

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 October 2011

	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	\$1.32	64.93p	61.81p	65.69p	N/A	Investments at Market Value	\$726.3 mm
No. of shares in issue	399.43 mm	63.31 mm	68.59 mm	30.41 mm	57.90 mm	Cash & Equivalents	\$25.3mm
Currency of Quotation	US\$	£ Sterling	£ Sterling	£ Sterling	US\$	Total Assets	\$751.6 mm
Ticker	JPEL	JPEZ	JPZZ	JPSZ	JPWW	Net Asset Value	\$692.9 mm
Sedol	B07V0H2	B07V0R2	B00DDT8	B5N4JV7	B60XDY5	Unfunded Commitments	\$109.2 mm
ISIN	GB00B07V0H27	GB00B07V0R25	GG00B00DDT81	GG00B5N4JV75	GG00B60XDY53	Private Equity + Cash & Equivalents / Unfunded Commitments	6.9 x

JPEL Performance

JPEL's NAV per Equity Share remained flat at \$1.32 for the month of October 2011. During the month, the NAV per share for the Company's 2013 ZDP Shares increased 0.6% to 64.93p, the 2015 ZDP Shares increased 0.7% to 61.81p and the 2017 ZDP Shares increased 0.7% to 65.69.

The share price for the 2013 ZDP Shares increased 0.6% to 68.38p for October, while the 2015 ZDP Shares increased 2.7% to 70.88p and the 2017 ZDP Shares gained 0.3% to 75.75p during the month. The Company's ZDP Share classes all trade at a premium to NAV which the Managers feel demonstrate shareholders' confidence in the quality of JPEL's portfolio and the strength of JPEL's balance sheet.

JPEL's portfolio continues to produce exits. During the months of October and November, two of JPEL's top twenty companies were sold and one of JPEL's second lien debt co-investment was refinanced. In total these assets represented 2.3% of JPEL's investment portfolio at 30 September 2011:

- Avista Capital partners completed the sale of the pharmaceutical company Nycomed A/S in an all cash transaction on 30 September 2011. JPEL received a total distribution of \$4.5 million in two cash flows in October and November.
- Within JPEL's Australian portfolio, the sports company Rebel Group was exited at the end of October. JPEL anticipates receiving approximately AUD \$7.5 million distribution from the sale in December and January, which will likely be used along with existing cash to pay down the MPCT lending facility.
- In November 2011, JPEL's investment in second lien debt supported by a nationwide provider of vehicle logistics was refinanced.

From January through October 2011, JPEL has received \$74 million in distributions, far out-pacing \$34 million in capital calls received.

In the Managers' opinion the current price of JPEL's equity shares, \$0.87 at 31 October 2011, does not accurately reflect the Company's value and provides an attractive investment opportunity that is immediately accretive to the Company. As a result, JPEL's Managers continued a share buyback program purchasing 810,000 shares in October and November.

Investment Activity

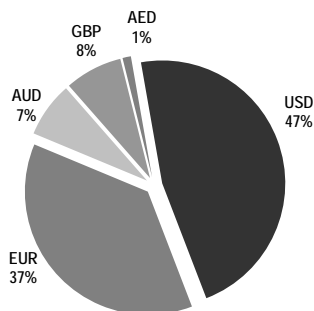
Since economic conditions began to deteriorate in August the Managers are focused on protecting the down-side on each new investment. Specifically, JPEL's Managers are (1) aggressively negotiating down entry prices; (2) acquiring more protected tranches of the capital structure such as preferred equity and senior debt; (3) walking away from investments that are unlikely to perform in a challenging market environment. While investment activity slowed in recent months due to market turmoil, the fund anticipates closing two to three private equity transactions by the end of the year that fit these criteria. The Managers have also built a solid pipeline of deals that can be closed in the first quarter of 2012.

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

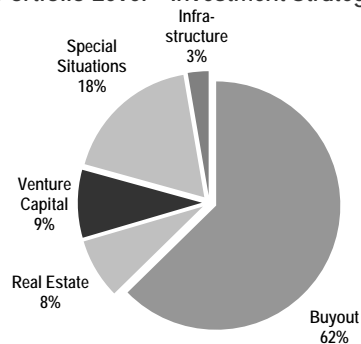
Portfolio Summary at 31 October 2011

JPEL's portfolio is comprised of 105 fund interests, 11 co-investments and six 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 80%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 56% of the portfolio.

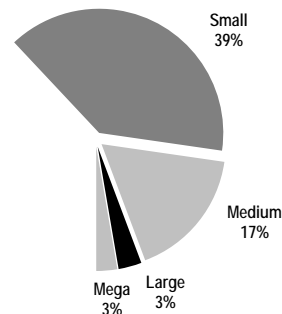
Portfolio Level – Currency²



Portfolio Level – Investment Strategy^{2,3}



Portfolio Level – Buyout Type²



1. Includes secondary investments and funded primary investments.

2. The diversification charts above are based on private equity fair market value as at 31 October 2011 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.

3. 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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