

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

12 October 2018

Dear Investor,

JPMorgan Japan (Yen) Fund

We are writing to inform you that there may be an upcoming merger of JPMorgan Japan Smaller Company (Yen) Fund (the “Terminating Fund”) into JPMorgan Japan (Yen) Fund (the “Receiving Fund”) (the “Merger”) on 22 March 2019 (the “Merger Date”), subject to the unitholders’ approval in extraordinary general meeting for the Terminating Fund on 11 January 2019. JPMorgan Funds (Asia) Limited, the manager of the Terminating Fund (the “Manager”), believes that the Terminating Fund is unlikely to grow to a size which can achieve potential economies of scale and efficient fund management. Since the investment objectives and policies of the Terminating Fund and Receiving Fund are similar, the Manager believes that this proposal will benefit the unitholders given the broader investment universe of the Receiving Fund as compared to that of the Terminating Fund. The Merger will not have a negative effect on the value, costs, or performance of your investment.

On the Merger Date, the assets of the Terminating Fund will be transferred into the Receiving Fund, assuming that the unitholders approve the Merger in the extraordinary general meeting. The Merger will increase the assets under management of the Receiving Fund. There will be no rebalancing of the Receiving Fund and no costs associated with the Merger will be borne by the Receiving Fund. When the merger transaction occurs, all the assets, liabilities and any accrued income in the Terminating Fund will be transferred to the Receiving Fund, and the Terminating Fund will cease to exist.

You do not need to take any action. However, if, as a consequence of the potential Merger, you wish to redeem your units, or switch your holding in the Receiving Fund into any other funds which are managed by the Manager or for which it acts as Hong Kong representative¹ and which are authorised by the Securities and Futures Commission (the “SFC”)² for sale to the public in Hong Kong, you may do so free of charge³ starting from the date of this letter. A separate letter will be issued in advance to notify you about the end date of this fee waiver period. The redemption charge applicable to the Receiving Fund is currently at 0% of the net asset value per unit. All other switching and redemption conditions as disclosed in the JPMorgan Funds (Unit Trust Range) Explanatory Memoranda dated October 2016, as amended from time to time, still apply.

¹ Please note that, as provided in the relevant offering documents of the funds, the manager or the Hong Kong representative (as applicable) of each such fund has the discretion to accept or reject in whole or in part any application for units or shares (as the case may be) in the fund.

² SFC authorisation is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

³ Please note that although we will not impose any charges in respect of your redemption/switching instructions, your bank, distributor, financial adviser or pension scheme trustee or administrator may charge you redemption/switching and/or transaction fees and may impose different dealing arrangements. You are advised to contact your bank, distributor, financial adviser or pension scheme trustee or administrator should you have any questions.

Details of such funds (including the relevant offering documents) can be found at our website www.jpmorganam.com.hk⁴.

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 Manager accepts responsibility for the accuracy of the content of this letter.

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

- your bank or financial adviser;
- your designated client adviser, account manager, pension scheme trustee or administrator;
- 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



Edwin TK Chan
Director

⁴ The website has not been reviewed by the SFC.