

JPMorgan Asset Management (Europe) S.à r.l.
(the "Management Company")
as management company for
JPMorgan Lux Funds
(the "Fund")
Registered Office: 6, route de Trèves, L-2633 Senningerberg,
Grand Duchy of Luxembourg
R.C.S Luxembourg B 27 900

Luxembourg, 15 September 2009

Dear Investor,

Amalgamation of JPMorgan Lux Funds – Emerging Markets Value Fund (the "Sub-Fund") into JPMorgan Funds – Emerging Markets Value Fund (the "Host Sub-Fund")

I am writing, on behalf of the board of managers of the Management Company, to inform you of an important change that will impact the Sub-Fund. The Management Company has decided that the Fund's structure should be changed from a *fonds commun de placement* ("FCP") to a corporate structure in the form of a *société d'investissement à capital variable* ("SICAV") (see the appendix to this letter (the "Appendix")). A SICAV is a more attractive fund structure for many investors, and this increased marketability will in turn enhance the Sub-Fund's prospects of gathering additional assets and so improve the efficiency of the portfolio. To achieve this, the Management Company has therefore decided to amalgamate the Sub-Fund into the Host Sub-Fund, a newly created sub-fund of JPMorgan Funds (a Luxembourg-domiciled Undertaking for Collective Investment in Transferable Securities compliant with the provisions of the EEC Directive 85/611, as amended), which is structured as a SICAV.

The investment objective, investment policy, benchmark, fees and expenses of the Host Sub-Fund are identical to those of the Sub-Fund and set out in the Appendix to this letter.

The costs and expenses of the amalgamation will be borne by the Sub-Fund up to the fixed or capped level of Operating and Administrative Expenses specified in the Prospectus for the unit class of your holding. Transaction costs arising from the transfer of assets to the Host Sub-Fund will be borne by the Sub-Fund. The transfer of assets will take place on 23 October 2009 (the "Amalgamation Date").

On the Amalgamation Date, the Sub-Fund will contribute in kind its assets into the Host Sub-Fund and receive shares newly issued by the Host Sub-Fund. At the same time, the Management Company will declare the liquidation of the Sub-Fund and the newly issued shares of the Host Sub-Fund will be allocated to the Unitholders. As consequence, on the Amalgamation Date, Unitholders in the Sub-Fund will receive, in exchange of their units in the Sub-Fund, the corresponding equivalent number of shares of the corresponding class in the Host Sub-Fund as their holding in the Fund as of the Amalgamation Date.

After the amalgamation of the assets of the Sub-Fund into the Host Sub-Fund, the Sub-Fund will cease to exist.

The final annual accounts of the Fund will be available free of charge upon request at the Registered Office of the Management Company or from the Fund's local representative. The accounts and records of the Fund will remain deposited at the Registered Offices of the Management Company for a period of five years from the Amalgamation Date.

We recommend that you seek advice from your tax adviser on the tax implications (i) of the amalgamation and (ii) of your future holding in a corporate vehicle.

Subscriptions into the Sub-Fund will be accepted until 14:30 CET on 20 October 2009.

If you do not wish to hold shares in the Host Sub-Fund after the Amalgamation Date **or if you do not agree to be bound by the terms and conditions referred to below**, you may redeem your units or switch your holding into another sub-fund of the Luxembourg domiciled JPMorgan fund range, free of charge until 14:30 CET on 20 October 2009. **Redemption or switch instructions received after 14.30 CET on 20 October 2009, in respect of units in the Fund, will not be accepted.** Units which were not redeemed by that time will be exchanged on the Amalgamation Date in accordance with the details given above and in the Appendix.

From the Amalgamation Date, Unitholders who have received shares in the Host Sub-Fund will be subject to the current Management Company terms and conditions for investing in a SICAV, a copy of which is attached to this letter.

If you have any questions concerning the amalgamation, please do not hesitate to contact your usual JPMorgan representative.

