



Unaudited Semi-Annual Report – 31 December 2024

JPMorgan Provident Stable Capital Fund

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This report does not constitute an offer of any units in the fund forming the subject matter of this document (the "Fund"). Subscriptions are only valid if made on the basis of the current explanatory memorandum (or equivalent), supplemented by the most recent financial report.

**Statement of Financial Position
As at 31 December 2024 (Unaudited)**

	Notes	31.12.2024 HKD	30.6.2024 HKD
Assets			
Current assets			
Cash at banks		7,750,069	26,351,112
Amounts due from brokers		-	9,978,409
Amounts receivable on allotment		56,983	2,515,862
Investments		397,038,187	420,689,230
		<u>404,845,239</u>	<u>459,534,613</u>
		-----	-----
Total assets		404,845,239	459,534,613
Liabilities			
Current liabilities			
Amounts due to brokers		-	21,772,542
Amounts payable on redemption		67,780	10,975
Other accounts payable		465,987	485,270
		<u>533,767</u>	<u>22,268,787</u>
		-----	-----
Liabilities (excluding net assets attributable to holders of redeemable units)		533,767	22,268,787
		<u>404,311,472</u>	<u>437,265,826</u>
		-----	-----
Net assets attributable to holders of redeemable units	3	404,311,472	437,265,826
		<u>404,311,472</u>	<u>437,265,826</u>
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The notes on pages 5 to 7 form part of these financial statements.

**Statement of Comprehensive Income
For the period ended 31 December 2024 (Unaudited)**

	Notes	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Income			
Net gains on investments	4	12,043,987	16,100,467
Interest on deposits		204,354	116,757
Net foreign currency exchange losses		(22,191)	(12,362)
		12,226,150	16,204,862
		12,226,150	16,204,862
Expenses			
Management fee	5(a)	2,097,197	2,243,018
Administration fee	5(a)	188,850	190,872
Trustee's fee	5(b)	97,332	97,734
Safe custody and bank charges	5(a)	57,295	37,290
Auditor's fee		54,732	50,798
Legal and professional expenses		23,469	8,750
Transaction costs	5(a)	2,026	815
Printing and publication expenses		992	444
Other operating expenses		7,521	9,910
		2,529,414	2,639,631
		2,529,414	2,639,631
Increase in net assets attributable to holders of redeemable units and total comprehensive income		9,696,736	13,565,231

The notes on pages 5 to 7 form part of these financial statements.

**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
For the period ended 31 December 2024 (Unaudited)**

	Notes	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Net assets attributable to holders of redeemable units at the beginning of the period		437,265,826	489,706,907
Allotment of redeemable units	3	46,858,679	31,473,634
Redemption of redeemable units	3	(89,509,769)	(76,741,296)
Net redemption		<u>(42,651,090)</u>	<u>(45,267,662)</u>
		394,614,736	444,439,245
Increase in net assets attributable to holders of redeemable units and total comprehensive income		<u>9,696,736</u>	<u>13,565,231</u>
Net assets attributable to holders of redeemable units at the end of the period		<u>404,311,472</u>	<u>458,004,476</u>

The notes on pages 5 to 7 form part of these financial statements.

Statement of Cash Flows
For the period ended 31 December 2024 (Unaudited)

	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Operating activities		
Purchase of investments	(109,545,545)	(19,435,399)
Proceeds from disposal of investments	133,446,441	32,751,008
Interest received	204,354	116,757
Transaction costs paid	(2,026)	(768)
Trustee's fee paid	(95,279)	(98,326)
Administration fee paid	(184,323)	(189,011)
Management fee paid	(2,078,800)	(2,279,710)
Others	(206,639)	(161,939)
Net cash inflow from operating activities	<u>21,538,183</u>	<u>10,702,612</u>
Financing activities		
Receipts on allotment of redeemable units	49,317,558	32,185,482
Payments on redemption of redeemable units	(89,452,964)	(76,948,150)
Net cash outflow from financing activities	<u>(40,135,406)</u>	<u>(44,762,668)</u>
Decrease in cash and cash equivalents	(18,597,223)	(34,060,056)
Cash and cash equivalents at the beginning of the period	26,351,112	38,624,954
Exchange losses on cash and cash equivalents	(3,820)	(4,345)
Cash and cash equivalents at the end of the period	<u>7,750,069</u>	<u>4,560,553</u>
Analysis of balances of cash and cash equivalents:		
Cash at banks	<u>7,750,069</u>	<u>4,560,553</u>

The notes on pages 5 to 7 form part of these financial statements.

Notes to the Financial Statements

1 The Fund

JPMorgan Provident Stable Capital Fund (the "Fund") was established under a Trust Deed dated 14 January 2002, as amended (the "Trust Deed") and is governed by the laws of Hong Kong. The Fund is authorized by the Securities and Futures Commission of Hong Kong (the "SFC").

The investment objective of the Fund is to outperform Hong Kong dollar deposit rates over the long-term, while tolerating a conservative level of risks. The Fund seeks to achieve these investment objectives by investing primarily (at least 70% of its total net asset value) in a professionally managed portfolio consisting primarily of interests in collective investment schemes (including exchange-traded funds) managed by the Manager or its Connected Persons and passively managed exchange-traded funds managed by unaffiliated management companies.

The Fund offers two classes of units, administration units and investment units. All unitholders' rights with regard to the convening, voting or otherwise acting at any meeting of unitholders are the same.

2 Summary of material accounting policies

(a) Accounting policies of interim financial statements

The accounting policies and methods of computation used in the preparation of these unaudited condensed interim financial statements are consistent with those used in the annual financial statements for the year ended 30 June 2024.

(b) Investments

Classification

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

As such, the Fund classifies all of its investment portfolio as financial assets or liabilities at fair value through profit or loss.

