Audited Annual Report

JPMorgan
Investment Strategies
Funds II (in liquidation)
Société d’Investissement à Capital Variable, Luxembourg
Register of Commerce Luxembourg No. B 115 173

for the period from 1 October 2014 to 10 July 2015
(date of the opening of the Liquidation)
JPMorgan Investment Strategies Funds II (in liquidation)
Audited Annual Report
As at 10 July 2015 (date of the opening of the Liquidation)

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For additional information please consult www.jpmorganassetmanagement.com.

The current prospectus, the current Key Investor Information Documents, the unaudited semi-annual report, as well as the audited annual report can be obtained free of charge from the registered office of the SICAV and from local paying agents.
Chairman
Iain O.S. Saunders
Duine, Ardfern
Argyll PA31 8QN
United Kingdom

Directors
Jacques Elvinger
Elvinger, Hoss & Prussen
2, place Winston Churchill
B.P. 425
L-2014 Luxembourg
Grand Duchy of Luxembourg
Jean Frijns
Antigonelaan 2
NL-5631 LR Eindhoven
The Netherlands
Massimo Greco (from 30 January 2015)
JPMorgan Asset Management (UK) Limited
60 Victoria Embankment
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United Kingdom

John Li How Cheong
The Directors’ Office
19 rue de Bitbourg
L-1273 Luxembourg
Grand Duchy of Luxembourg

Peter Thomas Schwicht
Birkenweg 7
D-61118 Bad Vilbel
Germany

Daniel Watkins (from 13 December 2014)
JPMorgan Asset Management (UK) Limited
60 Victoria Embankment
London EC4Y 0JP
United Kingdom

Registered Office
6, route de Trèves
L-2633 Senningerberg
Grand Duchy of Luxembourg
JPMorgan Investment Strategies Funds II (in liquidation)

Management and Administration

Management Company, Registrar and Transfer Agent,
Global Distributor and Domiciliary Agent
JPMorgan Asset Management (Europe) S.à r.l.
6, route de Trèves
L-2633 Senningerberg
Grand Duchy of Luxembourg

Investment Managers
JPMorgan Asset Management (UK) Limited
60 Victoria Embankment
London EC4Y 0HP
United Kingdom

J.P. Morgan Alternative Asset Management Inc.
270 Park Avenue, Floor 25
New York 10017-2014
United States of America

Custodian, Corporate, Administrative Agent and Paying Agent
J.P. Morgan Bank Luxembourg S.A.
6, route de Trèves
L-2633 Senningerberg
Grand Duchy of Luxembourg

Auditor
PricewaterhouseCoopers, Société coopérative
2, rue Gerhard Mercator
B.P. 1443
L-1014 Luxembourg
Grand Duchy of Luxembourg

Legal Adviser
Elvinger, Hoss & Prussen
2, place Winston Churchill
B.P. 425
L-2014 Luxembourg
Grand Duchy of Luxembourg

Liquidator
Philippe Ringard
JPMorgan Asset Management (Europe) S.à r.l.
6, route de Trèves
L-2633 Senningerberg
Grand Duchy of Luxembourg
Chairman
Iain O.S. Saunders
Independent Director and Chairman. A member of the Board since January 2009.

Mr Saunders graduated in Economics from Bristol University and joined Robert Fleming in 1970. He held several senior positions with the group in Hong Kong, Japan and the US, before returning to the UK in 1988. He was appointed Deputy Chairman of Fleming Asset Management and retired in 2001 following the merger of the Robert Fleming group with JP Morgan. Mr Saunders is currently Chairman of several JPMorgan managed Luxembourg-domiciled investment funds and MB Asia Select Fund.

Directors
Jacques Elvinger
Independent Director. A member of the Board since March 2006.

Mr Elvinger became a member of the Luxembourg Bar in 1984 and has been a partner of the Luxembourg law firm Elvinger, Hoss & Prussen since 1987. Mr Elvinger practices general corporate and banking law and specialises in the field of investment and pension funds. He is a member of the Board of Directors of the Luxembourg Fund Association (ALFI) and is currently Chairman of the Regulation Advisory Board and Co-Chair of the Legal Committee of ALFI. He is also a member of the Advisory Committees to the Luxembourg Commission for the Supervision of the Financial Sector in the area of investment funds, pension funds and investment companies in risk capital. Mr Elvinger currently holds a number of professional and board mandates with European organisations including several JPMorgan managed Luxembourg-domiciled investment funds.

Jean Frijns
Independent Director. A member of the Board since January 2009.

Mr Frijns studied Econometrics, attained a doctorate in Economics from the University of Tilburg and was a lecturer at the Northern Illinois University. He joined the Dutch Central Planning Bureau (CPB), the economic think-tank of the Dutch government in 1980 and, in 1983, was appointed as deputy director of the CPB. Mr Frijns has held various posts including Chief Investment Strategist of ABP, a Dutch pension fund, a professorship in Investments from Vrije Universiteit (Amsterdam) and, since 2005 has served as Chairman of the Monitoring Committee on Corporate Governance. Mr Frijns currently holds a number of professional and board mandates with European organisations including several JPMorgan managed Luxembourg-domiciled investment funds.