Unitholders are advised to consult the latest versions of the prospectuses for JPMorgan Lux Funds and for JPMorgan Funds as well as the articles of incorporation of JPMorgan Funds, which are available free of charge upon request at the Registered Office of the Management Company or from the Fund's local representative, as applicable. Additionally, the latest versions of the prospectuses are available on the website, www.jpmorganassetmanagement.com.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'G Goodhew', with a long horizontal flourish extending to the right.

Graham Goodhew
Director

Appendix

Comparison between the Sub-Fund and the Host Sub-Fund

I. The Structure

The structural differences between the JPMorgan Lux Funds (the "Fund") and JPMorgan Funds (the "Host Fund") are set out below:

	The Fund	The Host Fund
Full Name	JPMorgan Lux Funds	JPMorgan Funds
Structure	JPMorgan Lux Funds, a Fonds Commun de Placement ("FCP"). Please refer to the "Form" section in the table below.	JPMorgan Funds, a Société d'Investissement à Capital Variable ("SICAV") . Please refer to the "Form" section in the table below.
Financial year end	31 December	30 June
Management Company and Domiciliary Agent	JPMorgan Asset Management (Europe) S.à r.l.	JPMorgan Asset Management (Europe) S.à r.l.
Supervisory Authority	Commission de Surveillance du Secteur Financier, Grand Duchy of Luxembourg.	Commission de Surveillance du Secteur Financier, Grand Duchy of Luxembourg.
Custodian Bank	J.P.Morgan Bank Luxembourg S.A.	J.P.Morgan Bank Luxembourg S.A.

The main differences between FCP and SICAV structure are set out below:

	The Sub-Fund, a sub-fund of an FCP	The Host Sub-Fund, a sub-fund of a SICAV
Form	An unincorporated co-proprietorship managed in the interest of its co-owners.	A company.
Management Body of undertakings for collective investment in transferable securities (UCITS)	An FCP is managed by a Luxembourg management company governed by Chapter 13 of the Law of 20 th December 2002 law on undertakings for collective investment.	The management of a SICAV is carried out by its Board of Directors (the "Board"), elected by the shareholders. The Board of the SICAV has designated a management company governed by Chapter 13 of the Law of 20 th December 2002 law on undertakings for collective investment.
Unitholder/Shareholder	Generally an FCP structure requires less decision making involvement from Unitholders, as the Management Company retains much of the decisional rights.	Shareholders in a SICAV approve the annual accounts and elect the Board at the annual general meeting, and approve amendments to the Articles of Incorporation of the SICAV. The Board remains fully liable to shareholders and is elected at the annual general meetings.

II. Investment Policies, Objectives and Benchmarks

The Investment Objectives, Policies, Benchmarks and Reference Currencies of the Sub-Fund and the Host Sub-Fund are set out below:

	The Sub-Fund	The Host Sub-Fund
Investment Objective	To provide long-term capital growth by investing primarily in a value style biased portfolio of emerging market companies.	To provide long-term capital growth by investing primarily in a value style biased portfolio of emerging market companies.
Investment Policy	<p>At least 67% of the Sub-Fund's assets (excluding cash and cash equivalents) will be invested in equity and equity linked securities of companies that are incorporated under the laws of, and have their registered office in, an emerging markets country, or that derive the predominant part of their economic activity from emerging market countries, even if listed elsewhere.</p> <p>The Sub-Fund may invest directly in securities listed on the Russian Trading System (RTS) Stock Exchange and the Moscow Interbank Currency Exchange, which are classified as Regulated Markets. Until such time that they become Regulated Markets, the Sub-Fund will limit any direct investment in securities traded on the non Regulated Markets of the Commonwealth of Independent States (together with any other securities not traded on a Regulated Market) to 10% of its net assets.</p> <p>Equity exposure may be achieved through investment in shares, depository receipts, warrants and other participation rights and only to a limited extent through investment in convertible securities, index and participation notes and equity linked notes.</p> <p>Bonds, other debt securities, cash and cash equivalents may be held on an ancillary basis.</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 may be hedged. The Sub-Fund may invest in financial</p>	<p>At least 67% of the Sub-Fund's assets (excluding cash and cash equivalents) will be invested in equity and equity linked securities of companies that are incorporated under the laws of, and have their registered office in, an emerging markets country, or that derive the predominant part of their economic activity from emerging market countries, even if listed elsewhere.</p> <p>The Sub-Fund may invest directly in securities listed on the Russian Trading System (RTS) Stock Exchange and the Moscow Interbank Currency Exchange, which are classified as Regulated Markets. Until such time that they become Regulated Markets, the Sub-Fund will limit any direct investment in securities traded on the non Regulated Markets of the Commonwealth of Independent States (together with any other securities not traded on a Regulated Market) to no more than 10% of its net assets.</p> <p>Equity exposure may be achieved through investment in shares, depository receipts, warrants and other participation rights and only to a limited extent through investment in convertible securities, index and participation notes and equity linked notes.</p> <p>Bonds, other debt securities, cash and cash equivalents may be held on an ancillary basis.</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 may be hedged. The Sub-Fund may invest in financial</p>

