

JPMorgan Fund ICVC, JPMorgan Fund II ICVC and JPMorgan Fund III ICVC

How to use this document

This document contains supplementary information about the sub-funds (each a “Fund” or together “the Funds”) of the three JPMorgan Fund ICVCs (JPMorgan Fund ICVC, JPMorgan Fund II ICVC and JPMorgan Fund III ICVC, each an open-ended investment company (OEIC) (the “Companies”).

It should be read in conjunction with the Key Investor Information Document(s) (“KIID”) in respect of the JPMorgan Fund ICVC and JPMorgan Fund II ICVC and Non-UCITS Key Investor Information Document (“NURS-KIID”) in respect of the JPMorgan Fund III ICVC.

For more information, including where to obtain copies of the full Prospectus, the Instrument of Incorporation, and the latest annual and semi-annual reports, please see page 3.

Your commitment

To invest a minimum initial lump sum or minimum monthly payment as outlined below:

	Lump sum	Holding	Top up	Regular Saving	Redemption
A	£1,000	£1,000	£100	£100 per month	£100
A GBP Hedged	£1,000	£1,000	£100	£100 per month	£100
A Monthly Shares*	£3,000	£3,000	£500	N/A	£300
B	£1 million	£1 million	£100,000	N/A	£25,000
C	£5 million	£5 million	£100,000	N/A	£25,000
C GBP Hedged	£5 million	£5 million	£100,000	N/A	£25,000
E (JPM UK Active Index Plus Fund only)	£1,000	£1,000	£100	£100 per month	£100
I	£20 million	£20 million	£100,000	N/A	£25,000
S	£10 million	£10 million	£100,000	N/A	£25,000

* Only available for JPM Global High Yield Bond Fund and JPM Multi-Asset Income Fund

How can I invest?

Prior to investing in any of the JPMorgan Funds, you must confirm that you have received and read the Key Investor Information Document (KIID) in respect of the JPMorgan Fund ICVC and JPMorgan Fund II ICVC and Non-UCITS Key Investor Information Document (NURS-KIID) in respect of the JPMorgan Fund III. You can invest either a lump sum or (for Share Class A and E only) monthly savings.

Lump sum investing:

You can pay via debit card, direct debit or cheque. If you choose to pay by cheque, any cheques should be made payable to ‘J.P. Morgan Asset Management’. If you invest in more than one Fund, one cheque can be sent to cover the total investment amount

What is an OEIC?

OEIC stands for Open Ended Investment Company. An OEIC uses the pooled money of its shareholders (“Shareholders”) to invest in the stock market. Investors own shares in the OEIC – not the underlying investments – and each OEIC can create shares to allow investors to buy as many shares as they want. (OEICs can also cancel shares if more people sell than buy.) This is why they are called open-ended.

Each Fund in an OEIC is managed by teams of investment professionals so all the day-to-day investment decisions are taken care of. OEICs use the money from each investor to invest into a wide range of companies or other investments. This allows each investor to have a diversified investment even if they are investing small amounts of money. This is known as a collective investment.

Shares are bought at the price calculated at midday. When OEICs pay income to investors this is known as a distribution.

Please note we will only accept personal cheques or a building society cheque confirming the money is from your personal account.

For lump sum investments we will take payment on the day the order is placed. It should be noted if you are invested through a nominee, they will need to ensure payment is made to us within three days of the order being placed.

If your cheque fails to clear and we have already purchased your shares, we will sell those shares in approximately 30 days and if the value has fallen then you will be liable for the shortfall.

All deals will be carried out at “forward” prices i.e. the prices calculated at the next valuation point.

All financial service companies are required to identify their clients and carry out security checks. Therefore we may need to contact you to obtain further information and/or documentation about you, which may result in a delay in the processing of your instructions or in making payments to you. Please see Anti-Money Laundering on page 5.

Regular monthly saving (Share Class A and E only):

If you choose to invest monthly, subscriptions are taken from your bank account by direct debit, with a minimum of £100 per fund. You must complete an application form and a direct debit form. Your direct debit will be taken on the 16th or next business day and will invest immediately.

New instructions and changes to direct debits must be received by the end of the preceding month if they are to be implemented before the next collection date.

If we try to collect your direct debit and it fails, we will let you know in writing.

There is no commitment on your part to continue regular saving and no penalties should you stop. However, we do reserve the right to close an account which does not reach or subsequently falls below our published minimum holding, either as a result of stopping regular monthly saving or a withdrawal. The investment decision is yours and you may choose to switch or sell your holdings whenever you wish.

If a merger is approved between any of the Funds in which you invest via regular monthly saving, your regular monthly saving in respect of the merging Fund will automatically be transferred to the new Fund unless you advise us to the contrary.

