

Company Description

J.P. Morgan Private Equity Limited 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 30 November 2010

	US\$ Equity Share	Zero Dividend Preference Share 2013	Zero Dividend Preference Share 2015	JPEL Warrants	Balance Sheet Information	\$
Net Asset Value (“NAV”) per share	\$1.29	60.86p	57.28p	N/A	Investments at Market Value	\$583.1 mm
No. of shares in issue	367.90 mm	63.37 mm	69.42 mm	58.08 mm	Cash & Equivalents	\$107.8 mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	US\$	Total Assets	\$691.0 mm
Ticker	JPEL	JPEZ	JPZZ	JPWW	Net Asset Value	\$595.5 mm
Sedol	B07V0H2	B07V0R2	B00DDT8	B60XDY5	Unfunded Commitments	\$129.2 mm
ISIN	GB00B07V0H27	GB00B07V0R25	GG00B00DDT81	GG00B60XDY53	Private Equity + Cash & Equivalents / Unfunded Commitments	5.35x

JPEL Performance

During the month of November, JPEL’s US\$ Equity Share NAV remained unchanged at \$1.29 per share. JPEL’s portfolio has once again produced net positive distributions adding to a trend that is now in its 8th consecutive month. JPEL received distributions of \$2.95 million, offsetting capital calls of \$1.34 million in the month of November.

At the time that the 30 November Monthly report was published, JPEL had received approximately 90.9%* of underlying private equity sponsor reports dated 30 September 2010 or later. JPEL’s US\$ Equity Share price declined 4.7% for the month of November.

NAV per share for the Company’s 2013 and 2015 ZDP Shares increased from 60.49p to 60.86p and from 56.87p to 57.28p, respectively, during November, representing gains of 0.6% and 0.7%, respectively, per share. The share price for the 2013 ZDP Shares increased 0.4% for November, while the 2015 ZDP Shares increased 1.9% during the month.

JPEL’s overall pipeline of potential deals continues to build. In the Manager’s opinion, the changing regulatory environment and overall investor sentiment are leading to significant pressure on institutions to sell illiquid positions. In particular, in the Manager’s experience, deal flow from hedge funds and banks has increased meaningfully over the past several months and should provide JPEL with a reliable flow of deals.

Recent Investments

During the past month, JPEL advanced two potential transactions representing approximately \$16 million of purchase value. These investments include a distressed real estate opportunity in the United States and a special situations investment in Europe. The Manager anticipates closing both investments in the next few weeks and believes that both will contribute to JPEL’s NAV development during the first quarter of 2011.

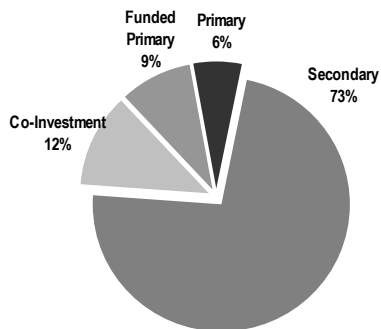
* Based on private equity fair market value as at 30 November 2010.

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

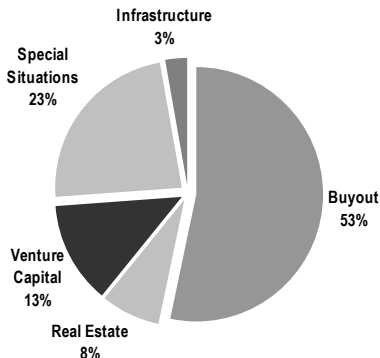
Portfolio Summary at 30 November 2010

JPEL’s portfolio is comprised of 168 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 82.0%¹ of the portfolio. In addition, the Manager places 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.

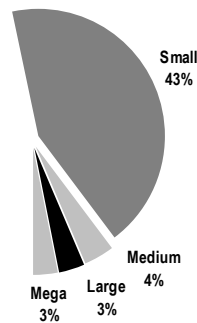
Fund Level – Investment Type²



Fund Level – Investment Strategy^{2,3}



Fund Level – Buyout Type²



- Includes secondary investments and funded primary investments.
- The diversification charts above are based on private equity fair market value as at 30 November 2010 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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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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