

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 April 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	\$1.33	58.39p	54.57p	N/A	Investments at Market Value	\$590.9 mm
No. of shares in issue	367.74 mm	63.37 mm	69.42 mm	58.08 mm	Cash & Equivalents	\$114.5 mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	US\$	Total Assets	\$705.4 mm
Ticker	JPEL	JPEZ	JPZZ	JPWW	Net Asset Value	\$604.6 mm
Sedol	B07V0H2	B07V0R2	B00DDT8	B60XDY5	Unfunded Commitments	\$133.5 mm
ISIN	GB00B07V0H27	GB00B07V0R25	GG00B00DDT81	GG00B60XDY53	Private Equity + Cash & Equivalents / Unfunded Commitments	5.28x

JPEL Performance*

As at 30 April 2010, the value of JPEL's private equity portfolio was unchanged from 31 March 2010. However, JPEL's net asset value per US\$ Equity Share decreased slightly from \$1.34 at 31 March and ended April at \$1.33 due to negative currency movements. During the month of April, the Euro fell 1.6% against the US Dollar and the British Pound and Australian Dollar increased in value against the US Dollar by 0.6% and 0.8%, respectively.

NAV per share for the Company's 2013 and 2015 ZDP Shares increased from 58.06p to 58.39p and from 54.20p to 54.57p, respectively, during April, representing gains of 0.6% and 0.7%, respectively, per share. The share price for the 2013 ZDP Shares and 2015 ZDP Shares continued to perform well during April, representing gains of 0.8% and 3.8%, respectively.

At the time that the 30 April report was published, JPEL had received approximately 52%** of underlying private equity sponsor reports dated 31 March 2010 or later.

By the end of the third week in May, foreign exchange markets had dramatically increased in volatility as the Australian Dollar, British Pound and Euro witnessed substantial declines vs. the US Dollar, falling 10.0%, 5.3% and 5.5%, respectively. Given this increase in volatility, JPEL may seek to add to its hedging position.

Recent Investments

During April 2010, JPEL purchased a \$7 million commitment to 10th Lane Finance Co. LLC ("10th Lane"). 10th Lane is a US-based specialty finance company created in 2009 to purchase a pre-identified pool of senior secured credit assets in the secondary loan middle market. 10th Lane targets performing loans owned by distressed sellers who are compelled to liquidate assets at discounts to face value. 10th Lane was approximately 62% funded at the time of JPEL's investment. JPEL's entry valuation was at a significant discount to current fair market value and is anticipated to be recognized in the NAV once the 31 March 2010 valuation is received from the underlying fund manager.

Current unstable global conditions continue to facilitate a favorable environment for JPEL's strategy. Events such as Greece's debt crisis and the resulting volatility in currency and public markets inevitably create more motivated or distressed sellers of illiquid assets. We expect that such events will lead to increased deal flow and the potential to purchase assets at compelling prices.

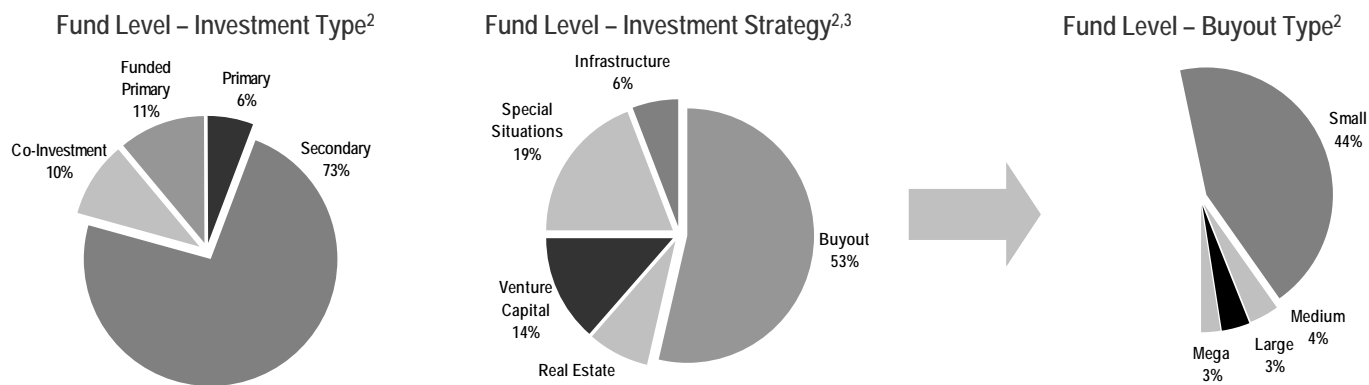
* Past performance is not indicative of future performance. Performance returns shown can increase or decrease due to currency fluctuations.

** Based on private equity net asset value.

Portfolio Summary at 30 April 2010

Professional Investors Only – Not For Public Distribution

JPEL's portfolio is comprised of 165 fund interests that include over 1,500 companies across approximately 35 industries. As a secondary investor, JPEL's portfolio is heavily weighted towards funded investments, which comprise approximately 84%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 48% of the portfolio. For the month ending 30 April 2010, the Company received distributions of \$3.3 million significantly outpacing the \$1.0 million of capital calls received.



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