



Interim Report **2014/15**
JPMorgan Global Emerging Markets
Income Trust plc

Interim Report for the six months ended 31st January 2015

Features

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Objective

The Company's investment objective is to provide investors with a dividend income combined with the potential for long term capital growth from a diversified portfolio of emerging markets investments.

Investment Policies

- The Company invests predominantly in listed equities but retains the flexibility also to invest in other types of securities, including, but not limited to, unlisted equities, convertible securities, preference shares, debt securities, cash and cash equivalents.
- The Company is free to invest in any particular market, sector or country in the global emerging markets universe. It may also invest in securities issued by companies based in or operating in emerging markets but listed or traded on the stock exchanges of developed markets and in the securities of issuers based in developed markets that have substantial exposure to emerging markets.
- The Company's portfolio will typically contain between 50 and 80 holdings.
- There are no fixed limits on portfolio construction with regard to region, country, sector or market capitalisation. In the normal course of business the Company typically invests at least 80% of its gross assets in listed equities, but other security types may be used in the event of adverse equity market conditions or where they represent a more efficient means of obtaining investment income for the purposes of making dividend payments. Non-equity portfolio assets are expected to comprise predominantly cash or fixed income securities issued by companies, states or supra-national organisations domiciled in, or with a significant exposure to, emerging markets. In the event of adverse equity market conditions, the Company may increase its holdings in fixed income securities of any kind to a maximum of 50% of its gross assets.
- Despite the absence of specific region, country, sector or market capitalisation limits, the Company will at all times invest and manage its assets in a manner that is consistent with spreading investment risk and in accordance with its published investment policy. The Company shall not conduct any trading activity that is significant in the context of the Company as a whole.
- No more than 15% of the Company's gross assets shall be invested in the securities of any one company or group at the time the investment is made.
- The Company shall not invest more than 10% of its gross assets in unlisted securities or in other listed closed-ended investment funds at the time the investment is made.
- The Company may undertake option writing in respect of up to 10% of the Company's net assets.
- The Company may use derivative instruments for the purposes of efficient portfolio management. The Company does not have a policy of hedging or otherwise seeking to mitigate foreign exchange risk but reserves the right to do so from time to time as part of the Company's efficient portfolio management.
- For the purposes of the investment policy, emerging markets are the capital markets of developing countries, including both recently industrialised countries and countries in transition from planned economies to free-market economies. Many, but not all, emerging market countries are constituents of the MSCI Emerging Markets Index or, in the case of smaller or less developed emerging markets, the MSCI Frontier Index. The Company may invest in securities listed in, or exposed to, these countries or other countries that meet the definition in this paragraph. These markets will tend to be less mature than developed markets and will not necessarily have such a long history of substantial foreign investment.
- The Company has power under its Articles of Association to borrow up to an amount equal to 30% of its net assets at the time of the drawdown, although the Board intends only to utilise borrowings on such occasions as the Manager believes that gearing will enhance returns to shareholders.

Benchmark

The Company's benchmark is the MSCI Emerging Markets Index, with net dividends reinvested, in sterling terms.

Capital Structure

At 31st January 2015, the Company's issued share capital comprised 291,839,438 ordinary shares of 1p each.

Life of the Company

At the Annual General Meeting of the Company to be held in 2015 and every three years thereafter, an ordinary resolution will be put to shareholders that the Company continues as an investment trust.

Management Company

The Company employs JPMorgan Funds Limited ('JPMF' or the 'Manager') as its Alternative Investment Fund Manager. JPMF delegates the management of the Company's portfolio to JPMorgan Asset Management (UK) Limited.

FCA regulation of 'non-mainstream pooled investments'

The Company currently conducts its affairs so that the shares it issues can be recommended by Independent Financial Advisers to ordinary retail investors in accordance with the rules of the Financial Conduct Authority ('FCA') in relation to non-mainstream investment products and intends to continue to do so for the foreseeable future. The shares are excluded from the FCA's restrictions which apply to non-mainstream investment products because they are shares in an investment trust.

AIC

The Company is a member of the Association of Investment Companies ('AIC').

Website

The Company's website can be found at www.jpmglobalemergingmarketsincome.co.uk which includes useful information on the Company, such as daily prices, factsheets and current and historic interim and annual reports.

Half Year Performance

for the six months ended 31st January 2015

Total returns (includes dividends reinvested)

+0.3%

Return to shareholders¹

+2.7%

Return on net assets²

+2.2%

Return on the MSCI Emerging Markets Index³

2.9p

Dividend⁴

Financial Data

	31st January 2015	31st July 2014	% change
Net assets (£'000)	348,678	332,217	+5.0
Number of shares in issue	291,839,438	278,514,438	+4.8
Net asset value per share	119.5p	119.3p	+0.2
Share price	119.5p	122.0p	-2.0
Share price premium/(discount) to net asset value per share	0.0%	2.3%	
Gearing	4.1%	5.4%	
Ongoing Charges⁵	1.24%	1.22%	

A glossary of terms and definitions is provided on page 17.

¹Source: Morningstar.

²Source: J.P. Morgan.

