

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Singapore Prospectus¹ (“Prospectus”).
- It is important to read the Prospectus before deciding whether to purchase shares in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand or are not comfortable with the accompanying risks.
- If you wish to purchase this product, you will need to make an application in the manner set out in the Prospectus.

JPMORGAN FUNDS – ASIA PACIFIC INCOME FUND

Product Type	Investment Company	Launch Date	15 June 2001
Management Company	JPMorgan Asset Management (Europe) S.à r.l.	Depository	J.P. Morgan Bank Luxembourg S.A.
Investment Manager	JF Asset Management Limited	Trustee	Not Applicable
Capital Guaranteed	No	Dealing Frequency	Daily, on every Singapore Dealing Day ²
Name of Guarantor	Not Applicable	Expense Ratio for financial year ending 30 June 2016	A (mth) – SGD: 1.80% A (mth) – SGD (hedged): 1.79% A (irc) – AUD (hedged): 1.79% A (acc) – USD: 1.79% A (mth) – USD: 1.78% A (dist) – USD: 1.78%

PRODUCT SUITABILITY

<p>WHO IS THE PRODUCT SUITABLE FOR?</p> <ul style="list-style-type: none"> • The Sub-Fund is <u>only</u> suitable for investors who: <ul style="list-style-type: none"> – are looking for a source of income and long term capital growth through exposure primarily to the Asia Pacific region (excluding Japan). • The principal of the Sub-Fund may be at risk. • Investment in Shares of the Sub-Fund should be regarded as a long-term investment. • Investors should consult their financial advisors on the suitability of the Sub-Fund for them if in doubt. 	<p><u>Further Information</u> Refer to the relevant Appendix (ASIA PACIFIC INCOME FUND) of the Prospectus for further information on product suitability.</p>
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KEY PRODUCT FEATURES

<p>WHAT ARE YOU INVESTING IN?</p> <ul style="list-style-type: none"> • You are investing in a sub-fund of the Fund, an open-ended investment company organised as a société anonyme under the laws of the Grand Duchy of Luxembourg and qualifying as a SICAV and a UCITS. • The Sub-Fund aims to provide income and long term capital growth by investing primarily in income generating securities of countries in the Asia Pacific region (excluding Japan). • Periodic dividends, to be made available at the sole discretion of the Management Company, are intended to be paid in respect of the distribution share class, A (mth) – SGD, A (mth) – SGD (hedged), A (irc) – AUD (hedged), A (mth) – USD and A (dist) – USD, of the Sub-Fund. 	<p>Refer to paragraphs 1 (THE FUND) and 2 (THE SUB-FUNDS) and the relevant Appendix of the Prospectus for further information on features of the product.</p>
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¹ The Prospectus is available for collection from the Singapore Representative at 168 Robinson Road, 17th Floor, Capital Tower, Singapore 068912 or any appointed Singapore distributor.

² Please refer to paragraph 9 (DEALING) of the Prospectus for more information on the dealing frequency.

