

# JPMorgan Diversified Return International Equity ETF

Ticker: JPIN



**Designed to** provide international equity exposure with potential for better risk-adjusted returns than a market cap-weighted index.

## APPROACH

- Tracks the FTSE Developed ex-North America Diversified Factor Index, which was developed in partnership between FTSE and J.P. Morgan
- Combines risk-based portfolio construction with multi-factor security selection based on value, size, momentum and low volatility factors
- Aims to address deficiencies in traditional market-cap-weighted indexes, including risk concentration and a bias toward overvalued securities

## EXPERTISE

### Portfolio manager(s) and years of experience

Yazann Romahi, 18 yrs  
Wei (Victor) Li, 7 yrs  
Joe Staines, 7 yrs  
Albert Chuang, 6 yrs  
Kartik Aiyar, 4 yrs

## FUND INFORMATION

**Class launch**  
Nov 5, 2014

**Annual expenses (%)**  
Gross Expenses: 0.75  
Net Expenses: 0.43

**CUSIP**  
46641Q209

**Value of investments**  
\$1.05 B

## PERFORMANCE DISCLOSURES

*The performance quoted is past performance and is not a guarantee of future results. Investment returns and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than original cost. Current performance may be higher or lower than the performance data shown. For performance current to the most recent month-end please call 1-844-4JPM-ETF.*

Total Returns based on NAV and Market Price do not reflect brokerage commissions or sales charges in connection with the purchase or sale of Fund shares, which if included would lower the performance shown above. The NAV used in the Total Return calculation assumes all management fees and operating expenses incurred by the Fund.

<sup>†</sup>12-month dividend yield is calculated by dividing the dividend per share by the net asset value per share as of the reported date. 12-month dividend yield represents the sum of the monthly dividend yields for the previous 12 months.

<sup>\*</sup>Since inception: 11/5/2014

**Must be preceded or accompanied by a prospectus.**

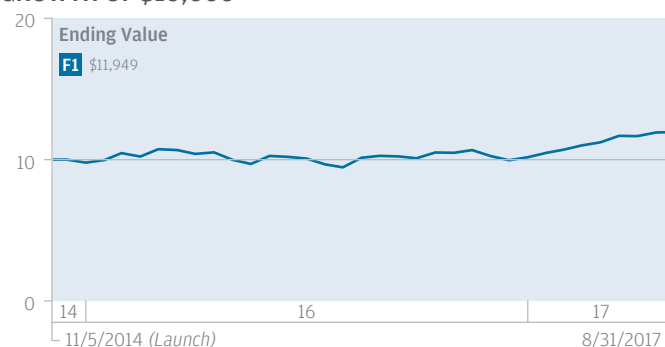
YTD returns are as of the last business day of the month.

A fund's NAV is the sum of all its assets less any liabilities, divided by the number of shares outstanding. The market price is the most recent price at which the fund was traded.

## PERFORMANCE

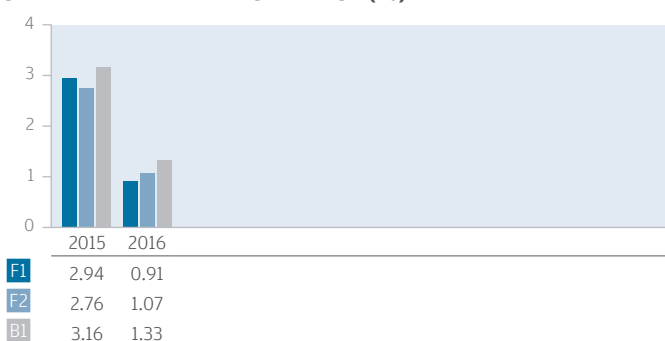
- F1 Fund:** at NAV
- F2 Fund:** Market price returns
- B1 Benchmark 1:** FTSE Developed ex North America Diversified Factor Index (net of foreign withholding taxes)
- B2 Benchmark 2:** FTSE Developed ex North America Net Index
- B3 Benchmark 3:** MSCI EAFE Index (net of foreign withholding taxes)

## GROWTH OF \$10,000



Since inception with dividends and capital gains reinvested. There is no direct correlation between a hypothetical investment and the anticipated performance of the Fund.

