

JPMorgan Funds
Société d'Investissement à Capital Variable
Registered Office: European Bank and Business Centre, 6 route de Trèves,
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JD-12/06041

Erste Investment Ltd.
Népfürdő utca 24-26
H-1138 Budapest
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Luxembourg, 7 January 2013

Dear Investor,

Changes to JPMorgan Funds (the "Fund")

I am writing on behalf of the Board of Directors (the "Board") to inform you of changes being made to certain sub-funds (each a "Sub-Fund") and to the Fund's prospectus (the "Prospectus"). Please carefully review the information contained in this letter.

1. JPMorgan Funds - Europe Balanced Fund (EUR)

The Board has decided to amend the investment policy of the Sub-Fund to permit a wider range of investment powers. As a result, with effect from 14 February 2013:

- The Sub-Fund will be permitted to make increased use of financial derivative instruments in order to achieve its investment objective.
- The investment policy of the Sub-Fund will be extended to allow investments in European corporate debt securities in addition to government debt securities.
- The Sub-Fund may invest in below investment grade and unrated debt securities; however, will seek to maintain an average credit quality of investment grade.

The Board also wishes to clarify the Sub-Fund's approach to asset allocation, therefore the following language has been added to the investment policy:

"To enhance investment returns, the Investment Manager may use both long and short positions(achieved through the use of financial derivative instruments) to vary asset, currency and market allocations in response to market conditions and opportunities. As a result the Sub-Fund may have net long or net short exposure to certain markets, sectors or currencies from time to time".

The risk profile and the investor profile of the Sub-Fund will also be amended as a consequence of the above changes. However, the changes are not sufficient to alter the risk and reward category specified in the Sub-Fund's Key Investor Information Document.

If, as a consequence of these changes, you wish to redeem or switch your investment in the Sub-Fund, the redemption fee and switch charge that are usually applicable will be waived for all relevant shareholders for all transactions placed for execution on or between Valuation Day 15 January 2013 and Valuation Day 13 February 2013. All other switch and redemption conditions or restrictions as detailed in the Prospectus still apply.



2. JPMorgan Funds – Emerging Markets Multi-Asset Fund

The Board wishes to clarify the Sub-Fund's approach to asset allocation, to provide that allocations to different asset classes and markets may vary and that this may be achieved through the use of both long and short positions (achieved through the use of financial derivative instruments). The following language has therefore been added to the investment policy of the Sub-Fund to replace the existing reference to asset allocation:

“The Sub-Fund has a flexible approach to asset allocation and may use both long and short positions to vary exposure to different asset classes and markets in response to market conditions and opportunities. Allocations may vary significantly and exposure to certain markets, sectors or currencies may be concentrated from time to time.”

The risk profile and the investor profile of the Sub-Fund have also been amended as a consequence of the above changes. However, the above changes have not altered the risk and reward category specified in the Sub-Fund's Key Investor Information Document.

3. JPMorgan Funds – Euro Money Market Fund

In response to the changing market environment, the Board has decided to update the investment objective of the Sub-Fund to read as follows:

“The Sub-Fund seeks to achieve a return in the Reference Currency in line with prevailing money market rates whilst aiming to preserve capital consistent with such rates and to maintain a high degree of liquidity by investing in EUR denominated short-term debt securities.”

The investment policy of the Sub-Fund is amended to provide that the Sub-Fund may have exposure to investments with zero or negative yields in adverse market conditions.

The risk profile of the Sub-Fund is amended accordingly and provides that, in adverse market conditions, the Sub-Fund's objective may not be achieved and Shareholders may get back less than they invested.

4. JPMorgan Funds – JF Asia Pacific Income Fund

In order to facilitate the registration of the Sub-Fund with the Financial Supervisory Service, the regulatory authority in the Republic of Korea, the Board wishes to clarify the Sub-Fund's approach to asset allocation, to provide that allocations to different asset classes and country allocations may vary, depending on market conditions and opportunities. Therefore the following language has been added to the investment policy:

“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.”

These revisions are for clarification only and do not constitute any changes in the way the Sub-Fund is managed.

5. JPMorgan Funds - Europe 130/30 Fund
JPMorgan Funds - Europe Select 130/30 Fund
JPMorgan Funds - US Select 130/30 Fund

The Board has decided to rename Sub-Funds branded “130/30” as the term “130/30” has proven confusing for shareholders and as a result the following Sub-Funds will be renamed on 1 January 2013 as detailed below:

From	To
JPMorgan Funds – Europe 130/30 Fund	JPMorgan Funds – Europe Equity Plus Fund
JPMorgan Funds – Europe Select 130/30 Fund	JPMorgan Funds – Europe Select Equity Plus Fund
JPMorgan Funds – US Select 130/30 Fund	JPMorgan Funds – US Select Equity Plus Fund

The term “Equity Plus” in the Sub-Fund’s name refers to the additional return the Sub-Fund aims to deliver both relative to its benchmark as well as relative to traditional strategies which do not have the ability to hold short positions.

There will be no change in the way in which these Sub-Funds are managed.

If you have any questions about the changes being made or any other aspect of the Fund, please contact the Registered Office of the Fund or your usual local representative.

Yours faithfully,


Berndt May
Director