All Funds settle T+3 (i.e. three days after the trade is placed) across both subscriptions and redemptions.

Investment top-ups:

For Share Class A and E, you can make additional investments of £100 or more and for all other Share Classes the minimum top-up amount is £100,000. You need to complete an Individual Investor's OEIC Application - Direct Investor form indicating your choice of Fund(s) and enclose a cheque. This form is available on our website at www.jpmorgan.co.uk/forms or by calling our Client Administration Centre on 0800 20 40 20 (or +44 1268 44 44 70 if calling from outside the UK) or by writing to J.P. Morgan Asset Management, Client Administration Centre, PO Box 12272, Chelmsford CM99 2EL.

We will send you a statement twice a year, giving details of your investments.

Client classification

For investment transactions, J.P. Morgan will categorise all investors as Retail Clients unless a different categorisation is specified by contract or other notification, which would take precedence.

This categorisation entitles investors to the full level of protection provided by regulation.

Investment advice

Please note that we do not provide advice, and therefore, are not required to assess the suitability or appropriateness of investments that you choose that we may hold for you, or for other services provided to you by JPMorgan Asset Management. This means you do not benefit from the protection of the Financial Conduct

Authority's rules on assessing suitability. If you are in any doubt about the suitability of appropriateness of any particular investment or service, we recommend that you consult an authorised financial adviser.

General information

Can I change my mind?

If you are a retail customer buying shares and you have received advice in relation to your investment instructions (an "advised investor") then you can change your mind. We will send you a notice of your right to cancel when we receive your instructions. This means that you can cancel your instruction at any time during the 14 days after you receive the cancellation notice - just by sending the notice to us. If the value of your investment has fallen at the time we receive your completed cancellation notice, you will receive that value, not a full refund.

Can I switch into other Funds?

Yes, you can. You need to complete a switching form which is available on our website at www.jpmorgan.co.uk/forms or by calling our Client Administration Centre on 0800 20 40 20 (or +44 1268 44 44 70 if calling from outside the UK) or by writing to J.P. Morgan Asset Management, Client Administration Centre, PO Box 12272, Chelmsford CM99 2EL. Subject to the minimum investment limits, switching between Funds of the Companies is free of charge.

Can I convert my shares into a different share class of the same Fund?

Yes, you can. You need to call our Client Administration Centre on 0800 20 40 20 (or +44 1268 44 44 70 if calling from outside the UK) or write to J.P. Morgan Asset Management, Client Administration Centre, PO Box 12272, Chelmsford CM99 2EL. Subject to the minimum investment limits, conversions between share classes of a Fund is free of charge.

Can I take an income from my investment?

Yes, you can take income from your investment by purchasing income shares. Income will be paid to you by direct credit into your bank account. You will normally receive the income payment within five business days of the distribution date.

Can I reinvest income from my investment?

Yes, you can have income reinvested by purchasing accumulation shares. This means any distributions paid by the Fund are accumulated within the Fund with the intention of increasing the value of each share. You cannot reinvest income paid from income shares; you will need to switch to accumulation shares.

How do I sell my shares?

Sales instructions are accepted in writing, by fax to 0845 246 1852 or by telephone on 0800 20 40 20 (or +44 1268 44 44 70 if calling from outside the UK). If your account is registered in the name of Joint Shareholders, we will require your signed written instruction in order to release the proceeds to you. Subject to a minimum sales amount of £100 for Share Class A and E and £25,000 for all other Share Classes, instructions received before midday will be executed on the same business day. Instructions received after midday will be dealt the following business day. We will only accept instructions from you in relation to your account. Your financial adviser can also submit on your behalf your written instructions signed by you. All instructions and fax instructions must include your account number and be signed by you.

If you instruct us to sell your entire holding and you currently invest monthly, we will automatically cancel the direct debit instruction for you, unless you tell us otherwise.

If the balance of your account falls below the minimum holding levels shown in the table on page 1 as a result of a withdrawal, or, in the case of Share Class A or E, you cease to pay monthly instalments before your account has reached £1,000, we may close your account and return the money to you.

In certain circumstances investors' ability to redeem shares may be suspended.

When will I get the proceeds from the sale of my investment? We will send you the sale proceeds by BACS within five business days of the sale.

Should you not provide us when requested with your bank account details or any other documentation which is required by us to make a payment to you, any payment to you may be delayed and we will not be liable to you for any loss you may incur as a result of such delay.

How is my money held when buying and selling shares?

JPMorgan Funds Limited applies a one day exemption as permitted under the FCA rules. This means there will be a one business day period where your money is not in a client money account and therefore is not protected. This is referred to as the 'Delivery versus Payment' exemption. Full details of this exemption are set out in Part 4 of the Prospectus.