³Source: Datastream. The Company's benchmark is the MSCI Emerging Markets Index, with net dividends reinvested, in sterling terms.

⁴Represents the 2014 fourth interim dividend and the 2015 first interim dividend.

⁵Higher ongoing charges due to increase in regulatory fees.

Chairman's Statement



Performance

For the six months ended 31st January 2015, the Company reported a 2.7% increase in net assets per share which compares with an increase of 2.2% from the MSCI Emerging Markets Index (in sterling, with dividends reinvested). The Investment Managers' Report reviews the Company's performance and comments on the investment strategy.

Dividends

In the Company's current financial year, the Board has declared first and second interim dividends of 1.0p each, in line with the same period last year.

As the Managers' report makes clear, companies held within the portfolio have been maintaining their dividends in local currency terms and in line with expectations. Currency exchange rates have fluctuated and are likely to continue to do so. For the first six months, the net impact on dividends received by the Company of exchange rate movements relative to sterling has been slightly negative. The Company does not hedge exposures to emerging market currencies.

Share Issuance

In the six months to 31st January 2015, the Company issued a total of 13.3 million new ordinary shares representing an increase of approximately 4.8%; and, since that date, a further 2.5 million new ordinary shares have been issued. In line with the share issuance policy, all new shares have been issued at a premium to the cum income net asset value, thereby enhancing the net asset value for continuing shareholders.

Appointment of New Director

The Board was delighted to welcome Caroline Gulliver as a Director from 1st January 2015. Ms Gulliver is a Chartered Accountant and was with Ernst & Young LLP until 2012. She has a background in Audit and a wealth of experience with investment trusts.

Outlook

The Company faces variable headwinds. Investing in emerging markets is never plain sailing and these current conditions are not unusual. For now, the macro-economic and political elements are not conducive to corporate confidence and dividend growth. However, the Board is pleased to see that the Managers continue to focus primarily on the individual companies in the portfolio and are finding interesting opportunities in several regions. Nobody knows how this current cycle will develop; but the strategy of owning well-managed, shareholder-friendly businesses continues to offer attractive longer term returns.

Andrew Hutton
Chairman

25th March 2015

Investment Managers' Report



Richard Titherington
Investment Manager



Omar Negyal
Deputy Investment Manager

Emerging markets faced a number of challenges during the first six months of the Company's financial year, characterised by significant declines in oil and commodity prices and continued weakness in the Chinese economy. Against this backdrop the Company modestly outperformed the MSCI Emerging Markets Index, with the NAV rising by 2.7% compared to an index return of 2.2%.

Performance

At a country level, being overweight Taiwan, Brazil, South Africa and Thailand and underweight South Korea generated a positive contribution to relative returns. Stock selection in Taiwan continued to focus on technology companies, which tend to have a strong dividend culture. An overweight position in Siliconware Precision Industries, the Taiwanese semiconductor company that provides packaging and testing services, made a big positive contribution. In Brazil, the focus on income-generating stocks protected the Company from the uncertainty associated with the elections that saw Dilma Rousseff re-elected as the country's president. A decision not to hold Petrobras, the Brazilian oil giant which suffered from weak oil prices and an emerging corruption scandal, added performance relative to the benchmark.

On the other hand, the exposure to China, in particular the holdings in Macau gaming stocks, the natural underweight exposure to India, where companies do not have a strong culture of paying dividends, and an overweight in Russia, detracted from performance. Russian stocks fell heavily as tensions intensified in eastern Ukraine, resulting in a ramping up of western sanctions on Moscow, while the sharp declines in the global oil price and the rouble also tempered returns. The overweight holding in Mobile Telesystems, Russia's largest mobile operator, was a sizeable detractor from the Company's relative performance. However, the impact of the weakness in Russia was mitigated by the portfolio's focus on companies with strong balance sheets that are able to maintain their dividend payouts.

Dividends

The Company's approach, which is to invest in a diversified portfolio of relatively high-yielding stocks to receive dividends from across sectors and countries, remained unchanged in the review period. However, the challenging environment for emerging market companies has been reflected in limited dividend growth – particularly in sterling terms due to emerging market currency weakness. However, none of the companies held in the portfolio disappointed in terms of their dividend payout announcements.

Portfolio changes

Trading activity was fairly limited over the six months reflecting the investment approach, which is focused on holding stocks to accrue dividends over a long period of time. Portfolio turnover for the six months to 31st January 2015 was 14.0%, while active share (which measures the degree to which the portfolio's holdings differ from the benchmark) was high at 83.8%. The holding in Etihad Etisalat, the Saudi Arabian telecommunications company, was sold following a restatement of the prior year earnings which undermined any confidence that the company would be able to pay dividends in the future. In addition, the holdings in the Turkish oil refiner, Tupras, and

Investment Managers' Report continued

the South African retail chain operator, Foschini, were sold as the valuations had become over-extended in spite of good dividend prospects. Purchases were made of the Taiwanese semiconductor company, MediaTek, the Russian mobile phone operator Megafon and China Resources Power, the Chinese utility company.