Massimo Greco
Connected Director. A member of the Board since January 2015.

Mr Greco, managing director, is responsible for JPMorgan Asset Management’s Global Funds business in Continental Europe, based in London. Mr Greco has been a JPMorgan employee since 1992, he took on his current responsibilities in 2012. In 1998 Mr Greco moved to Head the Investment Management business in Italy. Before that, he worked for Goldman Sachs International in the London Capital Markets team from 1986 to 1992. Mr Greco began his career with the Investment Bank as Head of Sales for Credit and Rates in Italy. Mr Greco holds a degree in Economics from the University of Turin and an MBA (Major in Finance) from the Anderson Graduate School of Management at UCLA.

John Li How Cheong
Independent Director. A member of the Board since June 2012.

During the last 26 years Mr Li worked essentially in the financial sector auditing and advising clients such as banks, investment funds, insurance companies, etc. Clients also were from Europe, US, Japan and Asia offering Mr Li an extensive experience in dealing with international companies. Mr Li was a Partner at KPMG Luxembourg for more than 20 years during which he was Managing Partner for 8 years before taking on the role of Chairman of the Supervisory board for 3 years. Mr Li was also a member of the Investment Management Practice.

Mr Li is a board member of the Fondscor Group in Luxembourg and a member of the Advisory Committees to the Luxembourg Commission for the Supervision of the Financial Sector in the area of investment funds, pension funds and investment companies in risk capital. Mr Li currently holds a number of board mandates with financial institutions including several JPMorgan managed Luxembourg-domiciled investment funds.

Peter Thomas Schwicht
Independent Director since 1 November 2014. A member of the Board since June 2012.

Mr Schwicht obtained a Business Economics degree from the University of Mannheim in Germany after having studied business, tax and accounting in Hamburg, Norway and the USA and was an employee of JPMorgan Asset Management from 1987 until October 2014. Prior to his retirement Mr Schwicht was the Chief Executive of Investment Management – EMEA, JPMorgan Asset Management He had previously held positions as the Head of the Continental Europe Institutional business and the Investment Management Country Head for Institutional and Retail business in Germany where he first developed the business and then went on to expand this throughout Continental Europe.

Mr Schwicht is currently a Director of several JPMorgan managed Luxembourg-domiciled investment funds.

Daniel Watkins
Connected Director. A member of the Board since December 2014.

Mr Watkins, managing director, is the Deputy CEO of JPMorgan Asset Management’s IM Europe and Global Co-Head of IM Client Services and Business Platform. Mr Watkins has been an employee since 1997 and oversees the business infrastructure of Investment Management in Europe and Asia including client services, fund administration, product development, and RFP. Mr Watkins also performs the role of Deputy CEO of GIM EMEA, acting as a director of all the regulated legal entities across the region. Mr Watkins has held a number of positions at JPMorgan namely, Head of Europe CDO and Global IM Operations, Head of the European Operations Team, Head of the European Transfer Agency, Head of Luxembourg Operations, manager of European Transfer Agency and London Investment Operations; and manager of the Flemings Investment Operations Teams. Mr Watkins obtained a BA in Economics and Politics from the University of York and is a qualified Financial Advisor. Mr Watkins is currently a Director of several JPMorgan managed Luxembourg-domiciled investment funds.
JPMorgan Investment Strategies Funds II (in liquidation)

Board of Directors' Report (continued)

The Board of Directors (the “Board”) is pleased to present the Audited Annual Report for the period from 1 October 2014 to 10 July 2015 (date of the opening of the Liquidation).

Structure of the Fund

The Fund is a variable capital investment company, organised as a “Société Anonyme”, under the laws of the Grand Duchy of Luxembourg. The Board has appointed JPMorgan Asset Management (Europe) S.à r.l. (JPMAME) as Management Company of the Fund. The Fund is organised as an “umbrella” with a number of Sub-Funds each of which has its own investment objective, policies and restrictions. The objective of the Fund is to place the money available to it in transferable securities and other permitted assets of any kind, in accordance with the Fund’s Prospectus, with the purpose of spreading investment risks and affording shareholders the results of the management of their portfolios.

The Fund qualifies as an Undertaking for Collective Investment in Transferable Securities (UCITS) under the EC Directive 2009/65/EC of 13 July 2009 and is subject to the Luxembourg Law of 17 December 2010, as amended, on undertakings for collective investment. The Fund may therefore be offered for sale in European Union Member States, subject to notification in countries other than the Grand Duchy of Luxembourg. In addition, applications to register the Fund and its Sub-Funds may be made in other countries.

As at 10 July 2015 (date of the opening of the Liquidation), the Fund had 1 Sub-Fund. The Sub-Fund and remaining active Share Classes are registered for offer and distribution in the Grand Duchy of Luxembourg and a number of the Share Classes are registered for distribution in the following jurisdictions:

- Belgium, France, Italy, The Netherlands, Spain and Sweden.

Role and Responsibility of the Board

The responsibility of the Board is governed exclusively by Luxembourg law. With respect to the annual accounts of the Fund, the duties of the Directors are governed by the law of 10 December 2010 on, inter alia, the accounting and annual accounts of undertakings for collective investment and by the Luxembourg Law of 17 December 2010, as amended, relating to undertakings for collective investment.

