

JPMorgan Funds
Société d'Investissement à Capital Variable
Registered Office: European Bank and Business Centre, 6 route de Trèves,
L-2633 Senningerberg, Grand Duchy of Luxembourg
R.C.S. Luxembourg B 8478

«Addressee»
«Address_1»
«Address_2»
«Address_3»
«Address_4»
«Address_5»

Luxembourg, 6 July 2011

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 – America Equity Fund

With effect from 16 August 2011, it has been decided to take a more focused approach in the number of stocks held in the Sub-Fund’s portfolio and to move to a concentrated portfolio of approximately 20 to 40 companies. The Investment Policy has therefore been amended to include the following statement:

“The Sub-Fund’s portfolio will invest in approximately 20 to 40 companies.”

This change will also be reflected in the Investment Objective, Investor Profile and Risk Profile of the Sub-Fund.

If, as a consequence of the change outlined in point 1 above, 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 July 2011 and Valuation Day 15 August 2011. All other switch and redemption conditions as detailed in the Prospectus still apply.

2. JPMorgan Funds – Brazil Alpha Plus Fund

With effect from 16 August 2011, the Board has decided to reposition the Sub-Fund from an “Alpha Plus” fund to an “Equity” fund and rename the Sub-Fund the JPMorgan Funds – Brazil Equity Fund.

The Sub-Fund will retain the ability to hedge against directional risk and market exposure and net market exposure will typically range between 80% and 100% of the Sub-Fund’s net assets.

The Investment Policy will therefore be amended to include the following statement;

“The net market exposure of the Sub-Fund will typically range between 80% and 100% of the Sub-Fund’s net assets.”

The Investment Objective, Investor Profile and Risk Profile of the Sub-Fund will also be amended to reflect these changes.

If, as a consequence of the changes outlined in point 2 above, 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 July 2011 and Valuation Day 15 August 2011. All other switch and redemption conditions as detailed in the Prospectus still apply.

3. JPMorgan Funds – US 130/30 Fund

Following a recent review, the Board has decided to change the name of the Sub-Fund to better reflect the more dynamic investment process utilised by the Investment Manager. With effect from 16 August 2011 the name will therefore change to JPMorgan Funds – US Dynamic 130/30 Fund.

Amendments have also been made to the Investment Objective, the Investor Profile and Risk Profile in order to emphasize the aggressive investment approach of the Sub-Fund. The investment objective will therefore be amended as follows:

“To provide long-term capital growth through exposure to US companies by direct investments in securities of such companies and through the use of financial derivative instruments. The portfolio will be managed aggressively.”

If, as a consequence of the changes outlined in point 3 above, you wish to redeem or switch your investment in the Sub-Fund, the redemption fee and switch charge that is usually applicable will be waived for all relevant shareholders for all transactions placed for execution on or between Valuation Day 15 July 2011 and Valuation Day 15 August 2011. All other redemption and switch conditions as detailed in the Prospectus still apply.

4. JPMorgan Funds – US Small and Micro Cap Fund

In order to enhance returns for investors, the Board has decided to expand the investment universe of the US Small and Micro Cap Fund to allow the Sub-Fund to invest to mid-capitalisation companies. With effect from 16 August 2011 the Sub-Fund will therefore be renamed the JPMorgan Funds – US Smaller Companies Fund and the investment policy of the Sub-Fund will be amended to include the following statement:

“The Sub-Fund may also invest in mid capitalisation US companies and, to a lesser extent, in Canadian companies.”

If, as a consequence of the changes outlined in point 4 above, you wish to redeem or switch your investment in the Sub-Fund, the redemption fee and switch charge that is usually applicable will be waived for all relevant shareholders for all transactions placed for execution on or between Valuation Day 15 July 2011 and Valuation Day 15 August 2011. All other redemption and switch conditions as detailed in the Prospectus still apply.

5. Amendments to switching restrictions in respect of T Shares

The Board has decided to revise the switching conditions in respect of shareholders of the T Share Class. Shareholders of the T Share Class will henceforth be permitted to switch their investment to a T Share Class of another Sub-Fund, subject to meeting any relevant qualifications for investment or other switching conditions as detailed in the Prospectus.

6. Amendments to Rights on a Winding Up

In order to provide greater clarity to investors, the Board has decided to amend the language in the prospectus describing the threshold at which the Directors may elect to merge or liquidate a Sub-Fund. With effect from 16 August 2011, this threshold will be increased to USD 30,000,000. The first sentence of the second paragraph of section 3.6 "Details of Shares – Rights on a Winding Up" will therefore be amended accordingly. This change will not adversely affect Shareholders in the Fund.

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

Yours faithfully,

A handwritten signature in black ink, appearing to read "B May", with a vertical line extending downwards from the end of the signature.

Berndt May
Director

Please be advised that the latest version of the prospectus and articles of incorporation as well as copies of the latest annual and semi annual report are available free of charge upon request at the registered office of the Fund or from the Fund local representative. The latest version of the Prospectus is also available on the website www.jpmorganassetmanagement.com

Please note that some of the Sub-Funds or share classes mentioned in this letter may not be authorised or their offering may be restricted in your jurisdiction. This letter is sent for informative purpose only and should not be considered as an advice or recommendation to sell or buy shares in the Funds.