Outlook

Emerging market companies overall are finding it difficult to grow profits and dividends. Currency weakness has also added pressure from the perspective of a sterling investor. On a long term view, we believe that emerging market currencies are far from expensive at this point, given current valuations and the varied inflation conditions in different emerging market countries, however, the short term outlook remains uncertain.

The weakness of emerging market stocks over the past four years has been a reflection of the prolonged economic downturn, accompanied by disappointing profits growth from emerging market companies. The causes have been numerous and varied: China's decelerating economic growth, worries about the impact of Federal Reserve monetary policy normalisation (and particularly the prospect of rising US interest rates), a major decline in commodity prices and Russia's often tumultuous relations with its neighbouring states. To see a reversal of this trend, emerging market equities need to deliver a steady rise in profits and dividends. Although the outlook remains challenging, a number of emerging market central banks have begun to cut interest rates, with Turkey, India and China taking monetary policy action. This stimulus may help to provoke a reversal in the prolonged downturn.

In the meantime, there are a significant number of investment opportunities in companies with attractive dividend yields that have the ability to grow their payouts. Among these are Taiwanese electronics companies, South African industrials and Brazilian consumer companies. We are confident that, over the long term, these types of companies will deliver attractive returns for the Company's shareholders.

Richard Titherington
Investment Manager

Omar Negyal
Deputy Investment Manager

25th March 2015

List of Investments

at 31st January 2015

Company	Country	Sector	Valuation £000	%
Bidvest	South Africa	Industrials	8,497	2.3
Siliconware Precision Industries	Taiwan	Information Technology	8,470	2.3
Barclays Africa	South Africa	Financials	8,007	2.1
Telekomunikasi Indonesia	Indonesia	Telecommunication Services	7,848	2.1
Advanced Info Service	Thailand	Telecommunication Services	7,818	2.1
Siam Cement	Thailand	Materials	7,484	2.0
Bank of China H-shares	China	Financials	7,384	2.0
Taiwan Semiconductor Manufacturing ²	Taiwan	Information Technology	7,350	2.0
Industrial & Commercial Bank of China H-shares	China	Financials	7,154	1.9
SK Telecom ²	South Korea	Telecommunication Services	6,953	1.9
Delta Electronics	Taiwan	Information Technology	6,832	1.8
Powszechny Zakład Ubezpieczen	Poland	Financials	6,749	1.8
Life Healthcare Group	South Africa	Health Care	6,562	1.7
China Construction Bank H-shares	China	Financials	6,449	1.7
Lukoil ²	Russia	Energy	6,360	1.7
MMC Norilsk Nickel ²	Russia	Materials	6,331	1.7
KT&G	South Korea	Consumer Staples	6,323	1.7
Imperial	South Africa	Consumer Discretionary	6,250	1.7
Ambev ²	Brazil	Consumer Staples	6,213	1.6
Taiwan Mobile	Taiwan	Telecommunication Services	6,182	1.6
AVI	South Africa	Consumer Staples	6,163	1.6
Quanta Computer	Taiwan	Information Technology	6,112	1.6
President Chain Store	Taiwan	Consumer Staples	6,089	1.6
China Shenhua Energy H-shares	China	Energy	6,079	1.6
MTN	South Africa	Telecommunication Services	5,839	1.6
China Mobile	Hong Kong	Telecommunication Services	5,831	1.6
Tractebel Energia	Brazil	Utilities	5,827	1.5
Mediatek	Taiwan	Information Technology	5,786	1.5
Zhejiang Expressway H-shares	China	Industrials	5,760	1.5
China Resources Power	China	Utilities	5,571	1.5
Kimberly Clark de Mexico	Mexico	Consumer Staples	5,476	1.5
Kangwon Land	South Korea	Consumer Discretionary	5,374	1.4
Wynn Macau	Hong Kong	Consumer Discretionary	5,310	1.4
Cheng Shin Rubber Industries	Taiwan	Consumer Discretionary	5,284	1.4
Hang Seng Bank	Hong Kong	Financials	5,201	1.4
Hutchison Port	China	Industrials	5,167	1.4
Coal India ¹	India	Energy	5,145	1.4
Embraer ²	Brazil	Industrials	5,016	1.3
Tofas Turk Otomobil	Turkey	Consumer Discretionary	4,906	1.3
Asustek Computer	Taiwan	Information Technology	4,763	1.3
First Gulf Bank	United Arab Emirates	Financials	4,707	1.3
Jiangsu Expressway H-shares	China	Industrials	4,492	1.2
Sands China	China	Consumer Discretionary	4,209	1.1
Radiant Opto-Electronics	Taiwan	Information Technology	4,092	1.1