A management agreement between the Fund and JPMorgan Asset Management (Europe) S.à r.l. sets out the matters over which the Management Company has authority under Chapter 15 of the Luxembourg Law of 17 December 2010, as amended. This includes management of the Fund’s assets and the provision of administration, registration, domiciliation agents and marketing services. All other matters are reserved for approval by the Board and a schedule setting out such matters is in place between the Board and the Management Company. The matters reserved for the Board include determination of each Sub-Fund’s investment objective and policies, investment restrictions and powers, amendments to the Prospectus, reviewing and approving key investment and financial data, including the annual accounts, as well as the appointment of, and review of the services provided by, the Management Company, Auditor and custodian.

Prior to each Board meeting the Directors receive detailed and timely information allowing them to be prepared for the items under discussion during the meeting. For each quarterly meeting the Board requests, and receives reports from, amongst others, the Management Company, the investment managers, risk management and as well as proposals for changes to existing Sub-Funds or proposals to launch new ones as appropriate. Senior representatives of each of these functions attend Board meetings by invitation to enable the Directors to question the reports presented to it.

The Directors take decisions in the interests of the Fund and its shareholders as a whole and refrain from taking part in any deliberation or decision which creates a conflict of interest between their personal interests and those of the Fund and its shareholders. The subject of conflicts of interest is documented in the Prospectus and the Management Company’s policy on conflicts of interest is available for inspection on the website: http://www.jpmorganassetmanagement.lu/ENG/Document_Library

The Board can take independent professional advice if necessary and at the Fund’s expense.

Board Composition

The Board is chaired by Mr Saunders and consists of five independent Directors and one Connected Director. The Board defines a Connected Director as someone who is employed by JPMorgan Chase & Co or any of its affiliates. All Board meetings require a majority of Independent Directors to be in attendance and as such the Board acts independently from the Management Company. The Board as a whole has a breadth of investment knowledge, financial skills, as well as legal and other experience relevant to the Fund’s business. Directors are elected annually by shareholders at the Annual General Meeting. The Board does not limit the number of years of Directors’ service and it does take into account the nature and requirements of the fund industry and of the Fund’s business when making recommendations to shareholders that Directors be elected. The terms of each Director’s appointment are set out in a contract for services and these are available at the Fund’s registered office for inspection.

Record to the Composition of the Board

Mr May resigned from the Board with effect from the close of business on 12 December 2014. The Board would like to take this opportunity to record its thanks for his service.

At the Board meeting held on 12 December 2014, the Board appointed Mr Daniel Watkins as a Director with effect from 13 December 2014 to fill the vacancy created by Mr May’s resignation, subject to approval by the CSSF.

At the Annual General Meeting (“AGM”) held on 30 January 2015 the shareholders appointed Mr Massimo Greco as an additional Director with effect from the date of the AGM. Mr Greco will bring his wealth of knowledge and experience in the asset management business to the Board meetings.

Board Remuneration

The Board believes that the remuneration of its members should reflect the responsibilities and experience of the Board as a whole and be fair and appropriate given the size, complexity and investment objectives of the Fund.

The Board reviews the remuneration paid on an annual basis. The Chairman is currently paid EUR 16,500 per annum and the other Directors EUR 15,000 per annum. The Connected Directors continue to waive their right to remuneration.
Board Meetings and Committees
The Board meets quarterly but if necessary additional meetings will be arranged.

Given the scope and nature of the business of the Fund, the Board does not currently consider it necessary to have a formal Audit or Remuneration Committee or indeed any other standing committees. However, this is kept under review.

All Board related matters are therefore currently approved by the Board or, where there are specific matters that need further consideration, a Sub-Committee of the Board could be formed for this specific purpose. Such circumstances could be where the Board requests some amendments to the Prospectus and where it is not appropriate to wait till the next quarterly Board meeting for this to be approved. These Sub-Committee meetings are usually formed of a minimum of two Directors.

There were four Board meetings held during the year. These were the quarterly Board meetings where, amongst other matters, the agenda included those items highlighted under the section above called ‘Role and Responsibility of the Board’.

In addition to the Board meeting where the Auditors present the report on the audit of the Fund accounts, the Independent Directors also meet with them annually without the Connected Directors being in attendance.

Internal Control
Investment management and all administrative services are provided by the Management Company and custody of assets is provided by J.P. Morgan Bank Luxembourg S.A. The Board’s system of internal control therefore mainly comprises monitoring the services provided by the Management Company and the Custodian, including the operational and compliance controls established by them to meet the Fund’s obligations to shareholders as set out in the Prospectus, Articles of Incorporation as well as all relevant regulations. The Management Company formally reports to the Board on a quarterly basis on the various activities it is responsible for and in addition shall inform the Board without delay of any material administrative or accounting matters.

Corporate Governance and ALFI Code of Conduct
The Board is responsible for ensuring that a high level of corporate governance is met and considers that the Fund has complied with the best practices in the Luxembourg funds industry.

