

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

30 September 2016

Dear Investor,

**JPMorgan SAR American Fund / JPMorgan SAR Asia Pacific Behavioural Finance Fund /
JPMorgan SAR Asian Bond Fund / JPMorgan SAR Asian Fund /
JPMorgan SAR European Fund / JPMorgan SAR Global Bond Fund /
JPMorgan SAR Global Emerging Markets Fund / JPMorgan SAR Greater China Fund /
JPMorgan SAR HK\$ Bond Fund / JPMorgan SAR Hong Kong Fund /
JPMorgan SAR Japan Fund
(each a “Trust” and collectively, the “Trusts”)**

We are writing to inform you of the following changes to the Trusts which will take effect from and including 31 October 2016 (“**Effective Date**”), unless otherwise specified:

1. Change of switching arrangement

Due to the migration of fund operating platform, the timeline of effecting switching from units of a Trust to other fund ranges will change.

For the purposes herein, a Trust within the JPMorgan SAR Funds range and a fund within the JPMorgan Funds (Unit Trust Range) and the JPMorgan Provident Funds range are collectively known as funds within the “**unit trust ranges**”, the other funds in respect of which JPMorgan Funds (Asia) Limited acts as the Hong Kong representative (excluding the funds within the unit trust ranges) are known as funds within the “**other fund ranges**”.

Switching from a Trust to other fund ranges

The timeline of effecting switching from a Trust to other fund ranges will change as follows:

Current switching process	Switching process with effect from and including the Effective Date
Normally be completed on the same dealing day (i.e. Day T).	The switch-out instruction (redemption) will be effected on the dealing day (i.e. Day T) and switch-in instruction (allotment) will be effected on the next dealing day (i.e. Day T+1). In other words, switching will normally be completed on the next dealing day of the fund into which the switch is made following the dealing day on which the relevant switching order is received (i.e. Day T+1).

For example, assuming that

- a unitholder of a Trust within the JPMorgan SAR Funds range (i.e. Fund A) wishes to switch to a fund in other fund ranges (i.e. Fund B);
- Monday and Tuesday in a particular week are dealing days for both funds;
- he submits a duly completed switching order before the dealing deadline on Monday (Day T),

then, under the current process, such switching order would normally be completed on Monday (Day T).

However, after the change of the switching process from and including the Effective Date, switching order would be completed on Tuesday (Day T+1). In this connection, the redemption from Fund A will be effected on Monday (Day T), but the allocation to the Fund B will be made on Tuesday (Day T+1).

Switching between unit trust ranges

Please note that there is no change to the switching arrangement for switching between the unit trust ranges. Switching between unit trusts ranges (except for switching into units of JPMorgan Money Fund) will continue to be completed on the same dealing day (i.e. Day T).

For example, assuming that

- a unitholder of a Trust within the JPMorgan SAR Funds range (i.e. Fund A) wishes to switch to another Trust within the JPMorgan SAR Funds range (i.e. Fund C);
- Monday in a particular week is a dealing day for both funds;
- he submits a duly completed switching order before the dealing deadline on Monday (Day T),

there is no change to the switching arrangement, such switching order would normally be completed on Monday (Day T).

Please also note that there is no change in the current switching arrangement in respect of switching into units of JPMorgan Money Fund. Units will not be purchased until JPMorgan Funds (Asia) Limited has received the sale proceeds from the units of the Trust to be sold, within the timeline as set out in the offering documents of the Trusts.

2. Change of dealing deadline and timeline of issuance of units

To align our operational timeline and procedures with market practices, the dealing cut-off time for the Trusts will change from 6:00 p.m. (Hong Kong time) to 5:00 p.m. (Hong Kong time). In order for units of a particular Trust to be issued or redeemed on a particular dealing day, or for a switching order to be processed on a particular dealing day, a subscription application or redemption or switching request (as the case may be) must be received by JF Asset Management Limited (the “**Manager**”) not later than 5:00 p.m. (Hong Kong time) on that dealing day or such other time agreed between the Manager and the Trustee.