List of Investments continued

at 31st January 2015

Company	Country	Sector	Valuation £000	%
TISCO Financial	Thailand	Financials	4,071	1.1
Arcelik	Turkey	Consumer Discretionary	4,061	1.1
Banco Bradesco	Brazil	Financials	3,905	1.0
Banco do Brasil	Brazil	Financials	3,895	1.0
Turk Telekomunikasyon	Turkey	Telecommunication Services	3,887	1.0
Severstal ²	Russia	Materials	3,856	1.0
Far Eastone Telecommunications	Taiwan	Telecommunication Services	3,778	1.0
Perusahaan Gas Negara	Indonesia	Utilities	3,753	1.0
OTP Bank	Hungary	Financials	3,727	1.0
Industries Qatar	Qatar	Industrials	3,695	1.0
MGM China	Hong Kong	Consumer Discretionary	3,590	1.0
Vtech	Hong Kong	Information Technology	3,430	0.9
Eregli Demir Celik	Turkey	Materials	3,304	0.9
Novatek Microelectronics	Taiwan	Information Technology	3,233	0.9
Mobile Telesystems OJSC ²	Russia	Telecommunication Services	3,096	0.8
CNOOC	China	Energy	2,910	0.8
Cemig ²	Brazil	Utilities	2,850	0.8
Yanbu National Petrochemicals ¹	Saudi Arabia	Materials	2,680	0.7
Al Rajhi Bank ¹	Saudi Arabia	Financials	2,636	0.7
Lafarge Malaysia	Malaysia	Materials	2,344	0.6
Megafon ²	Russia	Telecommunication Services	2,301	0.6
Tripod Technology	Taiwan	Information Technology	2,232	0.6
Simplo Technology	Taiwan	Information Technology	2,090	0.5
YACCO ¹	Saudi Arabia	Telecommunication Services	1,848	0.5
Chicony Electronics	Taiwan	Information Technology	1,814	0.5
AES Tiete	Brazil	Utilities	1,796	0.5
Vanguard International Semiconductor	Taiwan	Information Technology	1,780	0.5
Phosagro ²	Russia	Materials	1,766	0.5
Vale ²	Brazil	Materials	1,627	0.4
Companhia de Concessoes Rodoviaras	Brazil	Industrials	1,597	0.4
Kcell ²	Kazakhstan	Telecommunication Services	1,410	0.4
Indo Tambangraya Megah	Indonesia	Energy	1,305	0.3
Bangkok Expressway	Thailand	Industrials	990	0.3
Turkiye Petrol Rafinerileri	Turkey	Energy	896	0.2
Yamaha ¹	Saudi Arabia	Materials	668	0.2
JPMorgan US Dollar Liquidity Fund ³	Luxembourg	Liquidity Fund	8,087	2.2
Net current assets			4,988	1.3
Total⁴			375,311	100.0

¹Participation notes.

²Includes ADRs/GDRs/ADSs.

³Managed by J.P.Morgan Asset Management.

⁴Based on total assets less current liabilities of £375.3m (31st July 2014: £355.9m). \$20 million drawn down on Company's loan facilities at 31st January 2015 has been treated as a long term liability for the purpose of this analysis.

Sector Analysis

at 31st January 2015

	31st January 2015		31st July 2014	
	Portfolio % ¹	Benchmark %	Portfolio % ¹	Benchmark %
Financials	17.0	28.5	17.9	27.6
Information Technology	15.5	18.7	13.6	16.8
Telecommunication Services	15.2	7.6	15.9	7.2
Consumer Discretionary	10.4	9.3	12.1	9.3
Industrials	9.4	6.8	9.2	6.4
Consumer Staples	8.0	8.3	7.0	8.2
Materials	8.0	7.2	7.1	8.9
Energy	6.0	7.8	10.4	10.3
Utilities	5.3	3.4	3.2	3.5
Health Care	1.7	2.4	1.5	1.8
Total equities	96.5	100.0	97.9	100.0
Liquidity Fund	2.2	–	–	–
Net current assets	1.3	–	2.1	–
Total	100.0	100.0	100.0	100.0

¹Based on total assets less current liabilities of £375.3m (31st July 2014: £355.9m). \$20 million drawn down on Company's loan facilities at 31st January 2015 has been treated as a long term liability for the purpose of this analysis.

Geographical Analysis

at 31st January 2015

	31st January 2015		31st July 2014	
	Portfolio % ¹	Benchmark %	Portfolio % ¹	Benchmark %
Taiwan	20.2	12.7	17.0	11.9
China	14.7	22.0	11.7	17.8
South Africa	11.0	8.2	11.8	7.5
Brazil	8.5	8.2	9.9	10.9
Russia	6.3	3.2	7.4	4.8
Hong Kong	6.3	0.1	7.7	1.6
Thailand	5.5	2.5	4.3	2.2
South Korea	5.0	15.0	5.6	15.6
Turkey	4.5	1.8	5.3	1.7
Indonesia	3.4	2.7	3.8	2.6
Saudi Arabia	2.1	–	4.0	–
Poland	1.8	1.5	1.8	1.5
Mexico	1.5	4.6	1.3	5.1
India	1.4	7.7	1.3	6.7
United Arab Emirates	1.3	0.6	1.2	0.6
Qatar	1.0	0.8	1.1	0.5
Hungary	1.0	0.2	1.1	0.2
Malaysia	0.6	3.5	0.7	3.9
Kazakhstan	0.4	–	0.9	–
Philippines	–	1.4	–	1.0
Chile	–	1.4	–	1.4
Colombia	–	0.7	–	1.0
Peru	–	0.4	–	0.4
Greece	–	0.3	–	0.7
Egypt	–	0.3	–	0.2
Czech Republic	–	0.2	–	0.2
Total equities	96.5	100.0	97.9	100.0
Liquidity fund	2.2	–	–	–
Net current assets	1.3	–	2.1	–
Total	100.0	100.0	100.0	100.0

¹Based on total assets less current liabilities of £375.3m (31st July 2014: £355.9m). \$20 million drawn down on Company's loan facilities at 31st January 2015 has been treated as a long term liability for the purpose of this analysis.