Where do I send my instructions?

All instructions should include your full name and account number and be sent to:

J.P. Morgan Asset Management
Client Administration Centre
PO Box 12272
Chelmsford
CM99 2EL

Instructions we consider unclear (including when the share class of a Fund was not specified) may lead to a delay in their execution or a rejection. Such instructions will only be executed by us once they have been verified and confirmed and our processing procedure has been completed to our satisfaction. Please note that we will not be liable for any losses or lost opportunities which may result from delays or rejections that arise from unclear instructions.

What is client money?

Client money is money which J.P. Morgan holds or receives for you and which is held separately from J.P. Morgan's own money.

Where will any client money be held?

All cash which we hold on your behalf as client money under the FCA Rules will be held in a segregated non-interest bearing client money bank account.

Your money is pooled together with money belonging to other clients.

If the bank where your money is held becomes insolvent JPMorgan Funds Limited will have a claim on behalf of its clients against the bank. If however the bank cannot repay all of its creditors, any shortfall may have to be shared pro rata between them. You may also be entitled as an individual to claim from the Financial Services Compensation Scheme (FSCS) up to £85,000* in respect of the total cash you hold directly and indirectly with the failed bank.

To the extent we are permitted to exclude liability under law or regulation, we are not responsible for losses incurred by banks who we may appoint to hold client money.

* From 1 January 2016 the maximum claim amount will be changed by the FSCS from £85,000 to £75,000.

Where we hold your money as client money, we hold it in accordance with the FCA Rules which requires us to have in place adequate record keeping, accounts and reconciliation procedures to safeguard it. We also have in place procedures to cover the selection, approval and monitoring of the bank(s) we use to hold your money.

How can I follow the progress of my investment?

You will be sent details of any lump sum purchases, withdrawals and any switches you make.

You will also receive half yearly statements with details of your account as at 5 April and 5 October, showing all transactions for the previous six months. Please keep your statements for your records as we reserve the right to make a charge for the retrieval of information that may be held on our archive or for the provision of duplicate documents.

Share prices of Class A Shares (Class E Shares for JPM UK Active Index Plus Fund) are quoted daily in the Financial Times. Prices of other Share Classes can be obtained online at www.jpmorgan.co.uk/investor or by calling our Client Administration Centre on 0800 20 40 20 (or +44 1268 44 44 70 if calling from outside the UK) or by writing to J.P. Morgan Asset Management, Client Administration Centre, PO Box 12272, Chelmsford CM99 2EL.

How do I obtain a copy of an Annual Report & Accounts and full Prospectus?

You will automatically receive the Annual and Interim Report & Accounts for the J.P. Morgan fund(s) in which you invest. Copies may also be obtained by downloading them from our website at www.jpmorgan.co.uk/investor or by calling our Client Administration Centre on 0800 20 40 20 (or +44 1264 44 44 70 if calling from outside the UK) or by writing to J.P. Morgan Asset Management, Client Administration Centre, PO Box 12272, Chelmsford CM99 2EL.

Copies of the full Prospectus for each Company are also available from the above sources.

What happens if I have a complaint?

J.P. Morgan Asset Management is committed to providing a first-class service to clients. If anything does go wrong, we try to put it right quickly and efficiently. If we cannot resolve a problem immediately, we will get in touch with you to tell you what we are doing about it.

If you wish to complain about any aspect of our service, please write to:

J.P. Morgan Asset Management
Client Administration Centre
PO Box 12272
Chelmsford
CM99 2EL

If we do not deal with your complaint to your satisfaction, you may complain to the Financial Ombudsman Service. This does not prejudice your right to take legal proceedings.

The Financial Ombudsman Service
Exchange Tower
London
E14 9SR

Telephone: 0800 023 4567

What happens if JP Morgan Funds Limited becomes insolvent?

JP Morgan Funds Limited is covered by the Financial Services Compensation Scheme ("FSCS"), which means if the company becomes insolvent, you may be entitled to compensation.

The level of compensation will depend on the type of business and the circumstances of your claim. Investments are covered for 100% of the first £50,000.

Further details of the Financial Services Compensation Scheme are available from:

The Financial Services Compensation Scheme
10th Floor
Beaufort House
15 St Botolph Street
London EC3A 7QU

Telephone: 020 7741 4100 or 0800 678 1100

Data Privacy Policy and Anti Money Laundering

Data Privacy Policy

1. The personal data, including sensitive personal data supplied by individuals when applying for the services of J.P. Morgan Asset Management, may be held and processed by J.P. Morgan Asset Management for the purposes of:

- (a) Administering relationships and related services.
- (b) Operational purposes, credit assessment and statistical analysis (including behaviour analysis).
- (c) Conducting market or customer satisfaction research.
- (d) Providing individuals with information concerning products and services which we believe will be of interest.