## CALENDAR YEAR PERFORMANCE (%)

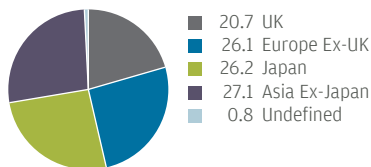


## YIELD (%)

	As of 8/31/17	As of 6/30/17
<b>30-day SEC yield</b>	2.34	2.20
<b>30-day SEC yield (unsubsidized)</b>	2.29	2.18
<b>12-month dividend yield<sup>†</sup></b>	1.42	1.46

## RETURN (%)

	TOTAL RETURN AT 8/31/17				ANNUALIZED RETURNS AT 6/30/17			
	1 mos	3 mos	YTD	1 yr	1 yr	3 yrs	5 yrs	Launch <sup>^</sup>
<b>F1</b> at NAV	0.23	2.25	17.48	13.96	15.49	-	-	5.97
<b>F2</b> Market price returns	0.24	2.28	17.36	14.10	15.45	-	-	6.08
<b>B1</b>	0.06	1.86	16.86	14.11	16.33	-	-	6.39
<b>B2</b>	-0.12	2.68	17.70	18.08	21.12	-	-	4.93
<b>B3</b>	-0.04	2.66	17.05	17.64	20.27	-	-	4.35

**HOLDINGS****REGIONS (%)****SECTORS (%)**

Basic Materials	8.8
Consumer Goods	12.5
Consumer Services	11.1
Financials	8.9
Health Care	10.6
Industrials	11.6
Oil & Gas	7.6
Technology	8.7
Telecommunications	8.8
Utilities	10.2
Undefined	0.8

**TOP 10 (%)**

Royal Dutch Shell A	0.7
BP	0.7
British American Tobacco	0.7
GlaxoSmithKline	0.6
Samsung Electronics	0.6
Diageo	0.6
Vodafone Group	0.5
National Grid	0.5
AstraZeneca	0.5
Antofagasta	0.5

**PORTFOLIO ANALYSIS**

	JPIN	FTSE Developed ex North America Net Index
Price to earnings (P/E ratio)	14.39	14.64
Price to book (P/B ratio)	1.50	1.63
Weighted average market cap	\$20.80	\$59.99
30 day SEC yield	2.34	—
Turnover Rate	24.99	—
Number of holdings	407	1423
Return on equity	13.59	13.32

**Investors should carefully consider the investment objectives and risks as well as charges and expenses of the JPMorgan ETF before investing. The summary and full prospectuses contain this and other information about the ETF. Read the prospectus carefully before investing. Call 1-844-4JPM-ETF or visit [www.jpmorganETFs.com](http://www.jpmorganETFs.com) to obtain a prospectus.**

Due to rounding, values may not total 100%.

This document is a general communication being provided for informational purposes only. It is educational in nature and not designed to be a recommendation for any specific investment product, strategy, plan feature or other purpose. Any examples used are generic, hypothetical and for illustration purposes only. Prior to making any investment or financial decisions, an investor should seek individualized advice from a personal financial, legal, tax and other professional advisors that take into account all of the particular facts and circumstances of an investor's own situation.

**RISK SUMMARY**

ETFs are bought and sold at market price (not NAV). Market price returns are based upon the midpoint of the bid/ask spread at 4:00 p.m. (when NAV is normally determined for most ETFs), and do not represent the returns an investor would receive if shares were traded at other times.

Index returns and sector returns are for illustrative purposes only and do not represent actual Fund performance. Index performance returns do not reflect any management fees, transaction costs or expenses. Indexes are unmanaged.

International investing has a greater degree of risk and increased volatility due to political and economic instability of some overseas markets. Changes in currency exchange rates and different accounting and taxation policies outside the U.S. can affect returns.

Diversification does not guarantee investment returns and does not eliminate the risk of loss.

The manager seeks to achieve the stated objectives. There is no guarantee the objectives will be met.

Narrowly focused investments typically exhibit higher volatility.

The fund uses derivatives, which may be riskier than other types of investments and may increase the volatility of the fund. The fund may not track the return of its underlying index for a number of reasons, such as operating expenses incurred by the fund that are not applicable to the index, and the time difference between calculating the value of the index and the net asset value of the fund.

