

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

Capitalised terms in this letter have the same meaning as in the offering documents of JPMorgan Provident Funds unless otherwise specified.

13 June 2022

Dear Investor,

**JPMorgan Provident Balanced Fund/ JPMorgan Provident Capital Fund/
JPMorgan Provident European Fund/ JPMorgan Provident Global Bond Fund/
JPMorgan Provident Greater China Fund/ JPMorgan Provident Growth Fund/
JPMorgan Provident HK\$ Money Fund/ JPMorgan Provident High Growth Fund/
JPMorgan Provident Hong Kong Fund/ JPMorgan Provident Stable Capital Fund/
JPMorgan Provident US\$ Money Fund (each a “Fund”, and collectively, the “Funds”)**

We are writing to inform you of the following changes to the Funds which will take effect from and including 25 July 2022 (“**Effective Date**”), unless otherwise stated.

1. Change of pricing model

To align with the market practice and to simplify the pricing model, the pricing model of the Funds will change from an Issue Price/Realisation Price model to pricing based on net asset value per unit.

Currently, units of each Fund are issued at the Issue Price and are redeemed at the Realisation Price. With effect from and including the Effective Date, the pricing model will change such that the concept of different Issue Price and Realisation Price will be removed. Accordingly, units of each Fund will be issued and redeemed at the net asset value per unit of the relevant Class as at the close of business on the relevant Dealing Day, and, for uncleared payment, if required by the Manager, applicants have to pay the difference between the net asset value per unit, instead of the difference between the Issue Price and the Realisation Price, on the date of the units were issued and the date the units were canceled. Since switching is generally effected by way of a redemption order and a subsequent subscription order, this change of pricing model shall effectively apply to switching as well.

The change of pricing model also entails the following consequential changes from the Effective Date onwards:

	Current arrangement	Arrangement with effect from Effective Date
<i>Preliminary charge</i>	Currently, preliminary charge is calculated based on a percentage of the subscription amount and is deducted from the subscription monies.	The preliminary charge will be based on a percentage of the net asset value per unit as follows: <ul style="list-style-type: none"> ● For applicants who subscribe units of a Fund by the number of units,

		<p>preliminary charge amount is calculated as follows: preliminary charge amount = units allotted x net asset value per unit x preliminary charge %</p> <ul style="list-style-type: none"> ● For applicants who subscribe units of a Fund by amount, preliminary charge amount is calculated as follows: preliminary charge amount = gross subscription amount x preliminary charge % / (1 + preliminary charge %) <p>The preliminary charge amount shall be rounded down to two decimal places.</p>
	In any event, there will be no change to the maximum level of the preliminary charge (i.e. up to 5% of subscription monies/net asset value).	
<i>Fiscal and purchase/sale charges and realisation charge</i>	The Issue Price is calculated by reference to the net asset value per unit, inclusive of the applicable fiscal and purchase charges whereas the Realisation Price is calculated by reference to the net asset value per unit, taking into account the applicable fiscal and sale charges and realisation charge per unit.	Fiscal and purchase charge and fiscal and sale charge will be removed (and changed to a swing pricing adjustment mechanism, as further detailed below) while realisation charge will be deducted from the realisation proceeds and rounded down to two decimal places.
	<p>In any event:</p> <ul style="list-style-type: none"> ● JPMorgan Funds (Asia) Limited (the “Manager”) currently does not levy any realisation charge under normal circumstances and there will be no change in this regard as a result from the change of pricing model from the Effective Date; and ● there will be no change to the maximum level of the realisation charge applicable to each Fund (i.e. up to 0.5% of net asset value per unit). 	
<i>Payment upon cancellation of issue of units due to uncleared payment</i>	In respect of units cancelled due to uncleared payment by an applicant, the Manager may require the applicant to pay to the Manager for the account of the relevant Fund the amount (if any) by which the Issue Price per unit on the date of issue exceeds the Realisation Price per unit on the date of cancellation.	In respect of units cancelled due to uncleared payment by an applicant, the Manager may require the applicant to pay to the Manager for the account of the relevant Fund the difference between the net asset value per unit (as adjusted by the swing pricing mechanism where applicable) on the date the units were issued, and the date the units were cancelled, and any applicable initial and realisation charges.