Investment Strategy	
<ul style="list-style-type: none"> At least 67% of the Sub-Fund's assets (excluding cash and cash equivalents) will be invested in equity securities, debt securities, convertible securities and REITS. Issuers of these securities will be companies that are domiciled in, or carrying out the main part of their economic activity in, the Asia Pacific region (excluding Japan) or governments or their agencies of countries in the Asia Pacific region (excluding Japan). The Sub-Fund will hold between 25% and 75% of its assets in equity securities and between 25% and 75% of its assets in debt securities. The Sub-Fund uses an investment process based on the fundamental analysis of individual securities and their income potential. The Investment Manager will vary asset and country allocations over time to reflect market conditions and opportunities. 	<p>Refer to the relevant Appendix (ASIA PACIFIC INCOME FUND) of the Prospectus for further information on the investment strategy of the Sub-Fund.</p>
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> The Management Company is JPMorgan Asset Management (Europe) S.à r.l. The Investment Manager is JF Asset Management Limited. The Depositary is J.P. Morgan Bank Luxembourg S.A.. 	<p>Refer to paragraphs 3 (MANAGEMENT AND ADMINISTRATION) and 4 (OTHER PARTIES) of the Prospectus for further information on the role and responsibilities of these entities.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <ul style="list-style-type: none"> The value of your investment may fall as well as rise and you may get back less than you originally invested. Past performance is not a guide to future performance. The Sub-Fund may have a higher volatility to its net asset value due to its investment policy when compared to sub-funds investing in global markets, with broader investment policies and/or are a less volatile asset class. “(mth)” and “(irc)” share classes give priority to dividends, rather than to capital growth. Further, investors should note that for the share classes A (mth) – SGD, A (mth) – SGD (hedged), A (irc) – AUD (hedged), A (mth) – USD and A (dist) – USD, dividends may in certain circumstances be paid out of the share class capital and reduce the net asset value of that share class. 	<p>Refer to paragraph 8 (RISK FACTORS) and the relevant Appendix (ASIA PACIFIC INCOME FUND) of the Prospectus for further information on risks of the product.</p>
Market and Credit Risks	
<p>YOU ARE EXPOSED TO MARKET RISKS</p> <ul style="list-style-type: none"> Returns to investors will vary from year to year, depending on dividend income and capital returns generated by the underlying financial assets. Capital returns may be negative in some years and dividends are not guaranteed. The value of equity securities may go down as well as up in response to the performance of individual companies and general market conditions. The value of debt securities may change significantly depending on economic and interest rate conditions as well as the credit worthiness of the issuer. Emerging markets may be subject to increased political, regulatory and economic instability, less developed custody and settlement practices, poor transparency and greater financial risks. Emerging market currencies may be subject to volatile price movements. Emerging market and below investment grade debt securities may also be subject to higher volatility and lower liquidity than non emerging market and investment grade debt securities respectively. The Sub-Fund may invest in China A-Shares through the China-Hong Kong Stock Connect programmes which are subject to regulatory change, quota limitations and also operational constraints which may result in increased counterparty risk. The Sub-Fund may be concentrated in industry sectors and/or countries and as a result, may be more volatile than more broadly diversified funds. The Sub-Fund is hence exposed to the risks of concentration. Investments in REITS may be subject to increased liquidity risk and price volatility due to changes in economic conditions and interest rates. Contingent convertible securities are likely to be adversely impacted should specific trigger events occur (as specified in the contract terms of the issuing company). This may be as a result of the security converting to equities at a discounted share price, the value of the security being written down, temporarily or permanently, and/or coupon payments ceasing or being deferred. 	

YOU ARE EXPOSED TO CURRENCY RISKS

- 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.
- In respect of the Currency Hedged Share Classes, A (mth) – SGD (hedged) and A (irc) – AUD (hedged), the Sub-Fund may invest in assets denominated in any currency. The Investment Manager may choose to hedge all or some of the currency exposure.
- The currency hedging process may not give a precise hedge. Currency Hedged Share Classes seek to minimise the effect of currency fluctuations between the Reference Currency of the Sub-Fund and that of the relevant Share Classes. Investors may have exposure to currencies other than the currency of their Share Class.
- Where a purchase involves a foreign exchange transaction, it may be subject to the fluctuations of currency values.
- The Sub-Fund may invest in assets denominated in any currency and currency exposure may not be hedged for the shares on offer in Singapore. In addition, the net asset value of the AUD and USD denominated Share Classes are not denominated in SGD. Accordingly, foreign currency exchange rate movements are likely to influence your returns, and you may be exposed to exchange rate risks.

YOU ARE EXPOSED TO BOND DEFAULT AND INTEREST RATE RISKS

- Issuers of debt securities may fail to meet payment obligations or the credit rating of debt securities may be downgraded. These risks are typically increased for emerging market and below investment grade debt securities.
- Convertible bonds are subject to the credit, interest rate and market risks stated above associated with both debt and equity securities, and to risks specific to convertible securities. Convertible bonds may also be subject to lower liquidity than the underlying equity securities.
- The credit worthiness of unrated debt securities is not measured by reference to an independent credit rating agency.
- The securities in which this Sub-Fund invests carry a risk of default or downgrade.
- The Sub-Fund will subject investors to potential bond default risks and interest rate risks.