(e) Compliance with any requirement of law, regulation, associations, voluntary codes we decide to adopt, or good practice, anywhere in the world.

(f) Confirming and verifying an individual's identity (this may involve the use of a credit reference agency or other third parties acting as our agents who may retain your information) and to conduct due diligence. We may also screen against publicly available government and/or law enforcement agency sanctions lists.

(g) Obtaining your new address, in the cases where your contact details are not accurate or up-to-date (this may involve the use of service providers acting as our agents).

(h) The detection, investigation and prevention of fraud and other crimes or malpractice.

(i) For the purpose of, or in connection with, any legal proceedings (including prospective legal proceedings), for obtaining legal advice or for establishing, exercising or defending legal rights.

2. The personal data may be disclosed:

(a) To any organisation in our group of companies, their agents, auditors, service providers, regulators, governmental or law enforcement agencies or any person we reasonably think helpful for the processing purposes outlined above.

(b) To actual or potential purchasers of parts of our business, and their respective advisers and insurers, and in relation to the transfer of our contractual rights and/or obligations.

(c) If we or any person to whom we disclose personal data otherwise have a right or duty to disclose the personal data, or are allowed or compelled by law to do so. For example, financial institutions and payments and messaging service providers may from time to time be required, under subpoena or otherwise, to provide certain transaction information to authorities or other official bodies, whether located in the European Union or overseas, to assist in the prevention of terrorism, money laundering and other crimes.

3. We operate globally and therefore personal data may be processed and disclosed as described above in any country in which we conduct business or have a service provider. This may include some countries that do not provide the same statutory protection for Personal Data as the EU Data Protection Directive and implementing legislation.

4. We and other companies in the J.P. Morgan Group may contact individuals by mail, e-mail, SMS, telephone and other electronic means to provide information on products and services that we believe will be of interest, unless an individual objects to receiving such information.

5. To the extent permitted by applicable law, we may record and monitor electronic communications (including e-mail and telephone) to ensure compliance with our legal and regulatory obligations and internal policies and for the purposes outlined above.

6. Individuals about whom we process personal data may request a copy of the personal data held in relation to them by us. We may, where allowed by law, charge a fee for this. If any personal data is found to be wrong, the individual concerned has the right to ask us to amend, update or delete it, as appropriate. In some circumstances individuals also have a right to object to the processing of their personal data.

7. This Privacy Policy, as updated or amended from time to time, can be read by going to the privacy link at www.jpmorgan.co.uk/investor.

Anti-Money Laundering and Identity Verification

As a company conducting investment business we are required to comply with all applicable money laundering requirements, and in particular the Money Laundering Regulations 2007 (the 'Regulations'). Our responsibility for compliance with the Regulations, including but not limited to, verifying the identity and address of our investors, is based on the guidance issued by the Joint Money Laundering Steering Group, as amended from time to time.

Should we need to verify your identity we may use a reference agency (this should not affect your credit rating) and may need to contact you to obtain further information and/or documentation about you. Until satisfactory proof of identity is provided, we reserve the right to refuse to process your instructions or make any payment to you. Any cash will be held in a client money account. We will not be held responsible for any losses caused by any delay in implementing an accepted application while establishing your identity, unless such delay is caused by our negligence.

Payments to third parties will only be made at our discretion. Evidence of identity of such third parties must be provided with the sale instruction. Normally we only make third party payments to personal or legal representatives into an appropriate bank account. Evidence of identity will need to be provided in such format that we may reasonably require. Until satisfactory proof of identity is provided of such third parties, we reserve the right to refuse to process any instruction that we have been given or in making any payment.

If you change address, we reserve the right to request original or certified identification documents that verify your new address details as well as your identity, as appropriate.

You understand and agree that the Company prohibits investment by any persons or entities that are acting, directly or indirectly:

- (i) in contravention of any applicable laws and regulations, including anti-money laundering regulations or conventions;
- (ii) in contravention of EU and HMT restrictive measures or the highly restrictive country sanctions imposed by the U.S. Treasury Department's Office of Foreign Assets Control ("OFAC");
- (iii) on behalf of terrorists or terrorist organizations, including those persons or entities that are included on the List of Specially Designated Nationals and Blocked Persons maintained by "OFAC".

Accordingly, you understand and agree that the Company will act in accordance with the requirements of the aforementioned restrictions and to prevent financial crime your details may be passed to governmental, regulatory or other bodies as required by law.