Income Statement

for the six months ended 31st January 2015

	(Unaudited) Six months ended 31st January 2015			(Unaudited) Six months ended 31st January 2014			(Audited) Year ended 31st July 2014		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Gains/(losses) on investments held at fair value through profit or loss	–	7,640	7,640	–	(42,323)	(42,323)	–	(9,342)	(9,342)
Net foreign currency (losses)/gains	–	(2,826)	(2,826)	–	1,995	1,995	–	2,617	2,617
Income from investments	6,988	–	6,988	6,485	–	6,485	17,359	–	17,359
Interest and similar income	1	–	1	1	–	1	2	–	2
Gross return/(loss)	6,989	4,814	11,803	6,486	(40,328)	(33,842)	17,361	(6,725)	10,636
Management fee	(507)	(1,184)	(1,691)	(436)	(1,016)	(1,452)	(878)	(2,048)	(2,926)
Other administrative expenses	(401)	–	(401)	(306)	–	(306)	(673)	–	(673)
Net return/(loss) on ordinary activities before finance costs and taxation	6,081	3,630	9,711	5,744	(41,344)	(35,600)	15,810	(8,773)	7,037
Finance costs	(114)	(267)	(381)	(167)	(389)	(556)	(246)	(573)	(819)
Net return/(loss) on ordinary activities before taxation	5,967	3,363	9,330	5,577	(41,733)	(36,156)	15,564	(9,346)	6,218
Taxation	(582)	(75)	(657)	(610)	–	(610)	(1,622)	75	(1,547)
Net return/(loss) on ordinary activities after taxation	5,385	3,288	8,673	4,967	(41,733)	(36,766)	13,942	(9,271)	4,671
Return/(loss) per share (note 4)	1.88p	1.15p	3.03p	1.99p	(16.76)p	(14.77)p	5.41p	(3.60)p	1.81p

All revenue and capital items in the above statement derive from continuing operations.

The 'Total' column of this statement is the profit and loss account of the Company and the 'Revenue' and 'Capital' columns represent supplementary information prepared under guidance issued by the AIC.

Statement of Total Recognised Gains and Losses

for the six months ended 31st January 2015

	(Unaudited) Six months ended 31st January 2015			(Unaudited) Six months ended 31st January 2014			(Audited) Year ended 31st July 2014		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Movement in the fair value of the cash flow hedge during the period	–	–	–	–	50	50	–	50	50
Net return/(loss) on ordinary activities	5,385	3,288	8,673	4,967	(41,733)	(36,766)	13,942	(9,271)	4,671
Total recognised gains/(losses) in the period	5,385	3,288	8,673	4,967	(41,683)	(36,716)	13,942	(9,221)	4,721

Reconciliation of Movements in Shareholders' Funds

Six months ended 31st January 2015 (Unaudited)	Called up share capital £'000	Capital redemption reserve £'000	Share premium £'000	Other reserve £'000	Capital reserves £'000	Revenue reserve £'000	Total £'000
At 31st July 2014	2,785	13	199,593	101,276	21,229	7,321	332,217
Issue of ordinary shares	133	–	15,943	–	–	–	16,076
Share issue expenses	–	–	(46)	–	–	–	(46)
Net return on ordinary activities	–	–	–	–	3,288	5,385	8,673
Dividends appropriated in the period	–	–	–	–	–	(8,242)	(8,242)
At 31st January 2015	2,918	13	215,490	101,276	24,517	4,464	348,678

Six months ended 31st January 2014 (Unaudited)	Called up share capital £'000	Capital redemption reserve £'000	Share premium £'000	Other reserve £'000	Capital reserves £'000	Revenue reserve £'000	Total £'000
At 31st July 2013	2,344	13	148,189	101,276	30,450	6,255	288,527
Issue of ordinary shares	242	–	28,520	–	–	–	28,762
Share issue expenses	–	–	(88)	–	–	–	(88)
Movement in the fair value of the cash flow hedge	–	–	–	–	50	–	50
Net (loss)/return on ordinary activities	–	–	–	–	(41,733)	4,967	(36,766)
Dividends appropriated in the period	–	–	–	–	–	(7,549)	(7,549)
At 31st January 2014	2,586	13	176,621	101,276	(11,233)	3,673	272,936