Recognition, derecognition and measurement

Purchases and sales of investments are accounted for on the trade date basis. Investments are initially recognized at fair value and are subsequently re-measured at fair value. Realized and unrealized gains and losses on investments are recognized in the Statement of Comprehensive Income. Investments are derecognized when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Fair value estimation

Investments in collective investment schemes are stated at fair value based on the net asset value per unit of the respective funds as determined by the administrators of the relevant funds.

Structured entities

The Fund considers all of its investments in other funds ("Investee Funds") to be investments in unconsolidated structured entities. The Fund invests in Investee Funds whose objectives are to achieve long-term capital growth.

(c) Foreign currency translation

Functional and presentation currency

The Fund has adopted Hong Kong dollar as its functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of assets and liabilities denominated in foreign currencies at period/year end exchange rates are recognized in the Statement of Comprehensive Income.

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the Statement of Comprehensive Income within "Net foreign currency exchange gains/losses". Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within "Net gains/losses on investments".

(d) Proceeds and payments on allotment and redemption of units

The net asset value per unit is computed for each dealing day. The price at which units are allotted or redeemed is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day in accordance with the provisions of the Trust Deed which may be different from the accounting policies stated in the financial statements.

Units of the Fund are redeemable at the option of the holders of redeemable units and are classified as a financial liability in the Statement of Financial Position which represents the net assets attributable to holders of redeemable units (or "net asset value" or "net assets" or "NAV") and is carried at the redemption amount that would be payable at the Statement of Financial Position date if the holders of redeemable units exercised the right to redeem units of the Fund.

3 Number of units in issue and net assets attributable to holders of redeemable units (per unit)

	1.7.2024 to 31.12.2024		1.7.2023 to 31.12.2023	
	Administration Units	Investment Units	Administration Units	Investment Units
Number of units in issue:				
At the beginning of the period	451,173.819	2,464,310.432	490,772.525	2,890,476.131
Total allotments	47,147.940	258,405.464	34,118.877	182,906.500
Total redemptions	(51,558.754)	(531,802.240)	(43,550.831)	(483,809.251)
At the end of the period	<u>446,763.005</u>	<u>2,190,913.656</u>	<u>481,340.571</u>	<u>2,589,573.380</u>
			31.12.2024 HKD	30.6.2024 HKD
Net assets attributable to holders of redeemable units				
Administration Units			61,150,908	60,469,448
Investment Units			343,160,564	376,796,378
			<u>404,311,472</u>	<u>437,265,826</u>
Net assets attributable to holders of redeemable units (per unit)				
Administration Units			<u>136.88</u>	<u>134.03</u>
Investment Units			<u>156.63</u>	<u>152.90</u>

4 Net gains on investments

	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Change in unrealized gains/losses in value of investments	1,010,139	13,340,542
Realized gains on sale of investments	11,033,848	2,759,925
	<u>12,043,987</u>	<u>16,100,467</u>

5 Transactions with the Trustee, the Manager and their Connected Persons

- (a) During the periods ended 31 December 2024 and 2023, respective amounts paid to the Manager, JPMorgan Funds (Asia) Limited, and its Connected Persons were as follows:

	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Management fee	2,097,197	2,243,018
Administration fee	188,850	190,872
Safe custody and bank charges	28,761	26,447
Transaction costs	2,026	815
	<u>2,316,834</u>	<u>2,561,152</u>

- (b) During the periods ended 31 December 2024 and 2023, respective amounts paid to the Trustee, Cititrust Limited, and its Connected Persons were as follows:

	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Trustee's fee	97,332	97,734
	<u>97,332</u>	<u>97,734</u>

6 Distribution

No distribution was made during the period (31 December 2023: nil).

Investment Portfolio
As at 31 December 2024 (Unaudited)

	Place of Establishment	Holding	Fair value HKD	% of net assets
Listed/Quoted Investments (98.2%)				
(I) Collective Investment Schemes (98.2%)				
Hong Kong (33.6%)				
JPM SAR HK\$ Bond Fund 'B'	Hong Kong	4,921,848	135,646,118	33.6
International (52.0%)				
JPM SAR Global Bond Fund 'B'	Hong Kong	61,423	12,796,152	3.2
JPM SAR Investment Grade Corporate Bond Fund 'B'	Hong Kong	2,529,736	23,222,976	5.7
JPMF-JPM Global Bond Opportunities 'X' (acc)-USD [#]	Luxembourg	8,352	8,122,566	2.0
JPMF-JPM Global Corporate Bond 'X' (acc)-USD [#]	Luxembourg	7,933	8,456,648	2.1
JPMF-JPM Income Fund 'X' (acc)-USD*	Luxembourg	47,495	42,210,670	10.4
JPMF-JPM Managed Reserves Fund 'X' (acc)-USD [#]	Luxembourg	96	8,232,584	2.0
JPMIF-JPM Global Convertibles Conservative 'X' (acc)-USD*	Luxembourg	78,470	107,421,179	26.6
United States (12.6%)				
JPMF-JPM US Short Duration Bond 'X' (acc)-USD*	Luxembourg	45,619	38,469,073	9.5
JPMLIQ-JPM USD Standard Money Market VNAV 'X' (acc) [#]	Luxembourg	92	12,460,221	3.1
Total Listed/Quoted Investments			397,038,187	98.2
Other net assets			7,273,285	1.8
Net assets attributable to holders of redeemable units at 31 December 2024			404,311,472	100.0
Total investments, at cost			340,781,086	

* Issued and managed by a Connected Person of the Manager

[#] Not authorized in Hong Kong and not available to the public in Hong Kong

**Statement of Movements in Portfolio Holdings
For the period ended 31 December 2024 (Unaudited)**

	% holdings of net assets	
	31.12.2024	30.6.2024
Listed/Quoted Investments		
Collective Investment Schemes		
International	52.0	54.0
Hong Kong	33.6	32.5
United States	12.6	9.7
	<hr/>	<hr/>
Total Listed/Quoted Investments	98.2	96.2
Other net assets	1.8	3.8
	<hr/>	<hr/>
Net assets attributable to holders of redeemable units	100.0	100.0
	<hr/> <hr/>	<hr/> <hr/>



Audited Annual Report – 30 June 2024

JPMorgan Provident Stable Capital Fund

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This report does not constitute an offer of any units in the fund forming the subject matter of this document (the "Fund"). Subscriptions are only valid if made on the basis of the current explanatory memorandum (or equivalent), supplemented by the most recent financial report.

