

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.

Capitalised terms in this letter have the same meaning as in the Hong Kong Offering Document (the “**Offering Document**”) of JPMorgan Funds (the “**Fund**”) unless otherwise specified.

26 February 2021

Dear Investor,

JPMorgan Funds (SICAV Range)

We are writing to inform you of certain changes to the sub-funds of the Fund effective from 14 January 2021 (“**Effective Date**”).

1. Update of disclosures relating to the QFII and RQFII regime

The disclosures relating to the QFII and RQFII regime in the Offering Document of the Fund have been updated to reflect the removal of quotas for investments in PRC securities by the Chinese authorities for QFII and RQFII.

In particular, the investment policies of JPMorgan Funds - China Fund and JPMorgan Funds - Greater China Fund have been updated to remove references to the quota restrictions. There is no change in the manner in which each sub-fund is being managed.

2. JPMorgan Funds - US Technology Fund Clarification of the investment objective and investment policy

The investment objective and investment policy of JPMorgan Funds - US Technology Fund have been updated to replace “telecommunications” with “communication services”. This is to reflect the removal of “telecommunications” sector in the Standard & Poor’s Global Industry Classification Standard from being a standalone industry or sector, and that the “telecommunications” sector is now included in the “communication services” sector.

For the avoidance of doubt, the above updates do not change the manner in which the sub-fund is currently being managed. For details of the updates, please refer to the Appendix I to this letter.

3. Changes applicable to JPMorgan Funds - Total Emerging Markets Income Fund

3.1 Increase of investment limit in onshore PRC securities

Previously, JPMorgan Funds - Total Emerging Markets Income Fund may invest up to 10% of its net assets in onshore PRC securities including China A-Shares via the Shanghai-Hong Kong Stock Connect and/or Shenzhen-Hong Kong Stock Connect (collectively, “**China Connect**”) program and onshore debt securities issued within the PRC through China-Hong Kong Bond Connect. In order to provide the sub-fund with more flexibility to invest in onshore PRC securities, in line with the sub-fund’s investment objective, the investment policy of the sub-fund has been amended such that it may invest up to 20% of its net assets in onshore PRC securities including China A-Shares via the China Connect program and onshore debt securities issued within the PRC through China-Hong Kong Bond Connect.

Investing in the PRC is subject to the risks of investing in emerging markets and additional risks which are specific to the PRC market. Investments in the PRC may be sensitive to changes in law and regulation together with political, social or economic policy which includes possible government intervention. In extreme circumstances, the sub-fund may incur losses due to limited investment capabilities, or may not be able to fully implement or pursue its investment objectives or strategy, due to local investment restrictions, illiquidity of the Chinese domestic securities market, and/or delay or disruption in execution and settlement of trades. The sub-fund will be exposed to fluctuation in the exchange rate between the reference currency of the sub-fund and CNY (onshore

RMB) or CNH (offshore RMB) in respect of such investments. Investments in PRC securities through the China Connect program are also subject to specific risks.

Please refer to subsection 4.27 of the Offering Document entitled “Investments in the People’s Republic of China (“PRC”)” for further details of risks associated with investments in the PRC (including the relevant PRC tax risk).

3.2 Change of global exposure calculation method

The global exposure calculation method of JPMorgan Funds - Total Emerging Markets Income Fund has been changed from relative VaR to commitment approach. As the sub-fund does not use derivatives extensively, the Investment Manager has determined that commitment approach is a more appropriate global exposure calculation method than VaR which is generally used for more complex derivative strategies.

4. JPMorgan Funds - Income Fund and JPMorgan Funds - US Aggregate Bond Fund: Clarification of the maximum exposure to mortgage-backed securities and/or asset-backed securities

The investment policy of each of JPMorgan Funds - Income Fund and JPMorgan Funds - US Aggregate Bond Fund has been updated to clarify each sub-fund’s maximum percentage exposure to mortgage-backed securities and/or asset-backed securities.

For the avoidance of doubt, these updates do not change the manner in which such sub-funds are currently being managed and do not affect their risk profiles. For details of the updates, please refer to the Appendix II to this letter.

5. Other enhancement and miscellaneous updates

The revised Offering Document also contains other enhancement of disclosures and miscellaneous updates, including but not limited to enhancement of the investment policy of certain sub-funds. Please refer to the updated Offering Document for further details.

The updated offering documents of the Fund and the sub-funds reflecting the above amendments are available free of charge upon request during normal working hours at the registered office of JPMorgan Funds (Asia) Limited¹, and on our website www.jpmorgan.com/hk/am/².

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

If you have any questions with regard to the content of this notice or any other aspect of the sub-funds of the 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
as Hong Kong Representative of the Fund



Edwin TK Chan
Director

¹ The registered office of JPMorgan Funds (Asia) Limited is located at 21st Floor, Chater House, 8 Connaught Road Central, Hong Kong.

² The website has not been reviewed by the Securities and Futures Commission.

Appendix I

Extract of the investment objective of **JPMorgan Funds - US Technology Fund**, with amendments shown in bold and underline:

“To provide long-term capital growth by investing primarily in **technologies (including but not limited to** technology, media and **telecommunicationscommunication services)** related US companies.”

Extract of first paragraph of the investment policy of **JPMorgan Funds - US Technology Fund**, with amendments shown in bold and underline:

“At least 67% of the Sub-Fund’s assets (excluding cash and cash equivalents) will be invested in equity securities of **companies related to technologies (including but not limited to** technology, media and **telecommunications related companiescommunication services)** that are domiciled in, or carrying out the main part of their economic activity in, the US.”

Appendix II

Extract of the investment policy of **JPMorgan Funds - Income Fund**, with amendments shown in bold and underline:

“The Sub-Fund ~~may is expected to~~ invest ~~between 20% and up to~~ 70% of its assets in mortgage-backed securities (“MBS”) and/or asset-backed securities (“ABS”) of any credit quality, ~~however, due to the unconstrained investment approach, the actual investment level may vary~~. MBS which may be agency (issued by quasi US government agencies) and non-agency (issued by private institutions) refers to debt securities that are backed by mortgages, including residential and commercial mortgages, and ABS refers to those that are backed by other types of assets such as credit card debt, car loans, consumer loans and equipment leases.”

Extract of the investment policy of **JPMorgan Funds - US Aggregate Bond Fund**, with amendments shown in bold and underline:

“The Sub-Fund ~~may is expected to~~ invest ~~between 40% and up to 60~~65% of its assets in mortgage-backed securities (“MBS”) and/or asset-backed securities (“ABS”). MBS which may be agency (issued by quasi US government agencies) and non-agency (issued by private institutions) refers to debt securities that are backed by mortgages including residential and commercial mortgages, and ABS refers to those that are backed by other types of assets such as credit card debt, car loans, consumer loans and equipment leases.”