

JPEL Company Summary

Objective

JPEL's core strategy is to purchase private equity fund interests in the secondary market.

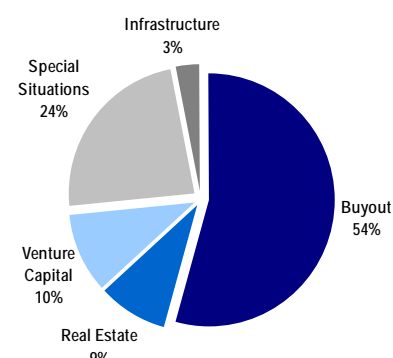
Launched

30 June 2005

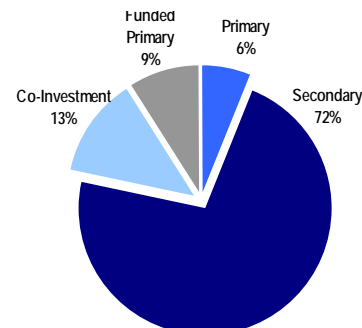
	US\$ Equity Share	Zero Dividend Preference Share 2013	Zero Dividend Preference Share 2015	JPEL Warrants
Net Asset Value ("NAV") per share	US\$ 1.34	62.30p	58.88p	N/A
No. of shares in issue	356.86 mm	63.31 mm	68.59 mm	58.08 mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	US\$
Ticker	JPEL	JPEZ	JPZZ	JPWW
Sedol	B07V0H2	B07V0R2	B00DDT8	B60XDY5
ISIN	GB00B07V0H27	GB00B07V0R25	GG00B00DDT81	GG00B60XDY53
Market Makers	ABN Amro Cazenove HSBC Bank	Cazenove Collins Stewart HSBC Bank Winterflood	Cazenove Collins Stewart HSBC Bank Winterflood	ABN Amro Cazenove HSBC Bank

All figures as at 31 March 2011.

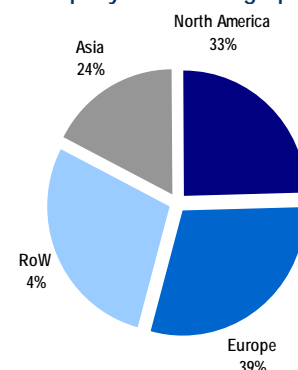
Fund Level – Investment Strategy^{1,2}



Fund Level – Investment Type¹



Company Level – Geography¹



1. The diversification charts above are based on Net Asset Value as at 31 March 2011 and use underlying company-level and fund-level values.
2. Special situations includes mezzanine, debt, turnaround and distressed investment strategies.

Company Description

J.P. Morgan Private Equity Limited ("JPEL" or the "Company") is a global private equity fund listed on the London Stock Exchange. JPEL's core strategy is to purchase private equity fund interests in the secondary market.

JPEL pursues the following strategies to seek to meet its investment objectives

- Acquires secondary portfolios of direct investments and significantly invested partnership investments to accelerate NAV development.
- Opportunistically invests in buyout, venture capital, and other special situations funds and investments throughout the world based on attractive transaction values, advantageous market conditions, and compelling risk-adjusted return potential.
- Obtains exposure to individual companies by co-investing alongside private equity sponsors in companies that offer the potential for substantial equity appreciation.
- Diversifies its portfolio by manager, industry, geography, investment stage, and vintage year.
- Actively manages the portfolio by repositioning its investment composition from time to time in order to capitalise on changes in private equity market conditions.

The Company's capital structure consists of three classes of shares: US\$ Equity Shares ("Equity Shares") and two classes of Zero Dividend Preference Shares due 2013 and 2015, respectively (together, the "ZDP Shares").

JPEL issued warrants free of subscription cost to shareholders on record as of 17 August 2009. The warrants are publicly traded on the London Stock Exchange under the symbol "JPWW."

JPEL

Managers' Comments

JPEL is the only listed private equity fund focused on the secondary private equity market.