Year ended 31st July 2014 (Audited)	Called up share capital £'000	Capital redemption reserve £'000	Share premium £'000	Other reserve £'000	Capital reserves £'000	Revenue reserve £'000	Total £'000
At 31st July 2013	2,344	13	148,189	101,276	30,450	6,255	288,527
Issue of ordinary shares	441	–	51,554	–	–	–	51,995
Share issue expenses	–	–	(150)	–	–	–	(150)
Movement in fair value of the cash flow hedge	–	–	–	–	50	–	50
Net (loss)/return on ordinary activities	–	–	–	–	(9,271)	13,942	4,671
Dividends appropriated in the year	–	–	–	–	–	(12,876)	(12,876)
At 31st July 2014	2,785	13	199,593	101,276	21,229	7,321	332,217

Balance Sheet

at 31st January 2015

	(Unaudited) 31st January 2015 £'000	(Unaudited) 31st January 2014 £'000	(Audited) 31st July 2014 £'000
Fixed assets			
Investments held at fair value through profit or loss	362,236	291,650	348,174
Investments in liquidity fund held at fair value through profit or loss	8,087	3,590	136
Total investments	370,323	295,240	348,310
Current assets			
Derivative financial assets	6	–	–
Debtors	1,524	1,446	2,830
Cash and short term deposits	4,295	823	5,559
	5,825	2,269	8,389
Creditors: amounts falling due within one year	(14,154)	(233)	(788)
Derivative financial liabilities	–	–	(1)
Net current (liabilities)/assets	(8,329)	2,036	7,600
Total assets less current liabilities	361,994	297,276	355,910
Creditors: amounts falling due after more than one year	(13,316)	(24,340)	(23,693)
Net assets	348,678	272,936	332,217
Capital and reserves			
Called up share capital	2,918	2,586	2,785
Capital redemption reserve	13	13	13
Share premium	215,490	176,621	199,593
Other reserve	101,276	101,276	101,276
Capital reserves	24,517	(11,233)	21,229
Revenue reserve	4,464	3,673	7,321
Total equity shareholders' funds	348,678	272,936	332,217
Net asset value per share (note 5)	119.5p	105.5p	119.3p

Company registration number: 7273382.

Cash Flow Statement

for the six months ended 31st January 2015

	(Unaudited) Six months ended 31st January 2015 £'000	(Unaudited) Six months ended 31st January 2014 £'000	(Audited) Year ended 31st July 2014 £'000
Net cash inflow from operating activities (note 6)	5,830	2,669	8,860
Net cash outflow from servicing of finance	(390)	(513)	(873)
Overseas tax recovered	82	64	94
Net cash outflow from capital expenditure and financial investment	(15,062)	(26,041)	(45,526)
Dividends paid	(8,242)	(7,549)	(12,876)
Net cash inflow from financing	16,400	28,510	52,221
(Decrease)/increase in cash in the period	(1,382)	(2,860)	1,900
Reconciliation of net cash flow to movement in net debt			
Net cash movement	(1,382)	(2,860)	1,900
Net drawdown of short term loan	–	(141)	(141)
Exchange movements	(2,821)	1,996	2,617
Other movements	–	(2)	–
Movement in net (debts)/funds in the period	(4,203)	(1,007)	4,376
Net debt at the beginning of the period	(18,134)	(22,510)	(22,510)
Net debt at the end of the period	(22,337)	(23,517)	(18,134)
Represented by:			
Cash and short term deposits	4,295	823	5,559
Foreign currency bank loan falling due within one year	(13,316)	–	–
Foreign currency bank loan falling due after more than one year	–	(12,170)	(11,846)
Debt falling due in more than two years but not more than five years	(13,316)	(12,170)	(11,847)
Net debt	(22,337)	(23,517)	(18,134)

Notes to the Financial Statements

for the six months ended 31st January 2015

1. Financial statements

The information contained within the financial statements in this interim report has not been audited or reviewed by the Company's auditor.

2. Accounting policies

The financial statements have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice and with the Statement of Recommended Practice 'Financial Statements of Investment Trust Companies and Venture Capital Trusts' issued by the AIC in January 2009.

All of the Company's operations are of a continuing nature.

The financial statements have been prepared on a going concern basis.

3. Dividends paid

	(Unaudited) Six months ended 31st January 2015 £'000	(Unaudited) Six months ended 31st January 2014 £'000	(Audited) Year ended 31st July 2014 £'000
2014 fourth interim dividend of 1.90p (2013 final: 2.10p)	5,324	5,005	5,005
First interim dividend paid of 1.00p (2014: 1.00p)	2,918	2,544	2,544
Second interim dividend paid of n/a (2014: 1.00p)	n/a	n/a	2,603
Third interim dividend paid of n/a (2014: 1.00p)	n/a	n/a	2,724
Total dividends paid in the period	8,242	7,549	12,876

A second interim dividend of 1.00p per share, amounting to £2,918,000 has been declared payable in respect of the six months ended 31st January 2015.