Statement of Responsibilities of the Manager and the Trustee**Manager's Responsibilities**

The Manager of the Fund is required by the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong and the Trust Deed to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Fund at the end of that period and of the transactions for the period then ended. In preparing these financial statements, the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are prudent and reasonable; and
- prepare the financial statements on the basis that the Fund will continue in operation unless it is inappropriate to presume this.

The Manager is also required to manage the Fund in accordance with the Trust Deed and take reasonable steps for the prevention and detection of fraud and other irregularities.

Trustee's Responsibilities

The Trustee of the Fund is required to:

- ensure that the Fund is managed by the Manager in accordance with the Trust Deed and that the investment and borrowing powers are complied with;
- satisfy itself that sufficient accounting and other records have been maintained;
- safeguard the property of the Fund and rights attaching thereto; and
- report to the unitholders for each annual accounting period on the conduct of the Manager in the management of the Fund.

Report of the Trustee to the Unitholders

We hereby confirm that, in our opinion, the Manager of the Fund has, in all material respects, managed the Fund in accordance with the provisions of the Trust Deed dated 14 January 2002, as amended, for the year ended 30 June 2024.

For and on behalf of Cititrust Limited, Trustee

28 October 2024

Independent Auditor's Report

To the Unitholders of JPMorgan Provident Stable Capital Fund (the "Fund")

Report on the Audit of the Financial Statements**Opinion**

What we have audited

The financial statements of JPMorgan Provident Stable Capital Fund, which are set out on pages 5 to 19, comprise:

- the Statement of Financial Position as at 30 June 2024;
- the Statement of Comprehensive Income for the year then ended;
- the Statement of Changes in Net Assets Attributable to Holders of Redeemable Units for the year then ended;
- the Statement of Cash Flows for the year then ended; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Fund as at 30 June 2024, and of its financial transactions and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Fund in accordance with the HKICPA's Code of Ethics for Professional Accountants (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code.

Other Information

The Trustee and the Manager (the "Management") of the Fund are responsible for the other information. The other information comprises all of the information included in the annual report other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management for the Financial Statements

The Management of the Fund is responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA, and for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

In addition, the Management of the Fund is required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 14 January 2002, as amended (the "Trust Deed") and Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

Independent Auditor's Report (Continued)

To the Unitholders of JPMorgan Provident Stable Capital Fund (the "Fund")

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and Appendix E of the SFC Code.

As part of an audit in accordance with HKSA's, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Matters under the Relevant Disclosure Provisions of the Trust Deed and Appendix E of the SFC Code

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and Appendix E of the SFC Code.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 28 October 2024

**Statement of Financial Position
As at 30 June 2024**

	Notes	2024 HKD	2023 HKD
Assets			
Current assets			
Cash at banks		26,351,112	38,624,954
Amounts due from brokers		9,978,409	-
Amounts receivable on allotment		2,515,862	2,775,027
Investments	4(l)(a)	420,689,230	468,631,674
Total assets		<u>459,534,613</u>	<u>510,031,655</u>
Liabilities			
Current liabilities			
Amounts due to brokers		21,772,542	19,435,399
Amounts payable on redemption		10,975	349,710
Other accounts payable		485,270	539,639
Liabilities (excluding net assets attributable to holders of redeemable units)		<u>22,268,787</u>	<u>20,324,748</u>
Net assets attributable to holders of redeemable units	3	<u>437,265,826</u>	<u>489,706,907</u>

Approved by the Manager on 28 October 2024

Signed by:

For and on behalf of JPMorgan Funds (Asia) Limited, Manager

**Statement of Comprehensive Income
For the year ended 30 June 2024**

	Notes	2024 HKD	2023 HKD
Income			
Net gains on investments	5	21,008,390	10,938,048
Interest on deposits	7(i)	212,701	655,348
Net foreign currency exchange (losses)/gains		(9,451)	86,649
		<u>21,211,640</u>	<u>11,680,045</u>
Expenses			
Management fee	7(e)	4,468,327	4,810,673
Administration fee	7(f)	379,997	336,493
Trustee's fee	7(g)	196,006	195,907
Auditor's fee		100,928	91,821
Safe custody and bank charges	7(i)	100,596	99,661
Legal and professional expenses		12,472	50,014
Transaction costs	7(i)	1,518	1,035
Printing and publication expenses		496	4,609
Other operating expenses		10,516	9,390
		<u>5,270,856</u>	<u>5,599,603</u>
Increase in net assets attributable to holders of redeemable units and total comprehensive income		<u><u>15,940,784</u></u>	<u><u>6,080,442</u></u>

The notes on pages 9 to 19 form part of these financial statements.

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
For the year ended 30 June 2024

	Notes	2024 HKD	2023 HKD
Net assets attributable to holders of redeemable units at the beginning of the year		489,706,907	505,076,100
Allotment of redeemable units	3	70,569,506	103,659,609
Redemption of redeemable units	3	(138,951,371)	(125,109,244)
Net redemption		<u>(68,381,865)</u>	<u>(21,449,635)</u>
		421,325,042	483,626,465
Increase in net assets attributable to holders of redeemable units and total comprehensive income		15,940,784	6,080,442
Net assets attributable to holders of redeemable units at the end of the year		<u>437,265,826</u>	<u>489,706,907</u>

The notes on pages 9 to 19 form part of these financial statements.