Key Highlights from the First Quarter of 2011

- Credit Facility Refinanced:**
 In March 2011, JPEL replaced its existing credit facility with a new multi-currency credit facility in the amount of US\$150 million through Lloyds Bank Corporate Markets. Highlights of the new facility include:
 - Improved Pricing:** The new Lloyds facility provides a meaningful reduction in debt service cost. JPEL will be charged an interest rate of LIBOR +275bp for a LTV of less than or equal to 10%, or LIBOR +325bp for a LTV of greater than 10%, with no LIBOR floor in either case, versus the interest rate of LIBOR +500bp with a 2% LIBOR floor which JPEL was charged on its previous facility.
 - Extended Maturity Date:** With the new Lloyds facility JPEL was able to extend the maturity date of its credit facility to May 2013, from May 2012 with the previous facility.
- Distributions of \$18.9 million Outpace Capital Calls of \$11.4 million in 1Q 2011:**
 - In the last twelve months JPEL has consistently received distributions in excess of capital called.
 - In total, the Company has received \$63.3m in distributions versus \$27.5m in capital calls since March 2010.
- Payment of 31 December 2010 Tender to Shareholders**
 - On 25 February 2011, JPEL tendered up to 3% of shares outstanding at the prevailing 31 December 2010 NAV
 - Since inception, JPEL has returned over \$127 million to investors at an average price per US\$ Equity Share of \$1.65
- Growth in US\$ Equity Share Price:**
 - JPEL's US\$ Equity Share Price increased 7.6% through the first quarter to \$1.10.

JPEL Performance

In the first quarter of 2011, JPEL's NAV per US\$ Equity share increased 3.1% from \$1.30 at 31 December 2010 to \$1.34 at 31 March 2011.

NAV per share for the Company's 2013 and 2015 ZDP Shares increased from 61.23p to 62.30p and from 57.69p to 58.88p, respectively, during the quarter, representing gains of 1.7% and 2.1%, respectively, per share. The share price for the 2013 ZDP Shares decreased by 0.8%, while the 2015 ZDP Shares decreased by 2.0% during the quarter.

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

Investment Activity

During the quarter, JPEL completed a secondary direct investment in a leading European industrial flooring company with significant operations in Latin America. JPEL was able to enter this investment at an attractive valuation due to the liquidity needs of three diverse sellers: a hedge fund in liquidation, a proprietary trading desk and a European construction company.

Investment Update

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.

Balance Sheet Information as at 31 March 2011*

Investments at Market Value	\$638.4 mm
Cash & Equivalents	\$44.6mm
Total Assets	\$683.0 mm
Net Asset Value	\$606.3 mm
Unfunded Commitments	\$123.9 mm
(Private Equity + Cash & Equivalents / Unfunded Commitments)	5.5x

Summary of Portfolio as at 31 March 2011¹

Buyout Funds	58	Co-Investments	12
Special Situations Funds	33	Fund of Funds	6
Venture Capital Funds	22		
Real Estate Funds	8		
Infrastructure Funds	5		

* Source: Managers.

1. Fund of Funds includes the Company's investments in Bear Stearns Private Opportunity Ventures, L.P., Private Equity Access Fund II Ltd, and portfolios held through the Macquarie Private Capital Trust.

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JPEL

Managers' Comments

Portfolio Highlights

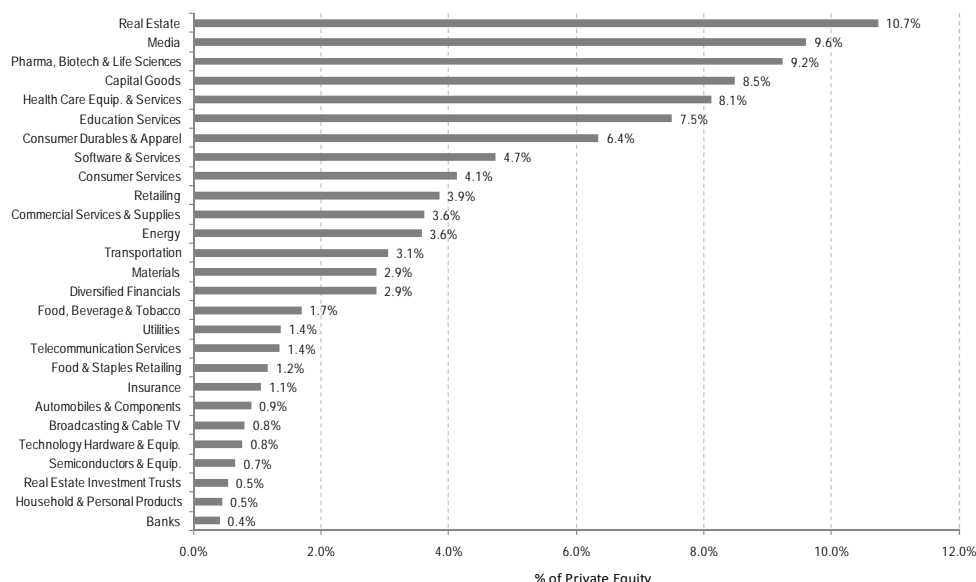
JPEL's portfolio is comprised of interests in 107 funds, 12 co-investments and six fund of funds that include over 1,500 companies across approximately 27 industries. The top 20 fund interests account for 42.5% of private equity NAV. The portfolio continues to be weighted heavily towards more defensive industries as approximately 17.6% of its portfolio is invested in healthcare-oriented companies. In addition, approximately 81% of its buyout portfolio is invested in small to medium sized buyouts, which tend to utilize lower leverage and purchase multiples. JPEL's portfolio is well diversified by vintage year; the average age of the Company's portfolio is 5.0 years. JPEL has continued to emphasize investments in companies with rational debt levels.