4. Return/(loss) per share

	(Unaudited) Six months ended 31st January 2015 £'000	(Unaudited) Six months ended 31st January 2014 £'000	(Audited) Year ended 31st July 2014 £'000
Return/(loss) per share is based on the following:			
Revenue return	5,385	4,967	13,942
Capital return/(loss)	3,288	(41,733)	(9,271)
Total return/(loss)	8,673	(36,766)	4,671
Weighted average number of shares in issue during the period	286,613,345	249,014,927	257,623,359
Revenue return per share	1.88p	1.99p	5.41p
Capital return/(loss) per share	1.15p	(16.76)p	(3.60)p
Total return/(loss) per share	3.03p	(14.77)p	1.81p

5. Net asset value per share

	(Unaudited) 31st January 2015	(Unaudited) 31st January 2014	(Audited) 31st July 2014
Net assets attributable to ordinary shareholders (£'000)	348,678	272,936	332,217
Number of ordinary shares in issue	291,839,438	258,604,438	278,514,438
Net asset value per ordinary share (pence)	119.5	105.5	119.3

6. Reconciliation of total return/(loss) on ordinary activities before finance costs and taxation to net cash inflow from operating activities

	(Unaudited) Six months ended 31st January 2015 £'000	(Unaudited) Six months ended 31st January 2014 £'000	(Audited) Year ended 31st July 2014 £'000
Net return/(loss) on ordinary activities before finance costs and taxation	9,711	(35,600)	7,037
(Less: capital return)/Add: capital loss on ordinary activities before finance costs and taxation	(3,630)	41,344	8,773
Decrease/(increase) in accrued income	1,659	657	(1,252)
(Increase)/decrease in other debtors	(1)	8	25
Increase/(decrease) in accrued expenses	6	(58)	(7)
Overseas withholding tax	(731)	(613)	(1,615)
Management fee charged to capital	(1,184)	(1,016)	(2,048)
Performance fee paid	–	(2,053)	(2,053)
Net cash inflow from operating activities	5,830	2,669	8,860

Interim Management Report

The Company is required to make the following disclosures in its interim report.

Principal Risks and Uncertainties

The principal risks and uncertainties faced by the Company have not changed and fall into the following broad categories: investment and strategy; foreign currency; financial; accounting, legal and regulatory; corporate governance and shareholder relations; and operations. Information on each of these areas is given in the Business Review within the Company's Annual Report for the year ended 31st July 2014.

Related Parties Transactions

During the first six months of the current financial year, no transactions with related parties have taken place which have materially affected the financial position or the performance of the Company during the period.

Going Concern

The Directors believe, having considered the Company's investment objectives, risk management policies, capital management policies and procedures, nature of the portfolio and expenditure projections, that the Company has adequate resources, an appropriate financial structure and suitable management arrangements in place to continue in operational existence for the foreseeable future. For these reasons, they consider there is reasonable evidence to continue to adopt the going concern basis in preparing the financial statements.

Directors' Responsibilities

The Board of Directors confirms that, to the best of its knowledge:

- (i) the condensed set of financial statements contained within the half yearly financial report has been prepared in accordance with the Accounting Standards Board's Statement 'Half Yearly Financial Reports' and gives a true and fair view of the state of the affairs of the Company and of the assets, liabilities, financial position and net return of the Company, as at 31st January 2015, as required by the UK Listing Authority Disclosure and Transparency Rule 4.2.4R; and
- (ii) the interim management report includes a fair review of the information required by DTR 4.2.7R and 4.2.8R of the UK Listing Authority Disclosure and Transparency Rules.

In order to provide these confirmations, and in preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business;

and the Directors confirm that they have done so.

For and on behalf of the Board

Andrew Hutton
Chairman

25th March 2015

Glossary of Terms and Definitions

Return to Shareholders

Total return to the investor, on a mid-market price to mid-market price basis, assuming that all dividends received were reinvested, without transaction costs, into the shares of the Company at the time the shares were quoted ex-dividend.

Return on Net Assets

Total return on net asset value ('NAV') per share, assuming that all dividends paid out by the Company were reinvested, without transaction costs, into the shares of the Company at the NAV per share at the time the shares were quoted ex-dividend.

In accordance with industry practice, dividends payable which have been declared but which are unpaid at the balance sheet date are deducted from the NAV per share when calculating the total return on net assets.

Benchmark Return

Total return on the benchmark, on a mid-market value to mid-market value basis, assuming that all dividends received were reinvested, without transaction costs, into the shares of the underlying companies at the time the shares were quoted ex-dividend.

The benchmark is a recognised index of stocks which should not be taken as wholly representative of the Company's investment universe. The Company's investment strategy does not 'track' this index and, consequently, there may be some divergence between the Company's performance and that of the benchmark.

Gearing/(Net Cash)

Gearing represents the excess amount above shareholders' funds of total assets expressed as a percentage of the shareholders' funds. Total assets include total investments and net current assets/liabilities less cash/cash equivalents and excluding bank loans of less than one year. If the amount calculated is negative, this is shown as a 'net cash' position.

Ongoing Charges

The Ongoing Charges represent the Company's management fee and all other operating expenses excluding finance costs, expressed as a percentage of the average of the daily net assets during the year and is calculated in accordance with guidance issued by the AIC. The figure as at 31st January 2015 is an estimated annualised figure.

Share Price Discount/Premium to Net Asset Value ('NAV') Per Share

If the share price of an investment trust is lower than the NAV per share, the shares are said to be trading at a discount. The discount is shown as a percentage of the NAV per share. The opposite of a discount is a premium. It is more common for an investment trust's shares to trade at a discount than at a premium.