<p><i>Rounding</i></p>	<p>In respect of the calculation of the Issue Price and Realisation Price, such prices are rounded down to the nearest cent.</p> <p>In case of subscription by amount, units will be issued in fractions of not less than one-thousandth of a unit and subscription monies representing smaller fractions of a unit will be retained as part of the Fund's assets.</p>	<p>The net asset value per unit used for the purpose of calculating the number of units to be allocated to an investor (in the case of subscription) and the realisation proceeds payable (in the case of redemption) will be naturally rounded to two decimal places.</p> <p>For applicants who subscribe by number of units, the subscription monies will be naturally rounded to two decimal places. For applicants who subscribe by amount, the number of units allotted will be naturally rounded to three decimal places. Where the subscription monies is rounded down or the number of units is rounded up, the amount corresponding to rounding shall accrue to the applicant. Where the subscription monies is rounded up or the number of units is rounded down, the amount corresponding to rounding shall accrue to the relevant Fund.</p> <p>For applicants who redeem by number of units, realization proceeds will be naturally rounded to two decimal places. For applicants who redeem by amount, the number of units redeemed will be naturally rounded to three decimal places. Where the amount of realization proceeds is rounded up or the number of units redeemed is rounded down, the amount corresponding to rounding shall accrue to the applicant. Where the amount of realization proceeds is rounded down or the number of units redeemed is rounded up, the amount corresponding to rounding shall accrue to the relevant Fund.</p> <p>Please refer to Appendix A of this notice for the illustrative examples of the rounding arrangement.</p>
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The offering documents of the Funds and the Trust Deeds of the respective Funds will be amended to reflect the changes as mentioned above.

2. Swing pricing adjustment mechanism

To align with the market practice, the Manager has decided to change fiscal and purchase charge and fiscal and sale charge into swing pricing adjustment mechanism for the Funds with effect from the Effective Date.

From the Effective Date, if the Manager considers it is in the interests of all unitholders, in calculating the net asset value per unit, the Manager may, when the net capital flow of a Fund exceeds the threshold pre-determined by the Manager from time to time, make adjustment to the net asset value per unit upwards (for net capital inflows into the Fund) or downwards (for net capital outflows out of the Fund) in order to mitigate the anticipated dilution effects caused by purchasing/selling underlying investments, including but not limited to bid-offer spreads and transaction costs such as brokerage, taxes and government charges. Examples of circumstances which may cause net capital flow include net unit dealing due to subscription/redemption requests, fund mergers where there are asset flows into/out of the Fund, etc.

Under normal market conditions, such swing pricing adjustment will not exceed 2% of the net asset value per unit of the Funds or Classes (in respect of Funds with different Classes). However, it may be significantly higher during extreme market conditions such as periods of high volatility, reduced asset liquidity and market stress. In any event, swing pricing adjustment rate exceeding 2% will only be applied on a temporary basis and will not exceed 5% unless with the approval of the Trustee and (if required) the Securities and Futures Commission ("SFC").

3. Changes in relation to the payment method of subscription monies

Currently, investors who subscribe for units of the Funds directly through the Manager¹ shall make payment for subscription of units of the Funds to the Manager by telegraphic/bank transfer unless otherwise agreed by the Manager. In limited circumstances and with the consent of the Manager, subject to the arrangement of the relevant banks, payment may be made by cheque in accordance with the requirements set out in the offering documents of the Funds.

With a view to promote the use of telegraphic/bank transfer, the Manager will no longer accept cheque for payment of subscription monies from the Effective Date.

Please note that applicants are required to pay any bank or other administrative charges arising from telegraphic/bank transfers. The subscription amount should be transferred net of any bank and other administrative charges.

4. Changes in relation to the payment method of realisation proceeds and distributions

Currently, realisation proceeds and distributions (if any and not reinvested) of the Funds are paid to unitholders who deal in their units directly through the Manager¹ by telegraphic/bank transfer where the unitholder has provided payment details for this purpose. Where

¹ The dealing procedures described in the offering documents of the Funds and in this notice are only applicable to dealings made through JPMorgan Funds (Asia) Limited. Other distributors may have different dealing procedures. As such, investors who intend to subscribe, redeem or switch units through a distributor other than JPMorgan Funds (Asia) Limited should consult the relevant distributor to find out the dealing procedures that are applicable to them.

the unitholder has not provided bank payment details or where otherwise agreed with the Manager, subject to the arrangement of the relevant banks, realisation proceeds and distribution payment may be paid by cheque.

