

**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.

30 December 2021

Dear Investor,

### **JPMorgan Funds (SICAV Range)**

We are writing to inform you of certain changes to the sub-funds (“**Sub-Funds**”) of the Fund.

#### **1. Update in relation to the environmental, social and governance (“ESG”) approach of certain Sub-Funds of the Fund**

The investment policies of the following Sub-Funds have been updated to provide that the ESG approach of such Sub-Funds is “ESG Promote”:

- JPMorgan Funds - China Bond Opportunities Fund
  - JPMorgan Funds - Global Government Bond Fund
  - JPMorgan Funds - Income Fund
  - JPMorgan Funds - US Aggregate Bond Fund
- (each a “**Relevant Sub-Fund**”, collectively the “**Relevant Sub-Funds**”)

The Relevant Sub-Funds, which promote ESG characteristics, have specific binding criteria for company selection. The investment policies of the Relevant Sub-Funds have been amended to provide that at least 51% of each Relevant Sub-Fund’s assets (excluding cash and cash equivalents) will be invested in companies/issuers with positive environmental and/or social characteristics that follow good governance practices as measured through the Investment Manager’s proprietary ESG scoring methodology and/or third party data. The Investment Manager evaluates and applies values and norms based screening to implement exclusions. To support this screening, it relies on third party provider(s) who identify a company’s participation in or the revenue which they derive from activities that are inconsistent with the values and norms based screens.

Please refer to the sub-section entitled “3.8.2 ESG Promote” under the section entitled “3.8 Environmental, Social and Governance” in the Offering Document for details.

#### **2. Removal of benchmark of JPMorgan Funds - USD Money Market VNAV Fund**

Previously, the benchmark of JPMorgan Funds - USD Money Market VNAV Fund was 1 Week USD LIBID, which was a point of reference against which the performance of the Sub-Fund was measured. With effect from 18 November 2021, the benchmark of JPMorgan Funds - USD Money Market VNAV Fund has been removed such that the performance of the Sub-Fund is no longer compared to a benchmark. There is no change in the manner in which the Sub-Fund is being managed.

#### **3. Updates in relation to ESG Integration**

The Offering Document has been updated to provide that the investments underlying the

Sub-Funds which fall in the ESG integration category do not take into account the EU Taxonomy criteria for environmentally sustainable economic activities.

#### **4. Updates in relation to ESG Promote and Best-in-Class sustainable investing approach**

The Offering Document has been updated to provide that Sub-Funds which adopt ESG Promote and Best-in-Class sustainable investing approach do not intentionally invest in “sustainable investments” as defined under the EU Sustainable Finance Disclosure Regulation and do not take into account the EU Taxonomy criteria for environmentally sustainable economic activities.

Other clarifications have also been made to the disclosures related to sustainable investing approach.

#### **5. Other enhancement of disclosures**

The Offering Document has been updated to reflect enhancement of disclosures in the following areas:

- the “Risk Profile” sections of the Sub-Funds
- the processing of confidential information of investors
- risks and usage of Total Return Swaps
- details related to Securities Lending
- usage of Reverse Repurchase Transactions
- collateral risk

Please refer to the Offering Document for further details.

The revised Offering Document reflecting the above amendments are available free of charge upon request during normal working hours at the registered office of JPMorgan Funds (Asia) Limited<sup>1</sup>, and on our website [www.jpmorgan.com/hk/am/](http://www.jpmorgan.com/hk/am/)<sup>2</sup>.

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 or 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

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

<sup>2</sup> The website has not been reviewed by the Securities and Futures Commission.