

A Message from Your Fund's Board

Dear Shareholder,

This is to notify you that the JPMorgan Funds – Europe Select Equity Plus Fund in which you own shares is being merged into the JPMorgan Investment Funds – Europe Select Equity Fund. **The reason for the merger and your three options are explained below.**

Please take a moment to review the important information below. If you still have questions, please contact us at the registered office or your local representative.



Jacques Elvinger *For and on behalf of the Board*

Sub-fund merger – option to take action ends 20th February 2018 at 14.30 CET

Reason for merger Your sub-fund and the receiving sub-fund have overlapping investment strategies and the Board believes your sub-fund has limited prospects for growth.

YOUR OPTIONS

- 1 Take no action. Your shares will automatically be exchanged for shares of the receiving sub-fund.** Any shares of your sub-fund that you still own after the deadline will be exchanged for shares of the receiving sub-fund.
- 2 Switch your investment to another sub-fund.** We must receive your dealing instructions by the deadline shown in the right-hand column. Be sure to read the Key Investor Information Document (KIID) for any sub-fund you are considering switching into, and for further information, the prospectus.
- 3 Redeem your investment.** We must receive your dealing instructions by the deadline shown in the right-hand column.

You may want to review these options with your tax adviser and your financial adviser. All options could have tax consequences.

Regardless of which option you choose, you will not be charged any redemption or switch fees.

THE MERGER

Merger date 23rd February 2018

Deadline for receipt of switch/redemption orders 20th February 2018 at 14.30 CET

Your sub-fund JPMorgan Funds – Europe Select Equity Plus Fund

Receiving sub-fund (sub-fund into which your sub-fund will be merging) JPMorgan Investment Funds – Europe Select Equity Fund

THE FUND

Name JPMorgan Funds

Legal form SICAV

Fund type UCITS

Registered office

6 route de Trèves
L-2633 Senningerberg, Luxembourg

Phone +352 34 10 1

Fax +352 2452 9755

Registration number (RCS Luxembourg)

B 8478

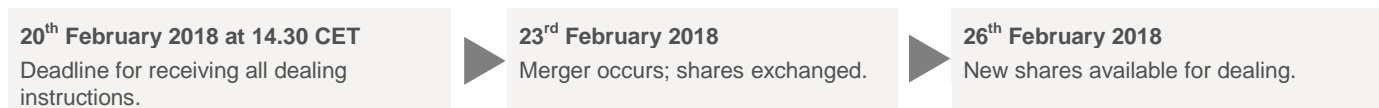
Management company JPMorgan Asset Management (Europe) S.à r.l.

A merger statement will be mailed to you within 10 days of the merger date. Additional information, including the Fund auditor's merger report, KIID, prospectus and most recent financial reports of both sub-funds are available at www.jpmorganassetmanagement.lu or from the registered office. An electronic copy of this notice is available on the website: www.jpmorganassetmanagement.com.

Merger timeline and impact

This section outlines key information relating to the merger. Further information is contained in the detailed sub-fund comparison that follows as well as in the relevant prospectus and KIIDs. For your convenience, a KIID for the receiving sub-fund is enclosed.

Key Dates



When the merger transaction occurs, all assets, liabilities and any income in your sub-fund will be transferred to the receiving sub-fund, and your sub-fund will cease to exist.

All shares remaining in your sub-fund at the merger date will be exchanged free of charge for shares in a corresponding share class of the receiving sub-fund, based on the net asset value per share in effect that day for both sub-funds. The corresponding share classes for the receiving sub-funds do not charge performance fees. The calculation of the exchange ratio will be validated and documented in the merger report prepared by the company auditors that will be available to you upon request.

Your Sub-Fund charges a performance fee as shown in the “Charges” section and the receiving sub-fund does not. Any performance fee payable in your sub-fund is calculated and accrued daily in the Net Asset Value. This means you will only contribute to any accrual of performance fees until the effective date of the merger.