**Statement of Cash Flows
For the year ended 30 June 2024**

	2024	2023
	HKD	HKD
Operating activities		
Purchase of investments	(100,487,358)	(86,503,201)
Proceeds from disposal of investments	161,796,926	66,921,598
Interest received	212,701	655,349
Transaction costs paid	(1,424)	(1,223)
Trustee's fee paid	(197,136)	(195,928)
Administration fee paid	(380,957)	(336,404)
Management fee paid	(4,526,551)	(4,831,209)
Others	(137,036)	(135,499)
Net cash inflow/(outflow) from operating activities	<u>56,279,165</u>	<u>(24,426,517)</u>
Financing activities		
Receipts on allotment of redeemable units	70,828,671	103,193,368
Payments on redemption of redeemable units	(139,290,106)	(126,953,563)
Net cash outflow from financing activities	<u>(68,461,435)</u>	<u>(23,760,195)</u>
Decrease in cash and cash equivalents	<u>(12,182,270)</u>	<u>(48,186,712)</u>
Cash and cash equivalents at the beginning of the year	38,624,954	86,845,190
Exchange losses on cash and cash equivalents	(91,572)	(33,524)
Cash and cash equivalents at the end of the year	<u>26,351,112</u>	<u>38,624,954</u>
Analysis of balances of cash and cash equivalents:		
Cash at banks	<u>26,351,112</u>	<u>38,624,954</u>

The notes on pages 9 to 19 form part of these financial statements.

Notes to the Financial Statements

1 The Fund

JPMorgan Provident Stable Capital Fund (the "Fund") was established under a Trust Deed dated 14 January 2002, as amended (the "Trust Deed") and is governed by the laws of Hong Kong. The Fund is authorized by the Securities and Futures Commission of Hong Kong (the "SFC").

The investment objective of the Fund is to outperform Hong Kong dollar deposit rates over the long term, while tolerating a conservative level of risks. The Fund seeks to achieve these investment objectives by investing primarily (at least 70% of its total net asset value) in a professionally managed portfolio consisting primarily of interests in collective investment schemes (including exchange-traded funds) managed by the Manager or its Connected Persons and passively-managed exchange-traded funds managed by unaffiliated management companies.

The Fund offers two classes of units, administration units and investment units. All unitholders' rights with regard to the convening, voting or otherwise acting at any meeting of unitholders are the same.

2 Summary of material accounting policies

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation of financial statements

The financial statements of the Fund have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss.

The preparation of financial statements in conformity with HKFRSs requires the use of certain critical accounting estimates. It also requires the Manager and the Trustee (the "Management") to exercise their judgment in the process of applying the Fund's accounting policies.

New standards and amendments to existing standards effective from 1 July 2023

The Fund has applied the following standards and amendments for the first time for the financial year beginning 1 July 2023:

- Disclosure of Accounting Policies – Amendments to HKAS 1 and HKFRS Practice Statement 2
- Definition of Accounting Estimates – Amendments to HKAS 8
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to HKAS 12

The amendments listed above did not have any significant impact on the amounts recognized in the current or prior periods and are not expected to significantly affect the future periods.

New standards, amendments and interpretations effective after 1 July 2023 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

(b) Investments

Classification

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

As such, the Fund classifies all of its investment portfolio as financial assets or liabilities at fair value through profit or loss.

Recognition, derecognition and measurement

Purchases and sales of investments are accounted for on the trade date basis. Investments are initially recognized at fair value and are subsequently re-measured at fair value. Realized and unrealized gains and losses on investments are recognized in the Statement of Comprehensive Income. Investments are derecognized when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Fair value estimation

Investments in collective investment schemes are stated at fair value based on the net asset value per unit of the respective funds as determined by the administrators of the relevant funds.

Transfers between levels of the fair value hierarchy

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

Structured entities

The Fund considers all of its investments in other funds ("Investee Funds") to be investments in unconsolidated structured entities. The Fund invests in Investee Funds whose objectives are to achieve long-term capital growth.

(c) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

(d) Income and expense

Interest income on cash at banks and short-term deposits is accounted for in the Statement of Comprehensive Income on an effective interest basis.

Expenses are accounted for in the Statement of Comprehensive Income on an accrual basis.

(e) Transaction costs

Transaction costs are costs incurred to acquire/dispose of financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, brokers and dealers. Transaction costs are expensed as incurred in the Statement of Comprehensive Income.

(f) Foreign currency translation*Functional and presentation currency*

The Fund has adopted Hong Kong dollar as its functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of assets and liabilities denominated in foreign currencies at year end exchange rates are recognized in the Statement of Comprehensive Income.

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the Statement of Comprehensive Income within "Net foreign currency exchange gains/losses". Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within "Net gains/losses on investments".

(g) Cash and cash equivalents

For the purpose of the Statement of Cash Flows, cash and cash equivalents comprise cash at banks and bank deposits with maturity of three months or less from the date of placing the deposits, net of certain short-term bank loans which the Fund usually undertakes as overnight bank borrowings.

(h) Amounts due from/to brokers

Amounts due from/to brokers represent receivables for investments sold and payables for investments purchased that have been contracted for but not yet settled by the end of the year.

These amounts are recognized initially at fair value and subsequently measured at amortized cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganization and default in payments are all considered indicators that a loss allowance may be required.

(i) Proceeds and payments on allotment and redemption of units

The net asset value per unit is computed for each dealing day. The price at which units are allotted or redeemed is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day in accordance with the provisions of the Trust Deed which may be different from the accounting policies stated in the financial statements.