Average age of Portfolio by Investment Strategy

- **Average age of investments: 5.0 years**
- Buyout investments: **4.4 years**
 - Small buyout: **4.2 years**
 - Medium buyout: **4.7 years**
 - Large buyout: **5.3 years**
 - Mega buyouts: **5.5 years**
- Venture Capital investments: **8.5 years**
- Real Estate investments: **6.1 years**
- Special Situations: **4.3 years**
- Infrastructure investments: **5.0 years**

Source: Manager.
Average age of investments based on the vintage year and specific date in which each individual portfolio company investment was made, subject to availability. Weighting is based on underlying portfolio company level values. Age calculated at 31 March 2011.
Average is weighted based on Net Asset Value at 31 March 2011 and uses underlying company-level values.

JPEL has emphasized investments in industries that have counter-cyclical or defensive characteristics



Note: The diversification chart above is based on Net Asset Value as at 31 March 2011 and uses underlying company-level values.

Top 20 Fund Investments at 31 Mar 2011

1. Liberty Partners II, L.P.	3.7%
2. Avista Capital Partners (Offshore), L.P.	3.6%
3. Life Sciences Holdings SPV I Fund, LP	3.2%
4. Alcentra Euro Mezzanine No1 Fund LP	2.9%
5. Milestone Link Fund, L.P.	2.7%
6. Hutton Collins Capital Partners II LP	2.4%
7. Omega Fund III, L.P.	2.1%
8. Esprit Capital I Fund	1.9%
9. GSC European Mezzanine Fund II LP	1.9%
10. Macquarie Alternative Investment Trust II	1.9%
11. Almack Mezzanine I Fund LP	1.8%
12. Guggenheim Aviation Offshore Investment Fund II, L.P.	1.8%
13. Global Opportunistic Fund	1.8%
14. Macquarie Wholesale Co-investment Fund	1.8%
15. Blue River Capital I, LLC	1.6%
16. Argan Capital Fund	1.5%
17. Catalyst Buyout Fund 1	1.5%
18. Strategic Value Global Opportunities Master Fund, LP	1.5%
19. Leeds Equity Partners IV, LP	1.5%
20. Beacon India Private Equity Fund	1.4%

Top 20 Company Investments at 31 Mar 2011

1. Deutsche Annington Immobilien Group	7.2%
2. China Media Enterprises Limited	7.1%
3. Concorde Career Colleges, Inc.	2.6%
4. Education Management Corporation	2.6%
5. FibroGen Europe	2.4%
6. RCR Industrial S.a.r.l.	2.3%
7. Paratek	1.9%
8. WinnCare	1.8%
9. InterFloor	1.4%
10. Evergreen International Aviation, Inc.	0.9%
11. Back Bay	0.9%
12. Lantheus	0.8%
13. Rebel Group (formerly Amart All Sports)	0.8%
14. Nycomed	0.7%
15. Step 2 Holdings LLC	0.7%
16. KMC Constructions	0.7%
17. Healthcare at Home	0.7%
18. Ex Libris Group	0.7%
19. Quartier 207	0.6%
20. Pacific Apparel Solutions	0.6%

Note: Based on Net Asset Value as at 31 March 2011 and use underlying company-level values. Top 20 Fund Investments exclude limited partnerships set up specifically to for co-investment purposes.

JPEL's top 20 fund investments and the top 20 company exposures account for 42.5% and 37.4% of the Company's private equity portfolio, respectively.

JPEL

Company Overview

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Investment Managers

JPEL is a closed-ended investment company that is registered and incorporated under the laws of Guernsey. JPEL is managed by Bear Stearns Asset Management Inc and JPMorgan Asset Management (UK) Limited (collectively, the "Managers"), both wholly-owned subsidiaries of JPMorgan Chase & Co.

JPMorgan Chase & Co. (NYSE: JPM) is a leading financial services firm with assets under management of \$2.1 trillion and operations in more than 60 countries. The firm is a leader in investment banking, financial services for consumers, small business and commercial banking, financial transaction processing, asset management, and private equity.

Further information about JPMorgan Chase & Co. can be found at www.jpmorganchase.com.

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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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