

IMPORTANT: This letter requires your immediate attention. If you have any questions about the content of this letter, you should seek independent professional advice.

16 August 2016

Dear Investor,

JPMorgan Funds - Japan Equity Fund

We are writing on behalf of the Board of Directors of JPMorgan Funds (the “Fund”) to inform you about the merger of JPMorgan Investment Funds - Japan Advantage Equity Fund¹ (the “Merging Sub-Fund”) into JPMorgan Funds - Japan Equity Fund (the “Receiving Sub-Fund”), a sub-fund in which you invest, on 23 September 2016. This merger was identified as part of an ongoing review of the overall JPMorgan Asset Management fund range, which seeks to simplify and improve the offering, ensuring that shareholders have access to a broadly diversified product range.

On the merger date, the assets of the Merging Sub-Fund that will merge into the Receiving Sub-Fund will be transferred in-specie. The merger will increase the assets under management of the Receiving Sub-Fund. There will be no rebalancing of the Receiving Sub-Fund and no costs associated with the merger will be borne by the Receiving Sub-Fund. When the merger transaction occurs, all the assets, liabilities and any accrued income in the Merging Sub-Fund will be transferred to the Receiving Sub-Fund, and the Merging Sub-Fund will cease to exist.

You do not need to take any action. However, if, as a consequence of the merger, you wish to redeem your shares, or switch your holding in the Receiving Sub-Fund into any other funds which are managed by JPMorgan Funds (Asia) Limited or for which it acts as Hong Kong representative and which are authorised by the Securities and Futures Commission (the “SFC”) for sale to the public in Hong Kong, you may do so free of charge during the waiver period² between 16 August 2016 and 20 September 2016. The redemption charge applicable to the Receiving Sub-Fund is currently at 0% of the Net Asset Value per Share. All other switching and redemption conditions as disclosed in the offering document still apply. Details of such funds (including the relevant offering documents) can be found at our website www.jpmorganam.com.hk³. SFC authorisation is not a recommendation or endorsement of a fund nor does it guarantee the commercial merits of a fund or its performance. It does not mean the fund is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

If you wish to switch or redeem your investment, we recommend that you seek tax and investment advice as appropriate before making a final decision.

The Management Company of the Fund accepts responsibility for the accuracy of the content of this letter.

¹ JPMorgan Investment Funds - Japan Advantage Equity Fund is not authorized by the SFC for sale to the public in Hong Kong and is not offered to Hong Kong retail investors.

² Please note that although we will not impose any charges in respect of your switching instructions, your bank, distributor or financial adviser may charge you switching and/or transaction fees. You are advised to contact your bank, distributor or financial adviser should you have any questions.

³ The website has not been reviewed by the SFC.

If you have any questions regarding the contents of this letter or any other aspect of the Fund, please do not hesitate to contact:

- your bank or financial adviser;
- our Intermediary Hotline on (852) 2978 7788;
- our Intermediary Clients' Hotline on (852) 2265 1000; or
- if you normally deal directly with us, our J.P. Morgan Funds InvestorLine on (852) 2265 1188.

Yours faithfully,
For and on behalf of
JPMorgan Funds (Asia) Limited
as Hong Kong Representative of the Fund

A handwritten signature in black ink, appearing to read 'Eddy Wong', with a long horizontal flourish extending to the right.

Eddy Wong
Head of Funds Business, Hong Kong & China Retail