In particular the Board has adopted the ALFI Code of Conduct (the “Code”) which sets out principles of good governance. These principles were amended in July 2013 and are set out below:

1. The Board should ensure that high standards of corporate governance are applied at all times;
2. The Board should have good professional standing and appropriate experience and use best efforts to ensure that it is collectively competent to fulfil its responsibilities;
3. The Board should act fairly and independently in the best interests of the investors;
4. The Board should act with due care and diligence in the performance of their duties;
5. The Board should ensure compliance with all applicable laws and regulations and with the Fund’s constitutional documents;
6. The Board should ensure that investors are properly informed, are fairly and equitably treated, and receive the benefits and services to which they are entitled;
7. The Board should ensure that an effective risk management process and appropriate internal controls are in place;
8. The Board should identify and manage fairly and effectively, to the best of its ability, any actual, potential or apparent conflict of interest and ensure appropriate disclosure;
9. The Board should ensure that shareholder rights are exercised in a considered way and in the best interests of the Fund;
10. The Board should ensure that the remuneration of the Board members is reasonable and fair and adequately disclosed.

The Board considers that the Fund has been in compliance with the principles of the Code in all material aspects throughout the financial period from 1 October 2014 to 10 July 2015 (date of the opening of the Liquidation). The Board undertakes an annual review of ongoing compliance with the principles of the Code.

Proxy Voting Policy
The Board delegates responsibility for proxy voting to the Management Company.

The Management Company manages the voting rights of the shares entrusted in a prudent and diligent manner, based exclusively on the reasonable judgement of what will best serve the financial interests of clients. So far as is practicable, the Management Company will vote at all of the meetings called by companies in which they are invested.

A copy of the proxy voting policy is available from the Fund’s registered office upon request or on the website:
http://am.jpmorgan.co.uk/institutional/aboutus/aboutus/corporategovernance.aspx

Directors and Officers Indemnity Insurance
The Fund’s Articles of Incorporation indemnify the Directors against expenses reasonably incurred in connection with any claim against them arising in the course of their duties or responsibilities as long as they have not acted fraudulently or dishonestly. To protect shareholders against any such claim, the Board has taken out Directors and Officers Indemnity Insurance which indemnifies the Directors against certain liabilities arising in the course of their duties and responsibilities but does not cover against any fraudulent or dishonest actions on their part.

Auditor
PricewaterhouseCoopers, Société coopérative, has been the Fund’s Auditor since March 2006. The provision of audit services was last put to competitive tender in 2013.
JPMorgan Investment Strategies Funds II (in liquidation)

Board of Directors' Report (continued)

Events during the Period

During the period, the total net assets of the Fund decreased from USD 232.5 million to USD 3.5 million at year end.

a) Performance Fees
With effect from 9 October 2014, the Management Company has stopped the accrual of performance fees of JPMorgan Investment Strategies Funds II - Alternative Strategies Fund.

b) Sub-Fund Merger
With effect from 13 February 2015, JPMorgan Investment Strategies Funds II - Global Multi Asset Portfolios Fund was merged into JPMorgan Funds - Global Multi Asset Portfolios Fund.

c) Liquidation
With effect from 10 July 2015 (date of the opening of the Liquidation), the shareholders in an Extraordinary General meeting, resolved with immediate effect the following:

- JPMorgan Investment Strategies Funds II - Alternative Strategies Fund was put into liquidation;
- JPMorgan Asset Management (Europe) S.à r.l., represented by Mr Philippe Ringard, has been appointed as the liquidator of the SICAV.

This resulted in the liquidation of the SICAV. Thereafter, the Directors ceased to be responsible for the SICAV.

With effect from 10 July 2015 (date of the opening of the Liquidation), the SICAV has been removed from the CSSF official list of undertakings for collective investment.

The liquidation expenses will be borne by the Management Company and the SICAV will not bear any additional costs in relation to the liquidation.

Contracts and other agreements with all service providers of the SICAV were terminated accordingly. The Liquidator's Report will be prepared on a basis other than that of a going concern.

The Board of Directors
Luxembourg, 15 October 2015
JPMorgan Investment Strategies Funds II (in liquidation)
Investment Managers’ Report

JPMorgan Investment Strategies Funds II - Alternative Strategies Fund - 1 October 2014 to 10 July 2015 (date of the opening of the Liquidation)
The Sub-Fund, which aims to achieve long-term capital growth by investing primarily in UCITS funds with exposure to a range of alternative investment strategies, outperformed its cash benchmark (Libor 1-month US dollar deposits) over the review period.
At the strategy level, the strongest contribution came from long/short equity, with a return of 9.59% and outperformance of 4.15%. Marshall Wace European TOPS returned 44.47% during the period, while Egerton Capital gained 15.66%. For both funds, returns were driven by inflows into European equity markets, supported by the start of the European Central Bank’s quantitative easing programme.
The second highest contributor was opportunistic/macro, with positive performance of 30.38% and a outperformance of 3.15%. Winton returned 46.66% during the period. The fixed income sector contributed the most to the programme’s performance (especially from long Bund futures), followed by foreign exchange (largely from long US dollar & short euro positioning), equity indices (mainly from long Euro Stoxx and, to a lesser extent, long Nikkei) and cash equities (mainly from the US and Europe).

