

Notice of Sub-fund Merger

Summary

This section outlines key information relating to the merger as it concerns you as a shareholder. Further information is contained in the Detailed Sub-fund Comparison that follows as well as in the relevant prospectuses and KIIDs.

KEY FACTS

Your sub-fund	• JPMorgan Investment Funds – Global Bond Fund (USD)
Receiving sub-fund (sub-fund your sub-fund is merging into)	• JPMorgan Funds – Aggregate Bond Fund
Merger date	• 29 November 2013
Background and reasons for merger	• The merger was decided following a review of the fund range which identified considerable overlap between the investment strategy of your sub-fund and that of certain other aggregate bond sub-funds within the range.

IMPACT

Key differences in investment policy between your sub-fund and the receiving sub-fund	<ul style="list-style-type: none"> • Both sub-funds invest primarily in global investment grade debt securities. Your sub-fund generally focuses on government debt securities and invests primarily in developed countries, whereas the receiving sub-fund primarily invests in corporate and government debt securities globally, including emerging markets. • The receiving sub-fund may invest a significant portion of its assets in agency mortgage-backed securities, asset-backed securities and covered bonds.
Potential benefits	<ul style="list-style-type: none"> • We believe that consolidating a number of similar investment strategies into a single aggregate bond strategy will facilitate growth in assets. • In addition, the merger aims to provide a simplified product range for shareholders that allows for more efficient use of fund management, operational and administrative resources by eliminating overlapping investment strategies.
Potential drawbacks	<ul style="list-style-type: none"> • Certain one-time expenses associated with the merger will be borne by your sub-fund. These include costs associated with trading and transferring your sub-fund's assets. • 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	<ul style="list-style-type: none"> • As the merger date approaches, your sub-fund may adjust its portfolio so that it resembles that of the receiving sub-fund, however this rebalancing should not cause your sub-fund to deviate from its investment policy. • Charges of the receiving sub-fund will be the same or lower than your sub-fund. • Your sub-fund will not bear any additional legal, advisory or administrative costs associated with the merger. • Your sub-fund and the receiving sub-fund are sub-funds of different investment companies that are managed by the same Management Company. Both investment companies qualify as UCITS funds under the EC Directive 2009/65 and will therefore benefit from equivalent investor protections and rights. • 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 www.jpmorganassetmanagement.com.

TIMELINE

2:30 p.m. CET, 26 November 2013	<ul style="list-style-type: none"> • You may switch out or redeem shares in your sub-fund free of charge before this cut-off time. After this cut-off time, you will not be able to subscribe for, switch or redeem shares in your sub-fund.
29 November 2013, after close of business	<ul style="list-style-type: none"> • The merger transaction occurs. All the assets, liabilities and any accrued income in your sub-fund will be transferred to the receiving sub-fund, and your sub-fund will cease to exist. • Your shares are exchanged free of charge for shares in the equivalent share class of the receiving sub-fund, based on the net asset value per share in effect that day for both sub-funds. The calculation of the exchange ratio will be audited and documented in the Company auditor's merger report, which will be available to shareholders upon request. • 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.
2 December 2013	<ul style="list-style-type: none"> • As an investor in the receiving sub-fund, you can switch and redeem your new shares and subscribe for additional shares in the receiving sub-fund.

Detailed Sub-fund Comparison

This table compares the relevant KIID language for your sub-fund with that of the receiving sub-fund. The table indicates where KIID language is the same between the sub-funds and where it is different. Unless stated otherwise, terms in this table have the same meaning as in the relevant prospectus.