Liquidity Risks

- The Sub-Fund is not listed and you can redeem only on a Singapore Dealing Day³.
- If the total requests for redemptions and switches out of the Sub-Fund on any Luxembourg Dealing Day exceeds 10% of the total value of Shares in issue of that Sub-Fund, the Management Company reserves the right to defer any redemption or switch requests in excess of 10% until the next Luxembourg Dealing Day. On the next Luxembourg Dealing Day, or Luxembourg Dealing Days until completion of the original requests, deferred requests will be dealt with in priority to later requests.

Product Specific Risks

YOU ARE EXPOSED TO DERIVATIVE RISKS

- The Sub-Fund may, within its prescribed limits, invest in financial derivative instruments for hedging purposes and for Efficient Portfolio Management.
- Participation in certain financial derivative instruments involves risks of a type, level or nature to which the Sub-Fund would not ordinarily be subject to.
- In an extreme scenario, investments made through derivative transactions may cause the investor to lose his entire principal amount invested.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Payable directly by you

Initial Charge	Class A: Up to 5% [#] .
Redemption Charge	Class A: Nil (Maximum: 0.5%).
Switching Fee	Class A: Up to 1%.

[#] Initial charge is calculated based on a percentage of the net investment amount.

Payable by the Sub-Fund from invested proceeds

Annual Management and Advisory Fee	Class A: 1.50% per annum, payable monthly in arrears.
Distribution Fee	Class A: Nil.
Operating and Administrative Expenses	Class A: 0.30% per annum (Maximum).

Refer to paragraph 7 (FEES, CHARGES AND EXPENSES) and the relevant Appendix (ASIA PACIFIC INCOME FUND) of the Prospectus for further information on fees and charges.

³ Please refer to paragraph 9 (DEALING) of the Prospectus for more information.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

- The relevant prices of selected Share Classes of the Sub-Fund may be published in The Asian Wall Street Journal, and prices of such Share Classes of the Sub-Fund will usually be made available on the website of the Singapore Representative (www.jpmorganam.com.sg), on the following Singapore business day after each relevant Dealing Day.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- You may request for the redemption of your Shares on any Singapore Dealing Day through the relevant appointed Singapore distributor through which your Shares were purchased, and such Singapore distributor will in turn forward the application for subscription or the request for redemption to the relevant Local JPM Entity or the Management Company on your behalf (for purposes of subscription, no “cooling-off” or cancellation period will be applicable).
- The redemption proceeds will normally be paid within 5 Singapore Dealing Days and in any event not later than 15 Singapore Dealing Days from the relevant Dealing Day to the Singapore Shareholder.
- Redemption instructions received by a Local JPM Entity from the Singapore Shareholders before 17:00 (Singapore time) on a Dealing Day, or such other time agreed by the relevant Local JPM Entity, and permitted by the Board of Directors, will normally be executed at the relevant Net Asset Value per Share on that day. Instructions received after 17:00 (Singapore time) on a Dealing Day will normally be executed at the Net Asset Value per Share calculated on the next Dealing Day. All instructions to convert or redeem Shares shall be dealt with on an unknown net asset value basis before the determination of the net asset value for that day. Singapore distributors may impose their own dealing deadlines/practices on you which may be different from a Local JPM Entity’s dealing deadlines/practices (for instance, an earlier dealing deadline may be imposed). You should confirm the applicable dealing deadline/practices with your relevant Singapore distributor.
- The following example assumes a redemption charge of 0% and 0.5% for Class A (SGD) Shares. Based on a redemption amount of 1,000 Shares and a notional Net Asset Value per Share of SGD 10.00, the amount of redemption proceeds payable to you will be:

Refer to paragraphs 15 (OBTAINING PRICE INFORMATION), 10.2 (SUBSCRIPTION – Subscription Procedure) and 11 (REDEMPTION) of the Prospectus for further information on valuation and exiting from the product.