The merger arbitrage and event driven strategy was down 2.71% and detracted 0.18%. York Event Driven was the main detractor and lost 23.45% over the period. Losing positions included a US airline, a satellite service company and a technology company.

JPMorgan Investment Strategies Funds II - Global Multi Asset Portfolios Fund - 1 October 2014 to 13 February 2015
The Sub-Fund generated a positive absolute return and outperformed its cash benchmark over the bespoke period from 30 September 2014 through to the merger. This positive return was achieved with a low volatility of 3.5%. Throughout the period, we remained broadly positive on equities - a pro-risk stance that has proven beneficial for performance, with long exposure to US, European and Japanese markets all adding value. Among our equity-sensitive strategies, the Global Capital Appreciation Fund enjoyed exceptionally strong performance and was a leading contributor to the overall return of the fund.
Underlying alpha generation among our market-hedged strategies was positive. All underlying strategies generated positive excess returns over the period, with the performance of both the Emerging Markets and US strategies notably strong. Market-neutral strategies also contributed positively, particularly the Systematic Alpha Fund, although the Japan Market Neutral strategy was a marginal detractor. Within this allocation, we added a position in the European Equity Absolute Alpha Fund - a diversifying total return strategy in which we have high conviction.
We became more constructive on duration over the review period, increasing our exposure to government bonds over the fourth quarter of 2014 and into early 2015. Our duration positioning in Australia and the United Kingdom performed well, as did our long US bond position. Conversely, we became more cautious on credit over the period, exiting our position in the Global High Yield Fund in January. Within our credit-sensitive strategies, performance was mixed, as a positive contribution from the Global Strategic Bond Fund was offset by a loss on the Senior Secured Loan Fund.
We have a relatively constructive outlook for risk assets on an intermediate-term horizon, driven by an expectation of improved growth in developed market economies. However, we have become more cautious over the summer, given uncertainty around the exact timing of the US interest rate hiking cycle, challenges in emerging markets - particularly China - and political uncertainty in Europe. In the fund, this has been reflected in reduced equity and duration exposures. We anticipate that the diversified mix of underlying alpha sources should continue to provide an attractive source of returns for the fund.

The Investment Managers
Luxembourg, 15 October 2015

The information stated in this report is historical.
Audit Report

To the Shareholders of JPMorgan Investment Strategies Funds II (in liquidation)

We have audited the accompanying financial statements of JPMorgan Investment Strategies Funds II (in liquidation) and of each of its Sub-Funds, which comprise the Statement of Net Assets and the Schedule of Investments as at 10 July 2015 (date of the opening of the Liquidation) and the Combined Statement of Operations and Changes in Net Assets for the period then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

Responsibility of the Board of Directors of the SICAV for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements and for such internal control as the Board of Directors of the SICAV determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibility of the “Réviseur d’entreprises agréé”

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier”. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgment of the “Réviseur d’entreprises agréé”, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the “Réviseur d’entreprises agréé” considers internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of JPMorgan Investment Strategies Funds II (in liquidation) and of each of its Sub-Funds as of 10 July 2015 (date of the opening of the Liquidation) and of the results of their operations and changes in their net assets for the period then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Emphasis of matter

We draw attention to note 1 and 14 to the financial statements which indicate that the Extraordinary General Meeting of Shareholders, held on 10 July 2015 (date of the opening of the Liquidation), decided the dissolution of the SICAV and to put it into liquidation with immediate effect. Therefore, as indicated in note 2 to the financial statements, the financial statements of the SICAV (in liquidation) and of each of its Sub-Funds for the period ended 10 July 2015 (date of opening of the Liquidation) have been prepared on a liquidation basis of accounting. Our opinion is not qualified in respect of this matter.

Other matters

Supplementary information included in the report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

PricewaterhouseCoopers, Société coopérative
Luxembourg, 15 October 2015

Represented by

Régis Malcourt
JPMorgan Investment Strategies Funds II (in liquidation)
Statement of Net Assets
As at 10 July 2015 (date of the opening of the Liquidation)

<table>
<thead>
<tr>
<th></th>
<th>JPMorgan Investment Strategies Funds II</th>
<th>Alternative Strategies Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>USD</td>
<td>USD</td>
</tr>
<tr>
<td>Assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Investments in Securities at Market Value</td>
<td>2,749,422</td>
<td>2,749,422</td>
</tr>
<tr>
<td>Acquisition Cost</td>
<td>2,629,916</td>
<td>2,629,916</td>
</tr>
<tr>
<td>Cash at Bank and at Brokers</td>
<td>738,491</td>
<td>738,491</td>
</tr>
<tr>
<td>Amounts Receivable on Subscriptions</td>
<td>1,426</td>
<td>1,426</td>
</tr>
<tr>
<td>Interest and Dividends Receivable, Net</td>
<td>31</td>
<td>31</td>
</tr>
<tr>
<td>Total Assets</td>
<td>3,489,372</td>
<td>3,489,372</td>
</tr>
<tr>
<td>Liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Management and Advisory Fees Payable</td>
<td>1,336</td>
<td>1,336</td>
</tr>
<tr>
<td>Other Payables</td>
<td>5,908</td>
<td>5,908</td>
</tr>
<tr>
<td>Total Liabilities</td>
<td>7,244</td>
<td>7,244</td>
</tr>
<tr>
<td>Total Net Assets</td>
<td>3,482,128</td>
<td>3,482,128</td>
</tr>
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</table>