Units of the Fund are redeemable at the option of the holders of redeemable units and are classified as a financial liability in the Statement of Financial Position which represents the net assets attributable to holders of redeemable units (or "net asset value" or "net assets" or "NAV") and is carried at the redemption amount that would be payable at the Statement of Financial Position date if the holders of redeemable units exercised the right to redeem units of the Fund.

3 Number of units in issue and net assets attributable to holders of redeemable units (per unit)

	2024		2023	
	Administration Units	Investment Units	Administration Units	Investment Units
Number of units in issue:				
At the beginning of the year	490,772.525	2,890,476.131	447,136.096	3,079,054.176
Total allotments	64,884.176	412,962.275	152,657.649	576,738.549
Total redemptions	(104,482.882)	(839,127.974)	(109,021.220)	(765,316.594)
At the end of the year	<u>451,173.819</u>	<u>2,464,310.432</u>	<u>490,772.525</u>	<u>2,890,476.131</u>
	HKD	HKD	HKD	HKD
Net assets attributable to holders of redeemable units	<u>60,469,448</u>	<u>376,796,378</u>	<u>63,772,587</u>	<u>425,934,320</u>
Net assets attributable to holders of redeemable units (per unit)	<u>134.03</u>	<u>152.90</u>	<u>129.94</u>	<u>147.36</u>

Holders of investment units are only entitled to investment management services from the Manager. Holders of administration units are also entitled to other administrative services provided by the Manager upon payment of the administration fee, which is deducted from the share of net assets of the respective units.

4 Financial risk management**(l) Financial risk factors**

The Fund's activities expose it to a variety of financial risks: market risk (including market price risk, interest rate risk and currency risk), credit risk and liquidity risk.

The Fund's holding in the collective investment schemes, as a percentage of the collective investment schemes' total net asset value, will vary from time to time dependent on the volume of allotments and redemptions at the collective investment schemes level. It is possible that the Fund may, at any point in time, hold a majority of the collective investment schemes' total units in issue.

(a) Market risk

(i) Market price risk

The Fund's investments are subject to the market price risk inherent in all investments i.e. the value of holdings may fall as well as rise. The Fund's market risk is managed through (i) deliberate collective investment schemes selection and ongoing assessment of the performance of the underlying collective investment schemes, and (ii) diversification of the investment portfolio in accordance with specific investment restrictions and guidelines.

For collective investment schemes which invest in equities and convertible bonds, the Investment Manager monitors the market price sensitivity of the underlying collective investment schemes primarily through the Beta of the underlying collective investment schemes on a regular basis. Beta measures the statistical relationship between the returns of the underlying collective investment schemes and the relevant benchmark index chosen by the manager of the underlying collective investment schemes. For collective investment schemes which invest in debt securities, the investments are subject to interest rate risk. Refer to Note 4(l)(a)(ii) for basis of interest rate risk of the collective investment schemes which invest in bond market.

As at 30 June, the Fund's fair value of collective investment schemes which invest in convertible bond market and its estimated market sensitivity were as follows:

Listed/Quoted Investments	Fair value of investments HKD	% of net assets	Relevant benchmark index for the underlying collective investment scheme (Note*)	Beta (Note**)	% of reasonable possible change of the relevant benchmark index (Note***)	Estimated impact on net asset value (Note****) HKD
Collective Investment Schemes As at 30 June 2024 <u>Convertible Bond Fund</u> (29.6%)			FTSE Global Focus Convertible Index Hedged into USD (Total Return Gross) [Before 3 June 2024, Refinitiv Global Focus Convertible Bond Index Hedged into USD (Total Return Gross)]	0.53	+4.2	2,880,015
JPMorgan Investment Funds- JPM Global Convertibles Conservative 'X' (acc)-USD	129,380,732	29.6				
Total	129,380,732	29.6				2,880,015

Collective Investment Schemes
As at 30 June 2023
Convertible Bond Fund (24.0%)

JPMorgan Investment Funds- JPM Global Convertibles Conservative 'X' (acc)-USD	117,441,282	24.0	Refinitiv Global Focus Convertible Bond Index Hedged into USD (Total Return Gross)	0.69	+8.4	6,806,897
Total	117,441,282	24.0				6,806,897

If the relevant benchmark indices returns were to move in the opposite direction, this would result in an opposite movement in the net asset value of the Fund by the same amount, assuming all other variables that may impact the net asset value of the Fund are held constant.

Note:

* Relevant benchmark index for the underlying collective investment scheme represents the relevant market index used by the manager of the underlying collective investment scheme in monitoring the market price risk of the Fund.

** Beta measures the statistical relationship between the return of the underlying collective investment scheme and the respective benchmark index over the maximum of past 36 months, or the number of months since portfolio inception. For underlying collective investment schemes launched within a period of less than 12 months, weekly returns of the underlying collective investment schemes are used for calculating the Beta.

*** % of reasonable possible change is based on the actual historical change in the benchmark index in the past 12 months and does not include remote or "worst case" scenarios or "stress tests" nor represent the Investment Manager's forecast of the Fund's future returns. For funds launched within a period of less than 12 months, actual historical change in the benchmark index since the commencement of operations will be used to calculate the % of reasonable possible change.

**** Estimated impact on net asset value of the Fund is calculated by applying the relevant Beta against the fair value of investments multiplied by the % of reasonable possible change of the relevant benchmark index, assuming all other variables that may impact the net asset value of the Fund are held constant.

(ii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument or future cash flow will fluctuate due to changes in market interest rates.

The table below summarizes the Fund's financial assets and liabilities as at 30 June which expose it to the risk associated with the effects of fluctuations in the prevailing levels of market interest rates, categorized by remaining maturity dates.

	2024 Less than 1 month HKD	2023 Less than 1 month HKD
Cash at banks	26,351,112	38,624,954
Total interest sensitivity gap	26,351,112	38,624,954

Any cash and cash equivalents are placed/borrowed at short-term market interest rates and the Investment Manager considers that the Fund is not subject to significant amount of risk due to the stable and low fluctuation in the prevailing levels of market interest rates.

