

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

30 April 2019

Dear Investor,

Merger of JPMorgan Japan Smaller Company (Yen) Fund into JPMorgan Japan (Yen) Fund

We refer to our notice dated 4 March 2019 (the “Notice”), notifying you of the adjourned general meeting of unitholders for JPMorgan Japan Smaller Company (Yen) Fund (the “Terminating Fund”) held on 9 April 2019 in which the proposed merger (the “Merger”) of the Terminating Fund into JPMorgan Japan (Yen) Fund (the “Receiving Fund”) was considered. Please be informed that the resolution relating to the proposed Merger was passed in the said adjourned general meeting and as a result, the Terminating Fund will merge into the Receiving Fund on 14 June 2019 (the “Merger Date”).

As specified in the Notice, units held by unitholders in the Terminating Fund, including those units invested through the Regular Investment Plan¹, eScheduler² and pension schemes, will be exchanged for units in the Receiving Fund on the Merger Date.

The contract notes for the disposal of units in the Terminating Fund and the issue of units in the Receiving Fund will be issued as soon as practicable after the Merger Date. Unitholders should note that the net asset value per unit of the Terminating Fund and the Receiving Fund on the Merger Date may not necessarily be the same. Therefore, while the overall value of your holding (except for rounding adjustments, if any) will remain the same, you may receive a different number of units in the Receiving Fund from what you previously held in the Terminating Fund.

Redemption and switching from the Terminating Fund will cease after 6 June 2019, 5:00 p.m. (Hong Kong time). Investment from existing investors through Regular Investment Plan, eScheduler and pension schemes will still be permissible (insofar as there is no increase in the scheduled contribution amount) until 6 June 2019. If you do not wish to hold units in the Receiving Fund after the Merger Date, we are pleased to offer you the opportunity to switch your current holding in the Terminating Fund, free of charge, into any other funds which are managed by JPMorgan Funds (Asia) Limited (the “Manager”) or for which it acts as Hong Kong representative³ and are authorised by the Securities and Futures Commission (“SFC”)⁴, provided that we receive your switching instruction up to and including 6 June 2019, 5:00 p.m. (Hong Kong time)⁵. The details of these funds (including the relevant offering documents) can be found on our website www.jpmmorganam.com.hk⁶.

¹ If you invest through a bank, distributor or financial adviser, please note that the arrangement of your Regular Investment Plan may be different. You are advised to contact your bank, distributor or financial adviser should you have any questions.

² The eScheduler is only available to clients dealing via J.P. Morgan eTrading platform in Hong Kong.

³ 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.

⁴ 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.

⁵ Please note that although we will not impose any charges in respect of your switching instructions, your bank, distributor, financial adviser or pension scheme trustee or administrator may charge you switching and/or transaction fees and may impose different dealing arrangements. You are advised to contact your bank, distributor or financial adviser, pension scheme trustee or administrator should you have any questions.

⁶ This website has not been reviewed by the SFC.

If you would prefer to redeem your holding in the Terminating Fund, you may do so up to and including 6 June 2019, 5:00 p.m. (Hong Kong time), free of charge⁷.

The Merger will have no Hong Kong profits tax implications to the Terminating Fund or the Receiving Fund. Unitholders of the Terminating Fund should note that the exchange of units in the Terminating Fund for units in the Receiving Fund pursuant to the Merger may be considered as a disposal of the units in the Terminating Fund for tax purposes and any gains derived may be subject to tax. Generally, unitholders will not be liable to Hong Kong profits tax on gains realised on the disposal of units, except where the acquisition and disposal of units are or form part of a trade, profession or business carried on by the unitholders in Hong Kong and the gains are revenue in nature for Hong Kong profits tax purposes. The classification of a gain as revenue or capital will depend on the particular circumstances of the unitholders. The Terminating Fund is treated as a “special category transparent offshore fund” for United Kingdom (the “UK”) tax purposes and the exchange of units in the Terminating Fund may be a taxable event for UK capital gain purposes for UK tax resident unitholders unless exemption approval is received from the UK tax authorities with respect to the Merger. The Manager intends to apply for this exemption approval but cannot guarantee that it will be issued. The outcome of this approval will be included in the UK Tax Vouchers to be sent to investors of the Terminating Fund. Unitholders should take advice from their own professional advisors as to their particular tax position.

Copies of the JPMorgan Funds (Unit Trust Range) Explanatory Memoranda dated October 2016, as amended from time to time (the “Consolidated Explanatory Memoranda”), trust deeds, base terms, and any other documents of the Terminating Fund and the Receiving Fund set out under the section entitled “Documents Available for Inspection” in the Consolidated Explanatory Memoranda, are available for inspection free of charge during normal working hours at the offices of the Manager⁸.

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

If you have any questions with regard to the content of this letter or any other aspect of the Terminating 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 Clients’ Hotline on (852) 2265 1000;
- our distributor hotline on (852) 2978 7788; 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

⁷ Please note that although we will not impose any charges in respect of your redemption instructions, your bank, distributor, financial adviser or pension scheme trustee or administrator may charge you redemption and/or transaction fees. You are advised to contact your bank, distributor or financial adviser, pension scheme trustee or administrator should you have any questions.

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