Historical Total Net Assets

<table>
<thead>
<tr>
<th></th>
<th>JPMorgan Investment Strategies Funds II</th>
<th>Alternative Strategies Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>USD</td>
<td>USD</td>
</tr>
<tr>
<td>30 September 2014</td>
<td>232,531,497</td>
<td>70,980,948</td>
</tr>
<tr>
<td>30 September 2013</td>
<td>271,485,964</td>
<td>119,611,830</td>
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The accompanying notes form an integral part of these financial statements.
JPMorgan Investment Strategies Funds II (in liquidation)
Combined Statement of Operations and Changes in Net Assets
For the Period from 1 October 2014 to 10 July 2015 (date of the opening of the Liquidation)

<table>
<thead>
<tr>
<th>JPMorgan Investment Strategies Funds II Combined USD</th>
<th>Alternative Strategies Fund USD</th>
<th>Global Multi Asset Portfolios Fund (EUR)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Income</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dividend Income, Net</td>
<td>174,031</td>
<td>155,450</td>
</tr>
<tr>
<td>Bank Interest</td>
<td>5,644</td>
<td>1,019</td>
</tr>
<tr>
<td><strong>Total Income</strong></td>
<td>180,675</td>
<td>156,469</td>
</tr>
<tr>
<td><strong>Expenses</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Management and Advisory Fees</td>
<td>1,350,159</td>
<td>876,670</td>
</tr>
<tr>
<td>Custodian, Corporate, Administration and Domiciliary Agency Fees</td>
<td>64,346</td>
<td>25,032</td>
</tr>
<tr>
<td>Registrar and Transfer Agency Fees</td>
<td>15,088</td>
<td>1,651</td>
</tr>
<tr>
<td>Taxe d'abonnement</td>
<td>5.06</td>
<td>542</td>
</tr>
<tr>
<td>Sundry Fees****</td>
<td>358,326</td>
<td>340,184</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td>1,738,573</td>
<td>930,853</td>
</tr>
<tr>
<td><strong>Net Income/(Loss)</strong></td>
<td>(1,202,756)</td>
<td>(423,153)</td>
</tr>
<tr>
<td>Net Realised Gain/(Loss) on Sale of Investments</td>
<td>34,170,926</td>
<td>23,687,618</td>
</tr>
<tr>
<td>Net Realised Gain/(Loss) on Forward Currency Exchange Contracts</td>
<td>(17,074,479)</td>
<td>(14,849,675)</td>
</tr>
<tr>
<td>Net Realised Gain/(Loss) on Financial Futures Contracts</td>
<td>267,937</td>
<td>239,638</td>
</tr>
<tr>
<td>Net Realised Gain/(Loss) on Foreign Exchange</td>
<td>164,077</td>
<td>104,938</td>
</tr>
<tr>
<td><strong>Net Realised Gain/(Loss) for the Period</strong></td>
<td>17,480,461</td>
<td>9,182,519</td>
</tr>
<tr>
<td>Net Change in Unrealised Gain/(Loss) on Investments</td>
<td>(15,904,416)</td>
<td>(11,275,076)</td>
</tr>
<tr>
<td>Net Change in Unrealised Gain/(Loss) on Forward Currency Exchange Contracts</td>
<td>444,046</td>
<td>181,058</td>
</tr>
<tr>
<td>Net Change in Unrealised Gain/(Loss) on Financial Futures Contracts</td>
<td>(232,754)</td>
<td>(87,259)</td>
</tr>
<tr>
<td>Net Change in Unrealised Gain/(Loss) on Foreign Exchange</td>
<td>(17,402)</td>
<td>(6,417)</td>
</tr>
<tr>
<td><strong>Net Change in Unrealised Gain/(Loss) for the Period</strong></td>
<td>(15,679,185)</td>
<td>(11,107,594)</td>
</tr>
<tr>
<td><strong>Increase/(Decrease) in Net Assets as a Result of Operations</strong></td>
<td>938,520</td>
<td>(2,652,595)</td>
</tr>
<tr>
<td><strong>Movements in Share Capital</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Subscriptions</td>
<td>24,149,045</td>
<td>12,524,594</td>
</tr>
<tr>
<td>Redemption</td>
<td>25,084,322</td>
<td>239,074,857</td>
</tr>
<tr>
<td><strong>Increase/(Decrease) in Net Assets as a Result of Movements in Share Capital</strong></td>
<td>(211,349,477)</td>
<td>(138,024,391)</td>
</tr>
<tr>
<td><strong>Net Assets at the End of the Period</strong></td>
<td>3,482,128</td>
<td>3,482,128</td>
</tr>
</tbody>
</table>

* This Sub-Fund was merged into JPMorgan Funds - Global Multi Asset Portfolios Fund on 13 February 2015.
* The opening balance was combined using the foreign exchange rates as at 10 July 2015 (date of the opening of the Liquidation). The same net assets when combined using the foreign exchange rate ruling as at 30 September 2014 reflected a figure of USD 232,531,497.
* Sundry Fees are principally comprised of Directors’ fees, audit and tax related fees, registration, publication, mailing, printing fees, legal and marketing expenses.
* * Please refer to Note 3 a).