	derivative instruments for hedging purposes and for efficient portfolio management. Techniques and instruments (including, but not limited to, securities lending or repurchase agreements) relating to transferable securities and money market instruments may be used for the purpose of efficient portfolio management.	derivative instruments for hedging purposes and for efficient portfolio management. Techniques and instruments (including, but not limited to, securities lending or repurchase agreements) relating to transferable securities and money market instruments may be used for the purpose of efficient portfolio management.
Benchmark	MSCI Emerging Markets (Total Return Net)	MSCI Emerging Markets (Total Return Net)
Reference Currency	US Dollar (USD)	US Dollar (USD)

The Investor Profile and the Risk Profile remains the same.

III. Fees and Expenses

The total expense ratios (being the sum of the Annual Management and Advisory Fee and the Operating and Administrative Expenses) of the share classes in the Host Sub-Fund are equal to those of the equivalent unit classes in the Sub-Fund. The Fees and Expenses applied to each fund are set out below:

The Sub-Fund

Class of Units	Initial Charge	Annual Management and Advisory Fee	Operating and Administrative Expenses	Redemption Charge
JPM Emerging Markets Value A (acc) – USD	5.0%	1.50%	0.40%	0.5%
JPM Emerging Markets Value B (acc) – USD	Nil	0.90%	0.25%	Nil
JPM Emerging Markets Value C (acc) – USD	Nil	0.85%	0.25%	Nil
JPM Emerging Markets Value I (acc) – USD	Nil	0.85%	0.21% Max	Nil
JPM Emerging Markets Value X (acc) – USD	Nil	Nil	0.20% Max	Nil

The Host Sub-Fund

Share Class	Initial Charge	Annual Management and Advisory Fee	Operating and Administrative Expenses	Redemption Charge
JPM Emerging Markets Value A	5.0%	1.50%	0.40%	0.5%
JPM Emerging Markets Value B	Nil	0.90%	0.25%	Nil
JPM Emerging Markets Value C	Nil	0.85%	0.25%	Nil
JPM Emerging Markets Value I	Nil	0.85%	0.21% Max	Nil
JPM Emerging Markets Value X	Nil	Nil	0.20% Max	Nil

IV. Dividend Policy

The accumulating unit classes of the Sub-Fund will be merged into accumulating share classes of the Host Sub-Fund.

V. Investment Manager

The Sub-Fund

JPMorgan Investment Management Inc., New York office had been appointed as the Investment Manager of the Sub-Fund.

The Host Sub-Fund

JPMorgan Asset Management (UK) Limited, as well as JPMorgan Investment Management Inc., New York office has been appointed as the Investment Manager of the Host Sub-Fund.

VI. Frequency of subscriptions and redemptions

The Fund

The dealing days of JPMorgan Lux Funds, where investors may subscribe and redeem, are a week day other than New Year's Eve, New Year's Day, Easter Monday, Christmas Day, the day prior to and following Christmas Day, or, if these days do not fall on week days, holidays in lieu of these days.

The Host Fund

The dealing days of JPMorgan Funds, where investors may subscribe and redeem are, a week day other than New Year's Day, Easter Monday, Christmas Day and the day prior to and following Christmas Day.