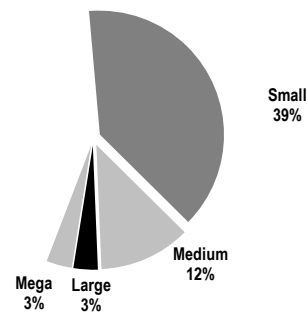
Portfolio Level – Currency²



Portfolio Level – Investment Strategy^{2,3}



Portfolio Level – Buyout Type²



1. Includes secondary investments and funded primary investments.

2. The diversification charts above are based on private equity fair market value as at 31 January 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.

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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