The accompanying notes form an integral part of these financial statements.
JPMorgan Investment Strategies Funds II (in liquidation)

Statement of Changes in the Number of Shares
For the Period from 1 October 2014 to 10 July 2015 (date of the opening of the Liquidation)

<table>
<thead>
<tr>
<th>Shares Outstanding at the Beginning of the Period</th>
<th>Shares Subscribed</th>
<th>Shares Redeemed</th>
<th>Shares Outstanding at the End of the Period</th>
</tr>
</thead>
<tbody>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - EUR (hedged)*</td>
<td>14,040.377</td>
<td>2,000.000</td>
<td>16,040.377</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - USD</td>
<td>5,151.004</td>
<td>1,372.946</td>
<td>6,523.950</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund C (acc) - EUR (hedged)*</td>
<td>12,698.604</td>
<td>30,872.741</td>
<td>43,571.345</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund I (acc) - USD*</td>
<td>638,891.817</td>
<td>33,091.642</td>
<td>600,783.459</td>
</tr>
<tr>
<td>JPM Global Multi Asset Portfolios Fund D (acc) - SEK (hedged)</td>
<td>1,150,620.656</td>
<td>113,253.459</td>
<td>1,263,874.115</td>
</tr>
</tbody>
</table>

Statistical Information

<table>
<thead>
<tr>
<th>Net Asset Value per Share in Share Class Currency</th>
</tr>
</thead>
<tbody>
<tr>
<td>10 July 2015</td>
</tr>
<tr>
<td>---------------------------------------------------</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - EUR (hedged)*</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - USD</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund C (acc) - EUR (hedged)*</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund I (acc) - USD*</td>
</tr>
<tr>
<td>JPM Global Multi Asset Portfolios Fund D (acc) - SEK (hedged)</td>
</tr>
</tbody>
</table>

(1) This Sub-Fund was merged into JPMorgan Funds - Global Multi Asset Portfolios Fund on 13 February 2015.

* Share Class inactive as at end of the period.

The accompanying notes form an integral part of these Financial Statements.
JPMorgan Investment Strategies Funds II (in liquidation)

Notes to the Financial Statements
As at 10 July 2015 (date of the opening of the Liquidation)

1. Organisation
JPMorgan Investment Strategies Funds II (the "SICAV") is an investment company incorporated on 27 March 2006 for an unlimited period of time. It is organised under Part I of the Luxembourg Law of 17 December 2010, as amended, on Undertakings for Collective Investment as a Société d'Investissement a Capital Variable (SICAV). At 10 July 2015 (date of the opening of the Liquidation), it comprises one Sub-Fund.

On 27 March 2006, JPMorgan Asset Management (Europe) S.à r.l. was appointed by the SICAV to act as Management Company. From 1 July 2011, JPMorgan Asset Management (Europe) S.à r.l. is acting as a Chapter 15 Management Company under the Luxembourg Law of 17 December 2010, as amended, and complies with UCITS IV regulations.

The SICAV is registered with the Registre de Commerce et des Sociétés of Luxembourg, under number B 115 173. The Sub-Fund may contain A, C and I Classes of Shares, which may differ in the minimum subscription amount, minimum holding amount and/or eligibility requirements, reference currency and the fees and expenses applicable to them. As at 10 July 2015 (date of the opening of the Liquidation), Share Classes A and C remain active.

Within the Sub-Fund, individual Classes of Shares may have a currency of denomination that differs from the currency of denomination of the Sub-Fund. The currency denomination for each Class of Share is indicated by a suffix to the Share Class name.

On 10 July 2015 (date of the opening of the Liquidation), the shareholders at the Extraordinary General Meeting, resolved to put the last remaining sub-fund JPMorgan Investment Strategies Funds II - Alternative Strategies Fund into liquidation with immediate effect and approved the appointment of JPMorgan Asset Management (Europe) S.à r.l., as Liquidator. This resulted in the liquidation of the SICAV. Thereafter, the Directors ceased to be responsible for the SICAV. From this date, all subscription and redemption requests were rejected. The liquidation expenses will be borne by the Management Company.

With effect from 10 July 2015 (date of the opening of the Liquidation), the SICAV has been removed from the CSSF official list of undertakings for collective investment.

2. Significant Accounting Policies
The Financial Statements are prepared in accordance with Luxembourg regulations relating to undertakings for Collective Investment. The Financial Statements for the period ended 10 July 2015 (date of the opening of the Liquidation) have been prepared on a liquidation basis. As at 10 July 2015, all asset valuation is considered as the net asset's realisable value whilst all liabilities are measured at net settlement value.

a) Investment Valuation
Transferable securities which are admitted to an official exchange listing or deal in on another regulated market are valued on the basis of the latest available price prevailing at the time of calculating the net asset value.

If securities are listed or dealt in on several exchanges or markets, the latest available price, or if appropriate, the average price on the principal exchange or market is applied. Transferable securities not admitted to an official exchange listing nor dealt in on another regulated market are valued at the latest available price. Those securities for which no price is available or for which the latest available price is not representative are valued on the basis of their reasonably foreseeable sales price determined with prudence and in good faith by the Board of Directors.