The table below summarizes the Fund's fair value of collective investment schemes which invest in bond market and its estimated interest rate sensitivity.

	Fair value of investments HKD	% of net assets	Modified duration (Note*)	% of reasonable possible change of interest rate (Note**)	Estimated impact on net asset value (Note***) HKD
Listed/Quoted Investments					
Collective Investment Schemes As at 30 June 2024 <u>Bond Funds and Money Market Fund</u> (66.6%)					
JPMorgan SAR Global Bond Fund 'B'	52,169,939	11.9	6.40	+0.25	(834,719)
JPMorgan SAR HK\$ Bond Fund 'B'	141,874,267	32.5	3.73	+0.25	(1,322,978)
JPMorgan SAR Investment Grade Corporate Bond Fund 'B'	32,979,061	7.5	6.21	+0.25	(512,000)
JPMorgan Funds-JPM Income Fund 'X' (acc)- USD	21,770,563	5.0	2.91	+0.25	(158,381)
JPMorgan Funds-JPM US Short Duration Bond Fund 'X' (acc)-USD	27,155,515	6.2	1.98	+0.25	(134,420)
JPMorgan Liquidity Funds-JPM USD Standard Money Market VNAV 'X' (acc)	15,359,153	3.5	0.38	+0.25	(14,591)
Total	291,308,498	66.6			(2,977,089)

Listed/Quoted Investments	Fair value of investments HKD	% of net assets	Modified duration (Note*)	% of reasonable possible change of interest rate (Note**)	Estimated impact on net asset value (Note***) HKD
Collective Investment Schemes					
As at 30 June 2023					
<u>Bond Funds and Money Market Fund (71.7%)</u>					
JPMorgan SAR Global Bond Fund 'B'	77,123,159	15.8	6.84	+0.25	(1,318,806)
JPMorgan SAR HK\$ Bond Fund 'B'	124,553,051	25.4	3.84	+0.25	(1,195,709)
JPMorgan SAR Investment Grade Corporate Bond Fund 'B'	19,092,142	3.9	6.30	+0.25	(300,701)
JPMorgan Funds-JPM Global Aggregate Bond 'X' (acc)-USD	9,295,938	1.9	7.05	+0.25	(163,841)
JPMorgan Funds-JPM US Aggregate Bond 'X' (acc)-USD	49,581,434	10.1	6.66	+0.25	(825,531)
JPMorgan Liquidity Funds-JPM USD Standard Money Market VNAV 'X' (acc) (renamed from JPMorgan Liquidity Funds-JPM USD Liquidity VNAV 'X' (acc) on 28 October 2022)	71,544,668	14.6	0.09	+0.25	(16,098)
Total	351,190,392	71.7			(3,820,686)

An increase in the interest rates would result in a decrease in the net asset value of the Fund. If the interest rates were to move in the opposite direction, this would result in an opposite movement in the net asset value of the Fund by the same amount.

Note:

* The Investment Manager monitors the Fund's interest rate risk sensitivity primarily through the modified duration of the underlying collective investment schemes on a regular basis. The modified duration measures the sensitivity of the price of a bond relative to the change in interest rate.

** % of reasonable possible change in interest rate adopted is 25 basis points, and does not include remote or "worst case" scenarios or "stress tests" nor represent the Investment Manager's forecast of the Fund's future returns.

*** Estimated impact on net asset value of the Fund is calculated by applying the relevant modified duration against the fair value of the underlying collective investment scheme multiplied by the % of reasonable possible change of interest rate.

(iii) Currency risk

The Fund holds assets and liabilities denominated in a number of currencies. HKFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk not currency risk. However, the Investment Manager monitors the exposure to currency risk on all foreign currency denominated assets and liabilities including both monetary and non-monetary assets and liabilities.

The table below summarizes the Fund's exposure to currency risk as at 30 June together with the percentage of reasonable possible change in foreign currencies and the estimated impact on net asset value of the Fund.

Net currency exposures (Note*)	HKD equivalent	% of reasonable possible change against HKD (Note**)	Estimated impact on net asset value HKD
<u>2024</u>			
United States Dollar	197,849,209	-0.4	(791,397)
	<u>197,849,209</u>		<u>(791,397)</u>
<u>2023</u>			
United States Dollar	331,211,231	-0.1	(331,211)
	<u>331,211,231</u>		<u>(331,211)</u>

If the foreign currency fluctuations were to move in the opposite direction, this would result in an opposite movement in the net asset value of the Fund by the same amount, assuming all other variables that may impact the net asset value of the Fund are held constant.

Note:

* Net currency exposures on assets and liabilities include both monetary and non-monetary assets and liabilities.

** % of reasonable possible change is based on the actual historical change in the respective currencies against the functional currency of the Fund in the past 12 months and does not include remote or "worst case" scenarios or "stress tests" nor represent the Investment Manager's forecast of the Fund's future returns.

(b) Credit risk

Credit risk is the risk that a counterparty will not be able to pay amounts in full when due.

The Manager monitors credit risk with reference to a number of factors including history of default and the credit rating of counterparties. The Manager considers the credit risk of other receivables such as amounts receivable on allotment or amounts due from brokers, to be insignificant as the Fund has no default history on such receivables in the past 5 years. Overall, the Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the Fund's counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognized based on 12-month expected credit losses.

The maximum exposure to credit risk as at 30 June 2024 and 2023 is the carrying amount of the financial assets as shown in the Statement of Financial Position.

The table below summarizes the credit rating of the banks/custodian which the Fund has placed the financial assets as at 30 June.