With a view to promote the use of telegraphic/bank transfer, the Manager will no longer make payment of realisation proceeds and distributions by cheque from the Effective Date. Where the unitholder has not provided bank payment details for telegraphic/bank transfer or the bank payment details provided are incorrect, such realisation request will not be considered as a duly completed request and payment of realisation proceeds will only be made upon the unitholder providing the correct bank payment details, and distributions will, by default, continue to be reinvested in the subscription of further units of the corresponding Class of units of the Fund, unless in the opinion of the Manager, subscription of further units by the unitholder may have adverse regulatory, tax or fiscal consequences for, or otherwise be detrimental to the interests of, the Fund.

Therefore, realisation proceeds will be withheld, and distributions will be reinvested automatically or, where reinvestment is not appropriate in the circumstances as mentioned in the preceding paragraph, withheld after the Effective Date if the unitholder has not provided correct bank payment details for telegraphic/bank transfer before the Effective Date. In particular, unitholders are advised to ensure that their bank payment details maintained with the Manager are multicurrency bank accounts before the Effective Date in order for realisation proceeds and distributions in the relevant currencies to be paid into their bank accounts. Investors who wish to check or update their bank payment details may do so on JPMorgan eTrading Platform (etrading.jpmorganam.com.hk) or contact the Manager through your designated client adviser, our J.P. Morgan Pension Services on (852) 2978 7588 or our J.P. Morgan Funds InvestorLine on (852) 2265 1188.

Please note that unitholders may be liable for any bank charges on payment by telegraphic/bank transfer.

5. Clarification in relation to the authentication procedure applicable to distributions

It will be clarified in the offering documents that the Manager may at its discretion carry out any authentication procedures that it considers appropriate relating to dividend payments. This aims to mitigate the risk of error and fraud for the Funds, their agents or unitholders. Where any authentication procedures are not completed to the Manager's satisfaction, the Manager may delay the processing of payment instructions to a date later than the envisaged dividend payment date when such authentication procedures have been completed to its satisfaction.

If the Manager is not satisfied with any verification, confirmation or other process under the authentication procedures, it may decline to execute the relevant dividend payment until such satisfaction is obtained. Neither the Manager nor the Funds shall be held responsible to the unitholder or any person if the Manager delays execution or declines to execute dividend payments under the above circumstances.

6. Clarification in relation to reinvestment of distributions

It will be clarified in the offering documents of the Funds that where subscription of further units by a unitholder may, in the opinion of the Manager, have adverse regulatory,

tax or fiscal consequences for, or otherwise be detrimental to the interests of, the Fund, such unitholder will receive payment of distributions instead of having the distributions reinvested automatically in the subscription of further units.

It is currently stated in the offering documents that any distribution which is not claimed for six years from the payment date will be forfeited and become part of the assets of the relevant Class (and in case such relevant Class has been terminated, the Fund). It will be clarified in offering documents that one example of such scenario for forfeiture is where reinvestment of the distribution by the unitholder may have adverse regulatory, tax or fiscal consequences for, or otherwise be detrimental to the interests of, the Fund and the unitholder has not provided correct bank payment details for telegraphic/bank transfer within six years from the payment date.

7. Amendments to the Trust Deed in relation to electronic dissemination of documents

With effect from the Effective Date, the Trust Deed of each Fund will be amended to provide the flexibility that notice or other documents related to the Fund (the “**Product Documents**”) may be disseminated to unitholders electronically (“**E-Dissemination Arrangement**”).

For investors who invest in the Funds through the Manager, the Manager has no specific timeline for the implementation of E-Dissemination Arrangement and you will continue to receive Product Documents in paper form. You will receive separate advance notice prior to the adoption of the E-Dissemination Arrangement.

For investors who invest in the Funds through other distributors, since the arrangements of each distributor may be different, please contact the relevant distributor in relation to the procedures of E-Dissemination Arrangement that are applicable to you.

8. Other general updates to the Explanatory Memorandum and the Trust Deed of each Fund

The Explanatory Memorandum will also be updated to reflect other general updates (e.g. risk disclosures).