Investing involves risk, including possible loss of principal. Investment returns and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than their original cost. ETF shares are bought and sold throughout the day

on an exchange at market price (not NAV) through a brokerage account, and are not individually redeemed from the fund. Shares may only be redeemed directly from a fund by Authorized Participants, in very large creation/redemption units. For all products, brokerage commissions will reduce returns.

**ANNUAL OPERATING EXPENSES**

The Fund's adviser and/or its affiliates have contractually agreed to waive fees and/or reimburse expenses to the extent Total Annual Fund Operating Expenses (excluding acquired fund fees and expenses, dividend and interest expenses related to short sales, interest, taxes, expenses related to litigation and potential litigation and extraordinary expenses) exceed 0.43% of the average daily net assets. The Fund may invest in one or more money market funds advised by the adviser or its affiliates (affiliated money market funds). The Fund's adviser has contractually agreed to waive fees and/or reimburse expenses in an amount sufficient to offset the fees and expenses of the affiliated money market funds incurred by the Fund because of the Fund's investment in such money market funds. This waiver is in effect through 2/29/2020, at which time the adviser and/or its affiliates will determine whether to renew or revise it. The difference between net and gross fees includes all applicable fee waivers and expense reimbursements.

**INDEXES**

ETFs have fees that reduce their performance: indexes do not. You cannot invest directly in an index.

The Underlying Index is comprised of equity securities from developed global markets (excluding North America) selected to represent a diversified set of factor characteristics, originally developed by the adviser. FTSE International Limited is the Index Provider. Holdings in the Underlying Index are selected from the constituents of the FTSE Developed ex North America Index, which is comprised of large- and mid-cap equity securities in developed markets outside of North America. The rules based proprietary multi-factor selection process utilizes the following characteristics: relative valuation, price momentum, low volatility, and specific market capitalization. The equity securities in the Underlying Index will be diversified across international regions and industries. These securities will be large- and mid-cap equity securities of companies from developed countries, including common stock, preferred stock and real estate investment trusts (REITs).

The FTSE Developed ex North America Index is part of a range of indices designed to help investors benchmark their international investments. The index comprises Large and Mid cap stocks providing coverage of Developed markets, excluding the US and Canada. The index is derived from the FTSE Global Equity Index Series (GEIS), which covers 98% of the world's investable market capitalization.

The MSCI EAFE (Europe, Australia, Far East) Index (net of foreign withholding taxes) is a free float-adjusted market capitalization weighted index measuring equity market performance of developed markets, excluding the U.S. and Canada.

All rights in the FTSE Index (the "Index") vest in FTSE International Limited ("FTSE"). "FTSE®" is a trade mark of the London Stock Exchange Group companies and is used by FTSE under licence. The Fund has been developed solely by J.P. Morgan. The Index is calculated by FTSE or its agent. FTSE and its licensors are not connected to and do not sponsor, advise, recommend, endorse or promote the Fund and do not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the Index or (b) investment in or operation of the Fund. FTSE makes no claim, prediction, warranty or representation either as to the results to be obtained from the Fund or the suitability of the Index for the purpose to which it is being put by J.P. Morgan.

**TOP HOLDINGS**

The top 10 holdings listed reflect only the Fund's long-term investments. Short-term investments are excluded. Holdings are subject to change. The holdings listed should not be considered recommendations to purchase or sell a particular security. Each individual security is calculated as a percentage of the aggregate market value of the securities held in the Fund and does not include the use of derivative positions, where applicable.

**ENTITIES**

J.P. Morgan Exchange-Traded Funds ("the Funds") are distributed by SEI Investments Distribution Co., which is not affiliated with JPMorgan Chase & Co. or any of its affiliates. SEI Investments Distribution Co. is a member of FINRA/SIPC. Effective October 1, 2017 the Funds will be distributed by JPMorgan Distribution Services, Inc.; member FINRA/SIPC.

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**DEFINITIONS**

**P/E ratio** is the number by which earnings per share is multiplied to estimate a stock's value.

**P/B ratio** is the relationship between a stock's price and the book value of that stock.

**Weighted average market capitalization** is a stock market index weighted by the market capitalization of each stock in the index.

**Return on equity (ROE)** is the amount of net income returned as a percentage of shareholders equity. Return on equity measures a corporation's profitability by revealing how much profit a company generates with the money shareholders have invested.