	2024 Exposure to counterparties HKD	2023 Exposure to counterparties HKD
Bank balances		
S&P(AA)/Moody's(Aa)/FITCH(AA)	23,933,924	4,513,069
S&P(A)/Moody's(A)/FITCH(A)	2,417,188	34,111,885
Investment balances with custodian		
S&P(AA)/Moody's(Aa)/FITCH(AA)	<u>420,689,230</u>	<u>468,631,674</u>

(c) Liquidity risk

The Fund is exposed to daily redemption of units. As at 30 June 2024 and 2023, the Fund invests solely in collective investment schemes which allow daily redemption. The Manager may also limit the total number of units redeemed for the Fund on any dealing day to 10% or more of the units in issue on any dealing day.

The table below summarizes the Fund's financial liabilities into relevant maturity groupings based on the remaining period as at 30 June to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	2024 Less than 1 month HKD	2023 Less than 1 month HKD
Amounts due to brokers	21,772,542	19,435,399
Amounts payable on redemption	10,975	349,710
Other accounts payable	485,270	539,639
Net assets attributable to holders of redeemable units	437,265,826	489,706,907
Total financial liabilities	<u>459,534,613</u>	<u>510,031,655</u>

The Investment Manager manages the Fund's liquidity risk by investing in investments that the Investment Manager expects to liquidate normally within 1 month and making short-term bank borrowing to meet the total financial liabilities.

(II) Capital risk management

The capital of the Fund is represented by the net assets attributable to holders of redeemable units which is subject to allotments and redemptions of redeemable units. The Fund's objective for capital management is to provide returns and long-term capital growth for unitholders.

In order to maintain the capital structure, the Management performs the following:

- Monitor allotment and redemption activities relative to the liquid assets.
- To protect the interest of unitholders and in exceptional circumstances, the Manager may also limit the total number of units redeemed for the Fund on any dealing day to 10% or more of the units in issue on any dealing day.
- Monitor fund investment guidelines and restrictions, in accordance with the constitutional documents, to maintain sufficient liquidity through diversification.

(III) Fair value estimation

As at 30 June 2024 and 2023, the Management considers that the carrying values of assets and liabilities were reasonable approximations of their fair value.

HKFRS 13 requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The table below summarizes the Fund's investments (by class) within the fair value hierarchy measured at fair value as at 30 June:

Listed/Quoted Investments	Level 1 HKD	Level 2 HKD	Level 3 HKD	Total HKD
<u>2024</u>				
<u>Assets</u>				
Collective Investment Schemes	420,689,230	-	-	420,689,230
Total financial assets at fair value through profit and loss	<u>420,689,230</u>	<u>-</u>	<u>-</u>	<u>420,689,230</u>
<u>2023</u>				
<u>Assets</u>				
Collective Investment Schemes	468,631,674	-	-	468,631,674
Total financial assets at fair value through profit and loss	<u>468,631,674</u>	<u>-</u>	<u>-</u>	<u>468,631,674</u>

Investments, whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities. The Fund does not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer/broker quotations or alternative pricing sources supported by observable inputs are classified within level 2.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently.

There were no transfers between levels for the years ended 30 June 2024 and 2023.

For assets and liabilities carried at amortized cost, their carrying values are a reasonable approximation of fair value as at 30 June 2024 and 2023.

5 Net gains on investments

	2024 HKD	2023 HKD
Change in unrealized gains/losses in value of investments	12,002,287	10,658,205
Realized gains on sale of investments	9,006,103	279,843
	<u>21,008,390</u>	<u>10,938,048</u>

6 Taxation

No provision for Hong Kong profits tax has been made as the Fund was authorized as a collective investment scheme under Section 104 of the Securities and Futures Ordinance and is therefore exempt from profits tax under Section 26A(1A) of the Inland Revenue Ordinance.

7 Transactions with the Trustee, the Manager and their Connected Persons

The following is a summary of significant related party transactions entered into during the year between the Fund and the Trustee, the Manager and their Connected Persons. Connected Persons of the Trustee and the Manager are those as defined in the Code on Unit Trusts and Mutual Funds established by the SFC. All such transactions were entered into in the ordinary course of business and were on normal commercial terms.

- (a) The Fund invests in collective investment schemes which are managed by Connected Persons of the Manager.

(b) Investment transactions with the Trustee, the Manager and their Connected Persons are set out below:

Name of company	Aggregate value of purchases and sales of investments HKD	% of the Fund's total aggregate value of transactions	Commission paid HKD	% of the Fund's total commission paid in the year	Average commission rate %
<u>2024</u>					
JPMorgan Asset Management (Europe) S.à r.l.	130,257,924	47.44	-	-	-
JPMorgan Chase Bank, N.A.	59,397,979	21.63	-	-	-
JPMorgan Funds (Asia) Limited	84,943,934	30.93	-	-	-
<u>2023</u>					
JPMorgan Asset Management (Europe) S.à r.l.	120,653,200	69.80	-	-	-
JPMorgan Chase Bank, N.A.	19,106,842	11.05	-	-	-
JPMorgan Funds (Asia) Limited	33,100,157	19.15	-	-	-

(c) Balances with the Manager and its Connected Persons as at year end:

	2024 HKD	2023 HKD
Cash at banks	23,933,924	4,513,069
Amounts receivable	9,978,409	-
Amounts payable	(22,146,144)	(19,865,548)

As at 30 June 2024, the Fund's investment balance of HKD420,689,230 (2023: HKD468,631,674) represents the investments in the collective investment schemes issued and managed by Connected Persons of the Manager.

As at 30 June 2024, the Fund's investment balance of HKD420,689,230 (2023: HKD468,631,674) represents the investments held by the custodian, JPMorgan Chase Bank, N.A., a Connected Person of the Manager.

- (d) During the years ended 30 June 2024 and 2023, there was no income accruing to the Manager relating to allotments and redemptions in the Fund.
- (e) Management fee of 1% per annum of the net asset value of the Fund is paid to JPMorgan Funds (Asia) Limited. Management fee is accrued on each dealing day and is payable monthly in arrears.