JPMorgan Investment Funds – Global Bond Fund (USD)	JPMorgan Funds – Aggregate Bond Fund
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GENERAL INFORMATION

Benchmark	Citigroup World Government Bond Index (Total Return Gross) Hedged to USD	Barclays Global Aggregate Index (Total Return Gross) Hedged to USD
End of Financial Year	31 December	30 June
Investment company	JPMorgan Investment Funds	JPMorgan Funds
Date of Annual General Meeting of shareholders	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).	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).
Base currency	US Dollar (USD)	US Dollar (USD)

OBJECTIVES AND INVESTMENT POLICIES

Language that is Different Between Sub-funds

<p>The Sub-Fund aims to achieve a return in excess of global government bond markets by investing primarily in global investment grade debt securities, using financial derivative instruments where appropriate.</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 investment grade debt securities issued or guaranteed by issuers of developed countries, globally. The Sub-Fund generally focuses on governments or their agencies, state and provincial entities and supranational organisations.</p> <p>The Sub-Fund may invest in below investment grade and unrated debt securities.</p> <p>USD is the reference currency of the Sub-Fund but assets may be denominated in other currencies. However a substantial part of the assets of the Sub-Fund will be denominated in or hedged into USD.</p> <p>The Sub-Fund may not be appropriate for investors who plan to withdraw their money within two years.</p>	<p>The Sub-Fund aims to achieve a return in excess of global bond markets by investing primarily in global investment grade debt securities, using financial derivative instruments where appropriate.</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 global investment grade debt securities. Issuers of these securities may be located in any country, including emerging markets.</p> <p>The Sub-Fund may invest a significant portion of its assets in agency mortgage-backed securities, asset-backed securities and covered bonds with a less significant exposure to other structured products.</p> <p>The Sub-Fund may invest to a limited extent in below investment grade and unrated debt securities.</p> <p>The Sub-Fund may also invest in assets denominated in any currency. However a substantial part of the assets of the Sub-Fund will be hedged into USD.</p> <p>The Sub-Fund may not be appropriate for investors who plan to withdraw their money within three years.</p>
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Language that is the Same in Both Sub-funds

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.

RISK AND REWARD CATEGORY

Category 3

Category 3

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.

RISK FACTORS

Language that is Different Between Sub-funds

The value of debt securities may change significantly depending on economic and interest rate conditions as well as the credit worthiness of the issuer.	The value of debt securities may change significantly depending on economic and interest rate conditions as well as the credit worthiness of the issuer. These risks are typically increased for emerging market debt securities.
No comparable language in your sub-fund	In addition, emerging markets may be subject to less developed custody and settlement practices, higher volatility and lower liquidity than non emerging market securities.
No comparable language in your sub-fund	Asset-backed and mortgage-backed securities may be highly illiquid, subject to adverse changes to interest rates and to the risk that the payment obligations relating to the underlying asset are not met.

Language that is the Same in Both Sub-funds

The value of your investment may fall as well as rise and you may get back less than you originally invested.

The value of financial derivative instruments can be volatile and may result in losses in excess of the amount invested by the Sub-Fund.

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 the KIID and prospectus.

CHARGES

Charges that are Different Between Sub-funds

Ongoing Charge	B: 0.70%	B: 0.65%
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Charges that are the Same in Both Sub-funds

Maximum Entry Charge	A: 3.00%; B: Nil; C: Nil; D: 3.00%; I: Nil; X: Nil
Maximum Exit Charge	A: 0.50%; B: Nil; C: Nil; D: 0.50%; I: Nil; X: Nil
Maximum Switching Charge	1.00%
Ongoing Charge	A: 1.00%; C: 0.55%; D: 1.40%; I: 0.51% Max.; X: 0.10% Max.
Performance Fee	None

Next Steps

To Exchange Your Shares as Part of the Merger

No action is necessary. All shares that you hold in your sub-fund as of the merger date will automatically be exchanged for shares in the receiving sub-fund.

To Switch or Redeem Some or All of Your Shares

Your switch or redemption request should be received prior to 2.30 p.m. CET on 26 November 2013 by your usual local representative or the Management Company. The redemption and switch charge that may be applicable will be waived. All other switch and redemption conditions in the prospectus still apply.

To Get More Information

The Company auditor's merger report, the prospectus and the latest annual and semi-annual reports are available free of charge upon request from the Registered Office of the Company.