H-shares

Companies incorporated in mainland China and listed in Hong Kong and on other foreign exchanges.

Financial Conduct Authority

Beware of share fraud



In association with:
icsa.
Registrars
Group

Fraudsters use persuasive and high-pressure tactics to lure investors into scams. They may offer to sell shares that turn out to be worthless or non-existent, or to buy shares at an inflated price in return for an upfront payment. While high profits are promised, if you buy or sell shares in this way you will probably lose your money.

How to avoid share fraud

- 1 Keep in mind that firms authorised by the FCA are unlikely to contact you out of the blue with an offer to buy or sell shares.
- 2 Do not get into a conversation, note the name of the person and firm contacting you and then end the call.
- 3 Check the Financial Services Register from www.fca.org.uk to see if the person and firm contacting you is authorised by the FCA.
- 4 Beware of fraudsters claiming to be from an authorised firm, copying its website or giving you false contact details.
- 5 Use the firm's contact details listed on the Register if you want to call it back.
- 6 Call the FCA on **0800 111 6768** if the firm does not have contact details on the Register or you are told they are out of date.
- 7 Search the list of unauthorised firms to avoid at www.fca.org.uk/scams.
- 8 Consider that if you buy or sell shares from an unauthorised firm you will not have access to the Financial Ombudsman Service or Financial Services Compensation Scheme.
- 9 Think about getting independent financial and professional advice before you hand over any money.
- 10 **Remember:** if it sounds too good to be true, it probably is!

Report a scam

If you are approached by fraudsters please tell the FCA using the share fraud reporting form at www.fca.org.uk/scams, where you can find out more about investment scams.

You can also call the FCA Consumer Helpline on **0800 111 6768**.

If you have already paid money to share fraudsters you should contact Action Fraud on **0300 123 2040**.

5,000 people contact the Financial Conduct Authority about share fraud each year, with victims losing an average of £20,000

Information about the Company

Financial Calendar

Financial year end	31st July
Final results announced	October
Half year end	31st January
Half year results announced	March
Annual General Meeting	19th November 2015
Dividends	January, April, July and October

History

JPMorgan Global Emerging Markets Income Trust plc is an investment trust which was launched in July 2010 with assets of £102.3 million.

Directors

Andrew Hutton (Chairman)
Sarah Fromson
Caroline Gulliver
Richard Robinson
Paul Wallace

Company Numbers

Company registration number: 7273382

Ordinary Shares

London Stock Exchange ISIN code: GB00B5ZZY915
Bloomberg code: JEMI
SEDOL B5ZZY91

Market Information

The Company's unaudited net asset value ('NAV') per share is published daily, via the London Stock Exchange. The Company's shares are listed on the London Stock Exchange. The market price is shown daily in the Financial Times, The Times, The Daily Telegraph, The Scotsman and on the JPMorgan website at www.jpmglobalemergingmarketsincome.co.uk, where the share price is updated every fifteen minutes during trading hours.

Website

www.jpmglobalemergingmarketsincome.co.uk

Share Transactions

The Company's shares may be dealt in directly through a stockbroker or professional adviser acting on an investor's behalf. They may also be purchased and held through the J.P. Morgan Investment Account, J.P. Morgan ISA and J.P. Morgan SIPP. These products are all available on the online wealth manager service, J.P. Morgan WealthManager+ available at www.jpmorganwealthmanagerplus.co.uk

Manager and Company Secretary

JPMorgan Funds Limited

Company's Registered Office

60 Victoria Embankment
London EC4Y 0JP
Telephone number: 0207 742 4000

For company secretarial and administrative matters please contact Rebecca Burtonwood at the above address.

Depository

BNY Mellon Trust & Depository (UK) Limited
BNY Mellon Centre
160 Queen Victoria Street
London EC4V 4LA

The Depository employs JPMorgan Chase Bank, N.A. as the Company's custodian.

Registrars

Equiniti Limited
Reference 3570
Aspect House
Spencer Road
Lancing
West Sussex BN99 6DA
Telephone number: 0871 384 2857

Calls to this number cost 8p per minute plus network charges. Lines open 8.30 a.m. to 5.30 p.m., Monday to Friday. The overseas helpline number is +44 (0)121 415 7047.

Notifications of changes of address and enquiries regarding share certificates or dividend cheques should be made in writing to the Registrar quoting reference 3570. Registered shareholders can obtain further details on their holdings on the internet by visiting www.shareview.co.uk.

Independent Auditor

Ernst & Young LLP
Statutory Auditor
1 More London Place
London SE1 2AF

Brokers

Winterflood Securities Limited
The Atrium Building
Cannon Bridge
25 Dowgate Hill
London EC4R 2GA
Telephone number: 020 3100 0000

Savings Product Administrators

For queries on the J.P. Morgan Investment Account, J.P. Morgan ISA and J.P. Morgan SIPP, see contact details on the back cover of this report.

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J.P. Morgan Helpline
Freephone 0800 20 40 20 or +44 (0)20 7742 9995

Your telephone call may be recorded for your security

www.jpmglobalemergingmarketsincome.co.uk