The provisions in the Trust Deed of each Fund in relation to modification of the Trust Deed will be amended to better align with the prevailing regulations, which shall take immediate effect.

Save as disclosed above, there will be no change in the operation and/or manner in which the Funds are being managed. The above changes will not have any impact on the features and risks applicable to the Funds, result in any change in fee level/cost in managing the Funds or materially prejudice the interests of existing investors of the Funds.

The costs associated with the changes set out in sections 1, 2, 3 and 4 above, estimated to be approximately USD 56,500, will be borne by the Funds equally.

If, as a consequence of the above changes, you wish to redeem or switch your holding in the Funds into any other funds which are managed by JPMorgan Funds (Asia) Limited or for which it acts as Hong Kong representative and which are authorised by the SFC for

sale to the public in Hong Kong, you may do so free of charge during the waiver period between 13 June 2022 and 22 July 2022². Please note that the pricing model, swing pricing adjustment mechanism and payment method of subscription monies, realisation proceeds and distributions mentioned above have been or will be adopted by some of these funds. Prior to switching to such funds, investors should read and understand the investment objective, policies, risks factors, fees and other information applicable to such funds as described in the relevant Hong Kong offering documents and investor notices (if applicable). Details of such funds (including the relevant offering documents and investor notices (if applicable)) can be found on our website am.jpmorgan.com/hk³. SFC authorisation is not a recommendation or endorsement of a fund nor does it guarantee the commercial merits of a fund or its performance. It does not mean the fund is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

The current offering documents of the Funds are available free of charge upon request at the registered office of the Manager of the Funds⁴ and on our website am.jpmorgan.com/hk³. The current Trust Deeds of the respective Funds are available for inspection free of charge during normal working hours at the registered office of the Manager of the Funds⁴. The Trust Deeds and revised offering documents of the respective Funds reflecting the above amendments will be available on or after the date of the notice and the Effective Date respectively.

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

This letter is for information purposes only. Investors are not required to take any action.

Should you have any questions regarding the above, 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 J.P. Morgan Pension Services on (852) 2978 7588;
- 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



Regina Liu
Head of Hong Kong Institutional Business

² Please note that although we will not impose any charges in respect of your switching instructions, your bank, distributor or financial adviser may charge you switching and/or transaction fees. You are advised to contact your bank, distributor or financial adviser should you have any questions.

³ The website has not been reviewed by the SFC.

⁴ The registered office of the Manager is located at 21st Floor, Chater House, 8 Connaught Road Central, Hong Kong.

Appendix A

The below examples are used to illustrate the rounding arrangement after the change of pricing model to pricing based on net asset value per unit from and including the Effective Date.

Subscription/Redemption by units

Scenario	Subscribed units/ Number of units redeemed (A)	Net asset value per unit (B)	Subscription amount/ Redemption proceeds before rounding (A x B)	Subscription amount actually payable by/ Redemption amount actually payable to the applicant after rounding to two decimal places	Remarks
Rounding down	100.1 units	HK\$ 10.12	HK\$ 1,013.012	HK\$ 1,013.01	A rounding balance of HK\$ 0.002 is accrued to the applicant (for subscription by units) or to the Trust (for redemption by units)
Rounding up	100.4 units	HK\$ 10.12	HK\$ 1,016.048	HK\$ 1,016.05	A rounding balance of HK\$ 0.002 is accrued to the Trust (for subscription by unit) or to the applicant (for redemption by units)

Subscription/Redemption by amount

Scenario	Subscription amount/ Redemption amount (A)	Net asset value per unit (B)	Number of units allotted/ redeemed before rounding (A / B) (accurate to five decimal places)	Number of units actually allotted/ redeemed after rounding to three decimal places	Remarks
Rounding down	HK\$ 1,000	HK\$ 10.12	98.81423 units	98.814 units	A rounding balance of 0.00023 unit is accrued to the Trust (for subscription by amount) or to the applicant (for redemption by amount)
Rounding up	HK\$ 1,000	HK\$ 10.23	97.75171 units	97.752 units	A rounding balance of 0.00029 unit is accrued to the applicant (for subscription by amount) or to the Trust (for redemption by amount)