

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, 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. JPEL issued warrants free of subscription cost to shareholders on record as of 17 August 2009.

Summary at 31 August 2012

	US\$ Equity Share	Zero Dividend Preference Share 2013	Zero Dividend Preference Share 2015	Zero Dividend Preference Share 2017	JPEL Warrants	Balance Sheet Information	\$
Net Asset Value ("NAV") per share	\$1.12	68.87p	66.24p	70.19p	N/A	Investments at Market Value	\$621.4mm
No. of shares in issue	377.95 mm	62.95 mm	67.08 mm	30.41 mm	57.90 mm	Cash & Equivalents	\$20.8mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	£ Sterling	US\$	Total Assets	\$642.2mm
Ticker	JPEL	JPEZ	JPZZ	JPSZ	JPWW	Net Asset Value	\$595.6mm
Sedol	B07V0H2	B07V0R2	B00DDT8	B5N4JV7	B60XDY5	Unfunded Commitments	\$97.6mm
ISIN	GB00B07V0H27	GB00B07V0R25	GG00B00DDT81	GG00B5N4JV75	GG00B60XDY53	Private Equity + Cash & Equivalents / Unfunded Commitments	6.63x

JPEL Performance

JPEL's NAV per equity share remained unchanged at \$1.12 for the month of August. Gains in JPEL's Australian portfolio were partially offset by a decline in the Company's Indian investments due to the depreciation of the Rupee and expenses. JPEL's equity share price remained unchanged at \$0.68 in August. During the month, JPEL bought back 1.75 million equity shares at an average price of \$0.68.

In August JPEL received distributions of \$6.7 million against capital calls of \$1.0 million. The largest distribution was a result of the sale of a tail-end multi-manager fund within JPEL's Australian portfolio.

During the month, JPEL made a follow-on acquisition of shares of a publicly traded private equity company with five underlying assets. JPEL has built its ownership position in the company at a substantial discount to the stated net asset value and is working with the company and other shareholders to maximize investment returns.

In addition, during August a JPEL's portfolio company Lifelock filed a S-1 to go public and subsequent to the period, in October, the company completed the offering. JPEL made its pre-IPO investment in Lifelock, a leading identity theft protection company, in February 2012 to facilitate an acquisition.

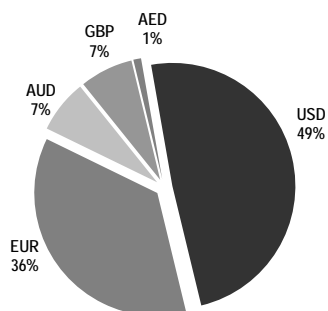
In August, the NAV per share for the Company's 2013 ZDP Shares increased 0.6% to 68.87, the 2015 ZDP Shares increased 0.7% to 66.23p and the 2017 ZDP Shares increased 0.7% to 70.19. The price of JPEL's 2013 ZDP Shares increased 2.5% in August to 72.00p, the price of the 2015 ZDP Shares gained 1.2% to 73.38p and the price of the 2017 ZDP Shares increased 5.2% to 80.38p.

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

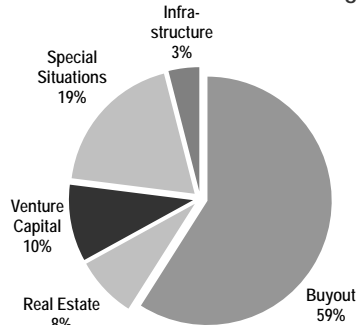
Portfolio Summary at 31 August 2012

JPEL's portfolio is comprised of 108 fund interests, 11 co-investments, 1 listed private equity holding 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 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.

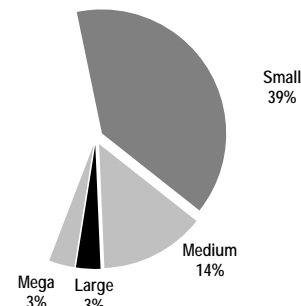
Portfolio Level – Currency²



Portfolio Level – Investment Strategy^{2,3}



Portfolio Level – Buyout Type²



- Includes secondary investments and funded primary investments.
- The diversification charts above are based on private equity fair market value as at 31 August 2012 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.

MANAGERS

Bear Stearns Asset Management Inc.
270 Park Avenue
New York, NY 10017 USA

JPMorgan Asset Management (UK) Limited
20 Finsbury Street
London EC2Y 9AQ UK

JF International Management Inc.
Chater House
8 Connaught Road, Hong Kong

SECRETARY, ADMINISTRATOR AND REGISTERED OFFICE

Augentius (Guernsey) Limited
Carinthia House
9-12 The Grange
St Peter Port
Guernsey GY1 4BF

AUDITOR

KPMG Channel Islands Limited
20 New Street
St Peter Port
Guernsey GY1 4AN

JPEL CONTACTS

Troy Duncan
troy.duncan@jpmorgan.com

Rosemary DeRise
US +1 212 648 2980
rosemary.derise@jpmorgan.com

Gregory Getschow
gregory.getschow@jpmorgan.com

Samantha Ladd
US +1 212 648 2982
samantha.ladd@jpmorgan.com

REGISTRAR

Capita IRG (CI) Limited
1 Le Truchot, 2nd Floor
St. Peter Port
Guernsey GY1 4AE

SOLICITOR

Herbert Smith Freehills LLP
Exchange House
Primrose Street
London EC2A 2HS UK

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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