Example: Class A (SGD) Shares with a redemption charge of 0%

1,000 Shares	X	SGD 10.00	=	SGD 10,000.00
Redemption Amount		Net Asset Value per Share		Gross Redemption Proceeds
SGD 10,000.00	–	Nil	=	SGD 10,000.00
Gross Redemption Proceeds		Redemption Charge (0%)		Net Redemption Proceeds

Example: Class A (SGD) Shares with a redemption charge of 0.5%

1,000 Shares	X	SGD 10.00	=	SGD 10,000.00
Redemption Amount		Net Asset Value per Share		Gross Redemption Proceeds
SGD 10,000.00	–	SGD 50.00	=	SGD 9,950.00
Gross Redemption Proceeds		Redemption Charge (0.5%)		Net Redemption Proceeds

Please note that different Share Classes offered pursuant to the Prospectus may be denominated in different currencies.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

- You may contact, JPMorgan Asset Management (Singapore) Limited (Company Registration No. 197601586K), the Singapore Representative at 168 Robinson Road, 17th Floor, Capital Tower, Singapore 068912, telephone number: (65) 6882 1328, www.jpmorganam.com.sg or any appointed Singapore distributor.

APPENDIX: GLOSSARY OF TERMS

“Board of Directors”	means the board of directors of JPMorgan Funds.
“Business Day”	means a week day other than New Year’s Day, Easter Monday, Christmas Day and the day prior to and following Christmas Day.
“Currency Hedged Share Class”	means the intention to hedge the value of the net assets in the reference currency of the Sub-Fund or the currency exposure of certain (but not necessarily all) assets of the relevant Sub-Fund into either the reference currency of the Currency Hedged Share Class, or into an alternative currency as specified in the relevant Share Class’ name.
“Dealing Day”	means a day which is both a Luxembourg Dealing Day and a Hong Kong Business Day.
“Efficient Portfolio Management”	is an investment technique aimed at either reducing risk, reducing cost or generating additional capital or income with a level of risk consistent with the risk profile of the Sub-Fund.
“Fund”	means the JPMorgan Funds.
“Hong Kong Business Day”	means a day other than Saturday or Sunday or a local holiday on which banks in Hong Kong are open for normal banking business.
“Local JPM Entity”	means JPMFAL or the Singapore Representative (together the “Local JPM Entities”).
“Luxembourg Dealing Day”	means a Business Day other than, in relation to a Sub-Fund’s investments, a day on which any exchange or market on which a substantial portion of the relevant Sub-Fund’s investments is traded, is closed. When dealings on any such exchange or market are restricted or suspended, the Management Company may, in consideration of prevailing market conditions or other relevant factors, determine whether a Business Day shall be a Luxembourg Dealing Day or not, or when dealings on any such exchange or market are restricted or suspended.
“JPMFAL”	means JPMorgan Funds (Asia) Limited, which has been appointed as the authorised distributor of the Fund in Asia and is also the Fund’s representative in Hong Kong. Please refer to paragraph 10.9 of the Prospectus for details of the nominee arrangement in respect of Shares subscribed for through JPMFAL.
“REITS”	means Real Estate Investment Trusts.
“Shares”	means shares in the Sub-Fund.
“SICAV”	means Société d’Investissement à Capital Variable.
“Singapore Dealing Day”	means a day other than Saturday or Sunday or a local holiday on which banks in Singapore are open for normal banking business and which is also a Dealing Day.
“Singapore Representative”	means JPMorgan Asset Management (Singapore) Limited, which is the Fund’s representative in Singapore and has also been appointed as the authorized distributor of the Fund in Asia. Please refer to paragraph 10.9 of the Prospectus for details of the nominee arrangement in respect of Shares subscribed for through the Singapore Representative.
“Singapore Shareholder”	are references to a Singapore distributor appointed by JPMFAL, the Singapore Representative, the Management Company or their affiliates or nominee of the Singapore distributor, who acts as an agent to an investor and holds Shares on behalf of an investor. For the avoidance of doubt, references to an “investor” are references to a person (whether an individual or other legal person) applying for or investing in Shares through such a Singapore distributor.
“Sub-Fund”	means JPMORGAN FUNDS – ASIA PACIFIC INCOME FUND.
“UCITS”	means Undertaking for Collective Investments in Transferable Securities.