The Fund invests in collective investment schemes managed by Connected Persons of the Manager and the management fee of the classes of the collective investment schemes is currently at 0% per annum (2023: 0% per annum).

- (f) Administration fee of 0.6% per annum of the net asset value attributable to administration units of the Fund is paid to JPMorgan Funds (Asia) Limited. Administration fee is calculated daily and is payable monthly in arrears.
- (g) Trustee's fee of USD25,000 per annum is paid to the Trustee.
- (h) The Fund allows the Trustee, the Manager and their Connected Persons to subscribe for, and redeem, units of the Fund.

The retirement schemes of the employees of the Manager and its Connected Persons may subscribe to investment units of the Fund.

- (i) During the years ended 30 June 2024 and 2023, in addition to the management fee and administration fee as disclosed in Note 7(e) and 7(f), respective amounts received from/(paid to) the Manager, JPMorgan Funds (Asia) Limited, and its Connected Persons were as follows:

	2024 HKD	2023 HKD
Interest on deposits	81,315	53,118
Transaction costs	(1,518)	(1,035)
Safe custody and bank charges	(60,419)	(55,707)

8 Soft dollar arrangements/Commission sharing arrangements

During the years ended 30 June 2024 and 2023, the Investment Manager and its Connected Persons did not enter into any soft dollar arrangements/commission sharing arrangements in connection with directing transactions of the Fund through a broker or dealer.

9 Distribution

No distribution was made during the year (2023: nil).

**Investment Portfolio
As at 30 June 2024 (Unaudited)**

	Place of establishment	Holding	Fair value HKD	% of net assets
Listed/Quoted Investments (96.2%)				
Collective Investment Schemes (96.2%)				
Hong Kong (32.5%)				
JPM SAR HK\$ Bond Fund 'B'	Hong Kong	5,278,061	141,874,267	32.5
International (54.0%)				
JPM SAR Global Bond Fund 'B'	Hong Kong	257,706	52,169,939	11.9
JPM SAR Investment Grade Corporate Bond Fund 'B'	Hong Kong	3,688,933	32,979,061	7.5
JPMF-JPM Income Fund 'X' (acc)-USD*	Luxembourg	25,338	21,770,563	5.0
JPMIF-JPM Global Convertibles Conservative 'X' (acc)-USD*	Luxembourg	98,365	129,380,732	29.6
United States (9.7%)				
JPMF-JPM US Short Duration Bond Fund 'X' (acc)- USD*	Luxembourg	33,055	27,155,515	6.2
JPMLIQ-JPM USD Standard Money Market VNAV 'X' (acc)*#	Luxembourg	116	15,359,153	3.5
Total Listed/Quoted Investments			<u>420,689,230</u>	<u>96.2</u>
Other net assets			<u>16,576,596</u>	<u>3.8</u>
Net assets attributable to holders of redeemable units at 30 June 2024			<u>437,265,826</u>	<u>100.0</u>
Total investments, at cost			<u>365,442,268</u>	

* Issued and managed by a Connected Person of the Manager (refer to Note 7 for the definition of Connected Persons)

Not authorized in Hong Kong and not available to the public in Hong Kong

**Statement of Movements in Portfolio Holdings
For the year ended 30 June 2024 (Unaudited)**

	% holdings of net assets	
	2024	2023
Listed/Quoted Investments		
Collective Investment Schemes		
International	54.0	60.2
Hong Kong	32.5	25.4
United States	9.7	10.1
	<hr/>	<hr/>
Total Listed/Quoted Investments	96.2	95.7
Other net assets	3.8	4.3
	<hr/>	<hr/>
Net assets attributable to holders of redeemable units at 30 June	100.0	100.0
	<hr/> <hr/>	<hr/> <hr/>

Performance Record - Unaudited

Net Asset Values

At financial period ended	Net asset value of the Fund HKD	Net asset value per administration unit HKD	Net asset value per investment unit HKD
30/6/24	437,265,826	134.03	152.90
30/6/23	489,706,907	129.94	147.36
30/6/22	505,076,100	128.91	145.32

Highest Offer/Lowest Bid Prices

<u>Financial period ended</u>	<u>Highest offer</u> HKD	<u>Lowest bid</u> HKD
Administration unit		
30/6/24	134.36	127.52
30/6/23	131.11	125.13
30/6/22	144.11	128.43
30/6/21	144.24	136.84
30/6/20	136.89	128.78
30/6/19	133.80	128.91
30/6/18	132.52	128.45
30/6/17	129.84	124.20
30/6/16	126.49	122.99
30/6/15	128.27	123.53
Investment unit		
30/6/24	153.27	144.88
30/6/23	148.47	141.31
30/6/22	161.57	144.75
30/6/21	161.25	152.42
30/6/20	152.45	143.19
30/6/19	148.13	142.19
30/6/18	145.48	140.55
30/6/17	141.99	135.46
30/6/16	137.01	133.40
30/6/15	138.52	132.98

Management and Administration**Manager and Service Provider**

JPMorgan Funds (Asia) Limited
19/F, Chater House
8 Connaught Road Central
Hong Kong

Investment Manager

JPMorgan Asset Management (Asia Pacific) Limited
19/F, Chater House
8 Connaught Road Central
Hong Kong

Directors of the Manager

as at 28 October 2024
Christopher David SPELMAN
Daniel James WATKINS
Ka Li NG
Kit Yee Elka LEUNG
Stiofan Seamus DEBURCA
Tsun Kay Edwin CHAN

Trustee

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50/F, Champion Tower
Three Garden Road
Central
Hong Kong

Registrar

Citicorp Trustee (Singapore) Limited
8 Marina View
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Auditor

PricewaterhouseCoopers
Certified Public Accountants
22/F, Prince's Building
1 Des Voeux Road Central
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