The value of the shares you own in your sub-fund and the new shares you receive in the receiving sub-fund will be the same but you may receive a different number of shares.

Impact

Key differences in investment policy between your sub-fund and the receiving sub-fund

- Unlike your sub-fund, the receiving sub-fund does not use Financial Derivative Instruments for investment purposes nor does it enhance investment returns, through a 130/30 strategy.

Potential benefits

- The merger will give you the benefit of investing in a larger sub-fund that has the prospect of stronger growth in assets in the future and may potentially benefit from economies of scale which may result in lower operating and administrative expenses.
- The receiving sub-fund has equivalent or lower fees than your sub-fund

Potential drawbacks

- One-time expenses associated with transaction costs will be borne by your sub-fund.
- On the merger date, and during the two business days before that, you will not be able to subscribe for, switch or redeem shares in your sub-fund.

Other considerations

- Your sub-fund will not bear any additional legal, advisory or administrative costs associated with the merger. • While the receiving sub-fund calculates its global exposure on a commitment basis, your sub-fund does so through the relative Value-at-Risk methodology (with an expected level of leverage of 50%)..
- As the portfolio of your sub-fund closely resembles that of the receiving sub-fund, however some rebalancing of the assets will be required in preparation for the merger.
- Performance information for your sub-fund and the receiving sub-fund can be found in the relevant KIID or factsheet which is available from the document library at jpmorganassetmanagement.com.
- Your sub-fund is part of the JPMorgan Funds umbrella but the receiving sub-fund is part of the JPMorgan Investment Funds umbrella which could result in additional tax implications and changes to dividend distribution dates.

Sub-fund comparison

This table compares the relevant information for your sub-fund with that of the receiving sub-fund. Unless stated otherwise,

terms in this table have the same meaning as in the relevant prospectus.

- **Information that appears in a box** is information that is particular to the sub-fund named at the top of that column.
- **Information that crosses both columns** is information that is the same for both sub-funds.

JPMorgan Funds –

Europe Select Equity Plus Fund

JPMorgan Investment Funds –

Europe Select Equity Fund

Investments and Risks	
Objectives and investment policies	<p>To provide long term capital growth, through exposure to European companies by direct investments in securities of such companies and through the use of financial derivative instruments.</p> <p>At least 67% of the Sub-Fund's assets (excluding cash and cash equivalents) will be invested, either directly or through the use of financial derivative instruments, in equity securities of companies that are domiciled in, or carrying out the main part of their economic activity in, a European country.</p> <p>To enhance investment returns, the Sub-Fund uses a 130/30 strategy, buying securities considered undervalued or attractive and selling short securities considered overvalued or less attractive, using financial derivative instruments where appropriate.</p> <p>The Sub-Fund will normally hold long positions of approximately 130% of its net assets and short positions (achieved through the use of financial derivative instruments) of approximately 30% of its net assets but may vary from these targets depending on market conditions.</p> <p>The Sub-Fund uses an investment process that is based on the fundamental analysis of companies and their future earnings and cashflows by a research team of specialist sector analysts.</p> <p>The Sub-Fund will invest in financial derivative instruments to achieve its investment objective. Such instruments may also be used for the purposes of hedging. These instruments may include, but are not limited to, futures, options, contracts for difference, forward contracts on financial instruments and options on such contracts, credit linked instruments, mortgage TBAs and swap contracts by private agreement and other fixed income, currency and credit derivatives.</p> <p style="text-align: center;">Debt securities, cash and cash equivalents may be held on an ancillary basis.</p> <p>The Sub-Fund may also invest in units of UCITS and other UCIs including money market funds.</p> <p>EUR is the reference currency of the Sub-Fund but assets may be denominated in other currencies and currency exposure may be hedged.</p>
	<p>To achieve a return in excess of the European equity markets by investing primarily in European companies.</p> <p>At least 67% of the Sub-Fund's assets (excluding cash and cash equivalents) will be invested in equity securities of companies that are domiciled in, or carrying out the main part of their economic activity in, a European country.</p>
	<p>The Sub-Fund may also invest in UCITS and other UCIs.</p> <p>The Sub-Fund may invest in assets denominated in any currency and currency exposure in this Sub-Fund may be hedged or may be managed by reference to its benchmark.</p> <p>The Sub-Fund may use financial derivative instruments for the purposes of hedging and efficient portfolio management.</p> <p style="text-align: center;">All of the above investments will be made in accordance with the limits set out in "Appendix II - Investment Restrictions and Powers".</p>
Risk and reward category	<p>JPM Europe Select Equity Plus A (perf) (dist) - GBP: category 5</p> <p style="text-align: center;">All other classes: category 6</p> <p style="text-align: center;"><i>Note: risk is measured on a 7-point scale, where Category 1 indicates lower risk (but is not risk-free) and lower potential reward and Category 7 indicates higher risk and higher potential reward.</i></p>
Risk factors	<ul style="list-style-type: none"> • There is no guarantee that the use of long and short positions will succeed in enhancing investment returns. • The value of financial derivative instruments can

