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

19 December 2014

Dear Investors,

JPMorgan China Pioneer A-Share Fund, JPMorgan China New Generation Fund and JPMorgan China A-Share Opportunities Fund (each a "Fund", and collectively, the "Funds")

We are writing to inform you about the following clarifications to the Funds:

Shanghai – Hong Kong Stock Connect

Currently, the JPMorgan China Pioneer A-Share Fund and JPMorgan China New Generation Fund invest in PRC securities, including but not limited to A-Shares, through the Qualified Foreign Institutional Investor ("**QFII**") quota of JF Asset Management Limited (the "**Investment Manager**"). Also, the JPMorgan China A-Share Opportunities Fund currently invests in securities, equity funds and other instruments issued in the PRC through the Renminbi Qualified Foreign Institutional Investor ("**RQFII**") quota of the Investment Manager.

From 19 December 2014 (the "**Effective Date**"), in addition to the investment channels mentioned above, the Funds may also invest and have direct access to certain eligible China A-Shares via the Shanghai-Hong Kong Stock Connect. It is expected that each of the Funds will only invest up to 30% of its net asset value in eligible China A-Shares via the Shanghai-Hong Kong Stock Connect or other similar programs as approved by the relevant regulators from time to time. There will not be any material change or increase in the overall risk profile of the Funds following the changes. Details of the Shanghai-Hong Kong Stock Connect and a brief description of the associated risks are set out in Appendix I.

People's Republic of China ("PRC") tax consideration

As disclosed in the Hong Kong offering document of the Funds, the Manager and the Investment Manager reserve the right to provide for tax on gains of the Funds that invest in PRC securities. With the uncertainties in relation to the PRC taxation of gains on PRC securities, tax provisioning has been made at 100% of the possible 10% tax on realised and unrealised gains on PRC securities since the launch of the Funds. The full tax of 10% has been provided for PRC sourced dividends and interests that are subject to tax since 2008 where the tax has not been deducted by payors.

On 14 November 2014, the Ministry of Finance, the State Administration of Tax and the China Securities Regulatory Commission have jointly promulgated (I) Circular Concerning the Temporary Exemption of the Enterprise Income Tax for Gains Earned by QFII and RQFII from Transfer of Domestic Shares and Other Equity Interest Investment in China and (II) Circular on the Taxation Policy of the Pilot Programme for the Mutual Stock Market Access between Shanghai and Hong Kong Stock Markets (each a "**Circular**"), resulting in a change to the tax provisioning policy of the Funds.

According to Circular (I), amongst other things:

(i) enterprise income tax shall be exempt on a temporary basis on the gains earned by QFIIs and RQFIIs from the transfer of domestic shares and other equity interest investment in the PRC with effect from 17 November 2014; and

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(ii) enterprise income tax shall be imposed on such gains earned by QFIIs and RQFIIs before 17 November 2014 in accordance with the tax laws.

According to Circular (II), amongst other things:

(i) enterprise income tax shall be exempt on a temporary basis on the gains earned by Hong Kong market investors (including corporate and individual investors) from the transfer of China A-Shares listed on the Shanghai Stock Exchange.

As a result of the promulgation of the Circulars, the Manager has decided on the following changes to the tax provisioning policy of the Funds:

(i) the Funds have ceased withholding 10% of unrealised and realised gains on its investments in China A-Shares as tax provision from 17 November 2014 on the basis that any gains subsequently realised from 17 November 2014 will be temporarily exempt from enterprise income tax; and

(ii) the amount of unrealised gains on each Fund's investments in China A-Shares withheld by the relevant Fund as tax provision as at 17 November 2014 has been released to the relevant Fund.

These changes are considered by the Manager to be in the best interest of the Funds and the unitholders and would not prejudice interests of the unitholders. Please refer to the Hong Kong offering document of the Funds for further information on the PRC tax consideration. Further, the Trustee has been notified and has no objection to the change in tax provision policy.

The current Hong Kong offering document of the Funds is available free of charge upon request at the registered office of the Manager, JPMorgan Funds (Asia) Limited[1], and on our website www.jpmorganam.com.hk[2]. The updated offering document will be available on or after the Effective Date.

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

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

- your bank or financial adviser;
- 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

Terry S. Pan, CFA
Head of Hong Kong Business

Encl.

[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 SFC.

APPENDIX I

Shanghai-Hong Kong Stock Connect

The Shanghai-Hong Kong Stock Connect is a securities trading and clearing linked program developed by Hong Kong Exchanges and Clearing Limited ("**HKEx**"), Shanghai Stock Exchange ("**SSE**") and China Securities Depository and Clearing Corporation Limited ("**ChinaClear**"), with an aim to achieve mutual stock market access between mainland China and Hong Kong.

The Shanghai-Hong Kong Stock Connect comprises a Northbound Trading Link and a Southbound Trading Link. Under the Northbound Trading Link, Hong Kong and overseas investors (including the Funds), through their Hong Kong brokers and a securities trading service company to be established by The Stock Exchange of Hong Kong Limited ("**SEHK**"), may be able to trade eligible shares listed on SSE by routing orders to SSE.

Hong Kong and overseas investors will be able to trade certain stocks listed on the SSE market (i.e. "**SSE Securities**"). These include all the constituent stocks from time to time of the SSE 180 Index and SSE 380 Index, and all the SSE-listed China A-Shares that are not included as constituent stocks of the relevant indices but which have corresponding H-Shares listed on SEHK, except the following:

(a) SSE-listed shares which are not traded in RMB; and
(b) SSE-listed shares which are included in the "risk alert board".

Please note that the China A-Shares traded through Shanghai-Hong Kong Stock Connect are issued in scripless form, so investors will not hold any physical China A-Shares. Hong Kong and overseas investors who have acquired SSE Securities through Northbound trading should maintain the SSE Securities with their brokers' or custodians' stock accounts with CCASS (the Central Clearing and Settlement System operated by HKSCC for the clearing securities listed or traded on SEHK).

Please refer to the Hong Kong offering document of the Funds for further information relating to the Shanghai-Hong Kong Stock Connect, including the trading quota, settlement and custody arrangement, participation in corporate actions and shareholders' meetings and trading and settlement currency.

Risks associated with the Shanghai-Hong Kong Stock Connect

Please note that investments through the Shanghai-Hong Kong Stock Connect are subject to additional risks, namely, quota limitations, suspension risk, operational risk, restrictions on selling imposed by front-end monitoring, recalling of eligible stocks, clearing and settlement risk, participation in corporate actions and shareholders' meetings and regulatory risk.

Further, the Funds' investments through Northbound trading under Shanghai-Hong Kong Stock Connect will not be covered by Hong Kong's Investor Compensation Fund.

Please refer to the Hong Kong offering document (including Key Facts Statements) of the Funds for further information on the risks involved.