This report is an excerpt from: **Quarterly Update: Private Equity, Q2 2013**. To download the full report please visit:
https://www.preqin.com/docs/quarterly/pe/Preqin_Quarterly_Private_Equity_Update_Q2_2013.pdf

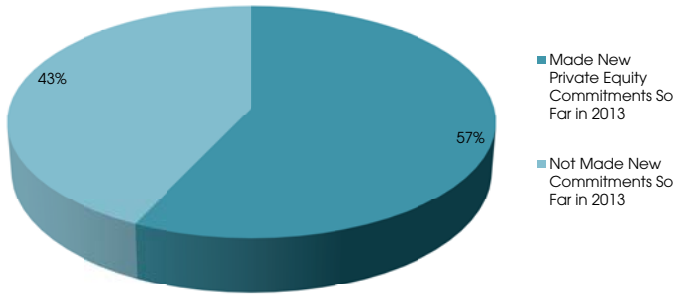
Institutional Investors in Private Equity

Preqin's latest interviews with private equity investors worldwide reveal that the majority (57%) of LPs have already made new commitments to private equity funds so far in 2013 (Fig. 1).Thirty-four percent of the investors we spoke to intend to increase their allocations to private equity in the longer term, while 15% plan to reduce their allocations to the asset class (Fig. 5).

Regulatory changes and portfolio performance were each named by almost a third of the investors we spoke to as key issues at present (Fig. 2). Despite 41% of investors believing regulatory changes will have a detrimental effect on the private equity industry (Fig. 3), there has not been a widespread impact on their allocations to the asset class, with the majority of LPs (78%) not making any alterations to their allocations (Fig. 4).

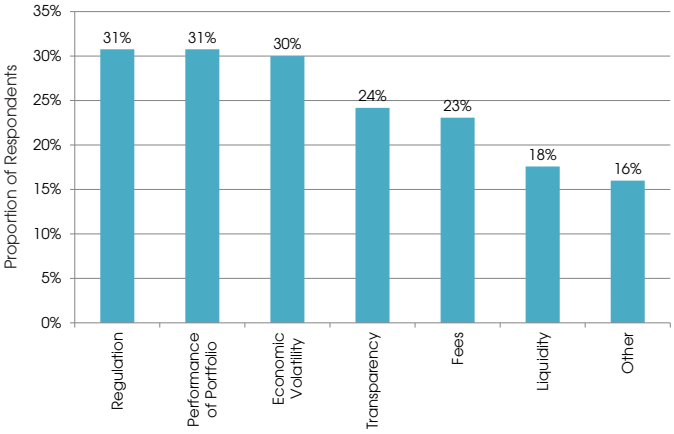
Preqin's Investor Intelligence contains detailed profiles for over 5,100 active investors in private equity and is constantly updated by our team of research analysts around the world. For more information, please visit: www.preqin.com/ii

Fig. 1: Proportion of LPs That Have Made New Private Equity Commitments So Far in 2013



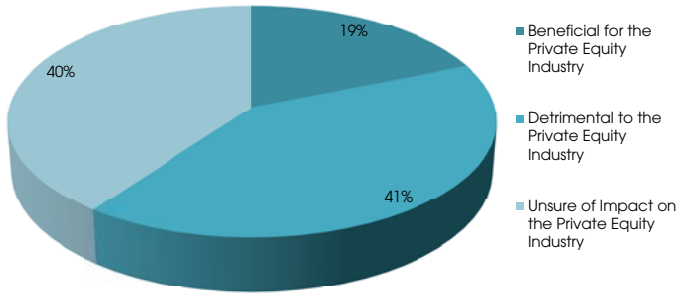
Source: Preqin Investor Interviews, June 2013

Fig. 2: Biggest Challenges Facing Investors Seeking to Operate an Effective Private Equity Program at Present



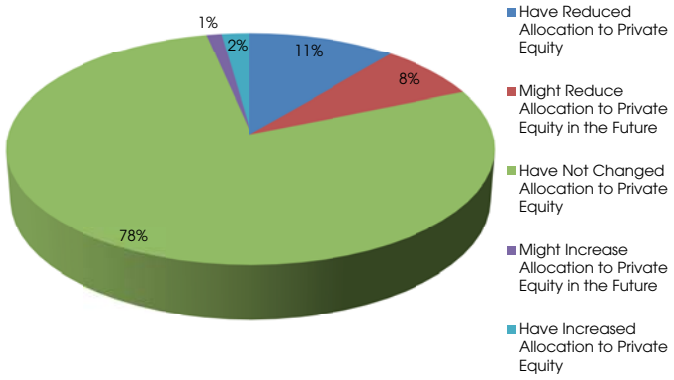
Source: Preqin Investor Interviews, June 2013

Fig. 3: Proportion of Investors That Feel Regulatory Changes are Beneficial for the Private Equity Industry



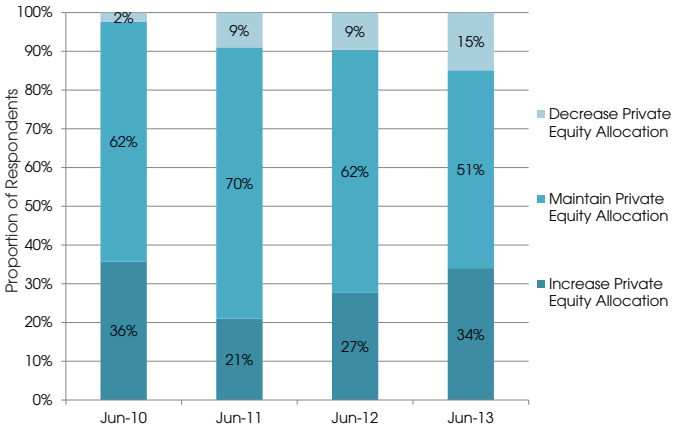
Source: Preqin Investor Interviews, June 2013

Fig. 4: Impact of Regulatory Changes and Proposals on Investors' Private Equity Allocations



Source: Preqin Investor Interviews, June 2013

Fig. 5: Investors' Intentions for Their Private Equity Allocations in the Longer Term, 2010 - 2013



Source: Preqin Investor Interviews, June 2010 - June 2013