be volatile. This is because a small movement in the value of the underlying asset can cause a large movement in the value of the financial derivative instrument and therefore, investment in such instruments may result in losses in excess of the amount invested by the Sub-Fund.

- The possible loss from taking a short position on a security may be unlimited as there is no restriction on the price to which a security may rise. The short selling of investments may be subject to changes in regulations, which could adversely impact returns to investors.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The value of equity securities may go down as well as up in response to the performance of individual companies and general market conditions.
- Movements in currency exchange rates can adversely affect the return of your investment. The currency hedging that may be used to minimise the effect of currency fluctuations may not always be successful.
- Further information about risks can be found in "Appendix IV – Risk Factors".

Benchmark	MSCI Europe Index (Total Return Net)	
Base currency	Euro (EUR)	
Charges		
Maximum entry charge*	A (perf): 5.00% D (perf): 5.00% X (perf): Nil	A: 5.00% D: 5.00% X: Nil
Maximum exit charge	A (perf): 0.50% D (perf): 0.50% X (perf): Nil	A: 0.50% D: 0.50% X: Nil
Ongoing charge	A (perf): 1.50% D (perf): 1.50% X (perf): Nil	A: 1.50% D: 1.50% X: Nil
Operating and Administrative Expenses	A (perf): 0.30% Max D (perf): 0.30% Max X (perf): 0.15% Max	A: 0.30% Max D: 0.30% Max X: 0.15% Max
Performance fee **	All (perf) classes: 10%	n/a

* The entry charge for the T Share Class will be levied in the form of a contingent deferred sales charge if shares are redeemed within the first three years

** A Performance Fee will be charged on all Share Classes with the exception of the Y Share Class

Structure		
End of financial year	30th June	31 st December
Investment company	JPMorgan Funds	JPMorgan Investment Funds
Date of annual general meeting of shareholders	Third Wednesday of November at 3.00 p.m. (or, if such day is not a business day in Luxembourg, on the next following business day).	Last Friday of April at 12.00 noon (or, if such day is not a business day in Luxembourg, on the next following business day).

NEXT STEPS

To exchange your shares for shares of the receiving sub-fund: no action is necessary. All shares that you hold in your sub-fund at the merger date will automatically be exchanged.

To switch or redeem some or all of your shares: send dealing instructions as you normally do, or directly to the registered office (contact details at page 1).

Note that all other switch and redemption conditions and restrictions in the prospectus still apply, even during the period when switch and redemption fees are waived.

For more information: you can request free copies of the common draft terms of merger, auditor's merger report, the prospectus, the latest financial reports and KIIDs by emailing a request to requests@jpmorganfundssicav.com or by writing to the registered office (contact details at page 1).

Key Dates

20th February 2018 at 14.30 CET

Deadline for receiving all dealing instructions.

23rd February 2018

Merger occurs; shares exchanged.

26th February 2018

New shares available for dealing instructions.