In addition, it is currently disclosed that the net asset value per unit is calculated by dividing the value of the assets attributable to that class of units, less its liabilities, by the total number of units

of that class in issue at 6:00 p.m. (Hong Kong time) on the immediate preceding dealing day. With effect from and including the Effective Date, the aforesaid timeline will change from 6:00 p.m. (Hong Kong time) to 5:00 p.m. (Hong Kong time) on the immediate preceding dealing day or such other time agreed between the Manager and the Trustee.

This is to allow for additional time for the Manager to process and finalise the dealing requests.

3. Change of the timeline in determining the conversion rate for subscription monies and redemption proceeds

Alternative arrangements may be made for unitholders who wish to subscribe to a Trust in a currency other than the currency of denomination of that Trust, such as HK dollars, US dollars, Japanese yen or Sterling. Currently, the rate of conversion may be at the spot or forward rate as determined on the business day following the relevant dealing day. To align with the new operational arrangement set out above, it will be amended such that the rate of conversion will be at the prevailing market rate as determined by the Manager on the dealing day.

Similarly, alternative arrangements can be made for unitholders who wish to receive redemption proceeds in a currency other than the base currency of that Trust, such as HK dollars, US dollars, Japanese yen or Sterling. In such cases, the Manager will charge the applicant the costs of conversion from the base currency of the Trust, which will be at the prevailing market rate as determined by the Manager on the dealing day.

4. Means of publication of net asset value per unit and suspension notice

Currently, the net asset value per unit and notice of any suspension of dealing in units (“**Suspension Notice**”) of the Trusts are published in two newspapers of Hong Kong, namely, The Standard and the Hong Kong Economic Times.

With effect from and including the Effective Date, the net asset value per unit and the Suspension Notice of the Trusts will no longer be published in the above newspapers. However, net asset value per unit of each Trust will continue to be available on the website www.jpmorganam.com.hk¹.

Also, if the Manager declares a suspension of dealing of any of the Trusts, the relevant Suspension Notice will be published on the website www.jpmorganam.com.hk¹.

5. Change of directors of the Manager

Roger Anthony Hepper, Victor Hung Bun Lee, Terry San Kong Pan and Edward Leffingwell Pulling retired as directors of the Manager with effect from 26 February 2015, 28 May 2015, 5 January 2015 and 5 September 2015 respectively. Lee Matthew Bray, Rachel Selah Farrell, Michael Irving Falcon, Aidan Daniel Shevlin, Christopher David Spelman, Richard Edward Titherington, Peter Eric Walshe and Qionghui Wang were appointed as directors of the Manager with effect from 27 April 2016, 4 January 2016, 15 March 2016, 28 May 2015, 23 January 2015, 3 February 2016, 23 January 2015 and 20 July 2015 respectively.

¹ The website has not been reviewed by the Securities and Futures Commission (the “SFC”).

6. Updates to the risk disclosures

The following updates will be made to the risk disclosures in the Explanatory Memorandum of the Trusts:

- (i) Disclosures relating to US Tax Withholding and Reporting under the Foreign Account Tax Compliance Act (“FATCA”) will be updated to reflect that the Trusts are not expected to impose FATCA withholding on any payments made to investors at least until 2019 (rather than 2017).
- (ii) Enhancement of disclosures will be made to inform investors of the Standard for Automatic Exchange of Financial Account Information in Tax Matters developed by the Organization for Economic Co-operation and Development (OECD).

The costs associated with the above changes will be borne by the Manager.

Please note that none of the above changes will have any impact on the investment policy and management of the Trusts and the overall risk profile of the Trusts will also remain unchanged. The above changes will not have any adverse impacts on the investors.

The above changes will be reflected in the Explanatory Memorandum of the Trusts. The current offering document of the Trusts is available free of charge upon request at the registered office of the Manager², and on our website www.jpmorganam.com.hk¹. The updated Explanatory Memorandum will be available on and after the Effective Date.

The Manager of the Trusts accepts responsibility for the accuracy of the contents of this letter.

Should you have any questions regarding the above, please do not hesitate to contact your designated client advisor or our J.P. Morgan Pension Services on (852) 2978 7588.

Yours faithfully,
For and on behalf of
JF Asset Management Limited



Paul You
Head of Hong Kong and Taiwan Institutional Business

¹ The website has not been reviewed by the Securities and Futures Commission (the “SFC”).

² The registered office of the Manager is located at 21st Floor, Chater House, 8 Connaught Road Central, Hong Kong.