

Professional Investors Only – Not For Public Distribution

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

Summary at 31 October 2013

	US\$ Equity Share	Zero Dividend Preference Share 2015	Zero Dividend Preference Share 2017	JPEL Warrants
Net Asset Value ("NAV") per share	\$1.13	73.68p	77.35p	N/A
No. of shares in issue	346.38 mm	67.08 mm	30.41 mm	57.90 mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	US\$
Ticker	JPEL	JPZZ	JPSZ	JPWW
Sedol	B07V0H2	B00DDT8	B5N4JV7	B60XDY5
ISIN	GB00B07V0H27	GG00B00DDT81	GG00B5N4JV75	GG00B60XDY53

Balance Sheet Information	(\$ in mm)
Investments at Market Value	\$536.5
Cash & Equivalents	\$21.9
Total Assets	\$558.4
Total Liabilities	(\$49.3)
Total Net Asset Value (NAV)	\$509.0
2015 ZDP NAV	(\$79.3)
<u>2017 ZDP NAV</u>	<u>(\$37.7)</u>
US\$ Equity NAV	\$392.0
Undrawn Credit Facility	\$102.5
Unfunded Commitments	\$77.7
Private Equity + Cash / Unfunded	7.2x

Performance and Portfolio Update

JPEL's net asset value ("NAV") per US\$ Equity share increased from \$1.12 to \$1.13 per share in the month of October. The portfolio's NAV growth during the month was driven by an increase in the share price of Education Management Corporation (EDMC), a for profit post-secondary education company. In the month of October EDMC's share price increased nearly 68% to \$15.30 per share. Since then, EDMC's share price has ebbed to close November at \$11.55 per share which represents a 164% increase in the share price since the start of the year.

JPEL received capital calls of \$0.3 million and distributions of \$5.8 million during the month of October. Approximately \$1.5 million was received from Industry Ventures Partners for the sale of shares of LifeLock, a publicly traded company that provides customers with identity theft security. JPEL received \$1.2 million from Alto Partners for the sale of a minority interest in Rancilio Group, a producer of professional espresso coffee machines. The Company also received approximately \$0.9 million from Hupomone Capital Fund for three liquidity events within the fund. In addition, JPEL received \$2.2 million in smaller distributions from 18 other funds.

JPEL's US\$ equity share price is gradually improving. In the month of October the share price gained 1.4% closing at \$0.70 and increased a 1.8% in November.

ZDP Activity

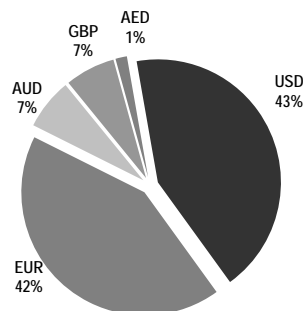
In October, the NAV per share for the Company's 2015 ZDP Shares increased 0.7% to 73.68p and the 2017 ZDP Shares increased 0.7% to 77.35p. The price of JPEL's 2015 ZDP Shares increased 0.6% to 80.63p and the 2017 ZDP Shares decreased slightly from 88.50p to 88.34p.

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

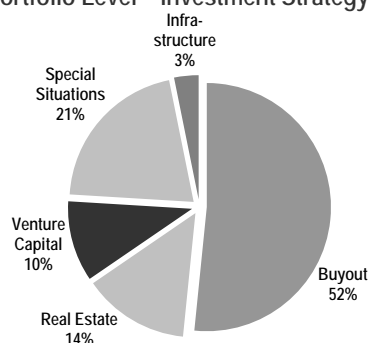
Portfolio Summary at 31 October 2013

JPEL's portfolio is comprised of 100 fund interests, 11 co-investments and five fund of funds that include over 900 companies. As a secondary investor, JPEL's portfolio is heavily weighted towards funded investments, which comprise approximately 73%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 48% of the portfolio.

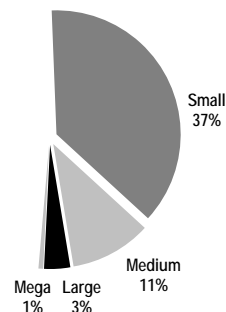
Portfolio Level – Currency²



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 October 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.
- Special situations includes mezzanine, debt, turnaround and distressed investment strategies.

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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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