Securities issued by any open-ended investment funds are valued at the latest available price or net asset value, as reported or provided by such funds or their agents.

Liquid assets and money market instruments may be valued at nominal value plus any accrued interest or on an amortised cost basis.

The Financial Statements are presented on the basis of the net asset values of JPMorgan Investment Strategies Funds II - Alternative Strategies Fund calculated on 10 July 2015 (date of the opening of the Liquidation). The last official net asset value was calculated on 9 July 2015 (due to a weekly Net Asset Value calculation frequency). In accordance with the prospectus, the net asset values were calculated using the latest exchange rates known at the time of calculation.

b) Realised and Unrealised Gains and Losses on Investments
Investment transactions are accounted for on the trade date (the date the order to buy or sell is executed). For trades into other collective investment schemes, transactions are accounted for on receipt of the trade confirmation from the underlying transfer agents.

Realised gains and losses on sales of investments are calculated on the average book cost. The associated foreign exchange movement between the date of purchase and date of sale of investments is included in realised gains and losses on investments. Unrealised gains and losses on holdings of investments are calculated on the total book cost and include the associated unrealised gains and losses on foreign exchange.

c) Income Recognition
Interest income is accrued daily. Bank interest income is recognised on an accrual basis. Dividend income is accrued on the ex-dividend date. This income is shown net of any withholding taxes and adjusted accordingly when tax reclaims apply.

d) Conversion of Foreign Currencies
The SICAV’s designated currency is USD and each Sub-Fund has its own designated currency. The books and records of each Sub-Fund are denominated in the base currency of the corresponding Sub-Fund. Amounts denominated in other currencies are translated into the base currency on the following basis:

(i) investment valuations and other assets and liabilities initially expressed in other currencies are converted each business day into the base currency using currency exchange rates prevailing on such business day;
(ii) purchases and sales of foreign investments, income and expenses are converted into the base currency using currency exchange rates prevailing on the respective dates of such transactions.

Net realised and unrealised gains or losses on foreign currency transactions represent: (i) foreign exchange gains and losses from the sale and holding of foreign currencies and foreign cash equivalent; (ii) gains and losses between trade date and settlement date on securities transactions and Forward Currency Exchange Contracts; and (ii) gains and losses arising from the difference between amounts of dividends and interest recorded and the amounts actually received.

The resulting gains and losses on translation are included under "Net Realised Gain/(Loss) on Foreign Exchange" in the Combined Statement of Operations and Changes in Net Assets.

The reference currency of the Combined Statement of Operations and Changes in Net Assets is USD. For the USD conversion, the exchange rate applied as at 10 July 2015 (date of the opening of the Liquidation) is as follows:

1 USD = 0.8943824 EUR

e) Forward Currency Exchange Contracts
Unrealised gains or losses on outstanding Forward Currency Exchange Contracts are valued on the basis of currency exchange rates prevailing at the relevant valuation date. The changes in such amounts are included in "Net Change in Unrealised Gain/(Loss) on Forward Currency Exchange Contracts" in the Combined Statement of Operations and Changes in Net Assets.
3. Fees and Expenses

a) Alternative Strategies Fund - Share Class A, Share Class A (hedged), Share Class C, Share Class I and Share Class I (hedged), Global Multi Asset Portfolios Fund - Share Class D (hedged)

The fees and expenses charged to these Classes of shares are set at a fixed percentage of the total net assets of each Class of shares. This fixed percentage covers all fees and expenses connected with the management of these Classes of shares, including Investment Management Fees, shareholder servicing fees and Other Operating and Administrative Expenses, which include but are not limited to Custody, Registrar and Transfer Agent Fees; it does not cover transaction fees, performance fees, taxes paid on investments or extraordinary expenses. No other costs are charged to these Classes of shares, and the Management Company absorbs any difference that may arise between the actual costs of the operations of these Classes of shares and the fixed percentage.

To the extent that the actual operating costs are less than the fixed percentage, the excess is paid to the Management Company and included within "Management and Advisory Fees". To the extent that actual operating costs exceed the fixed percentage, the amount borne by the Management Company is separately disclosed as a "Fee Waiver" in the Statement of Net Assets and the Combined Statement of Operations and Changes in Net Assets.

Sub-Funds may invest in UCITS and other UCIs managed by the Investment Managers or any other member of JPMorgan Chase & Co. The avoidance of a double-charge of the Annual Management and Advisory Fee on such assets is achieved by either a) excluding the assets from the net assets on which the Annual Management and Advisory Fee is calculated; or b) investing in UCITS or UCIs via classes that do not accrue an Annual Management and Advisory Fee or other equivalent fees payable to the relevant Investment Managers’ group; or c) the Annual Management and Advisory Fee being netted off by a rebate to the SICAV or Sub-Fund of the Annual Management and Advisory Fee (or equivalent) charged to the underlying UCITS or UCIs; or d) charging only the difference between the Annual Management and Advisory Fee of the SICAV or Sub-Fund and the Annual Management and Advisory Fee (or equivalent) charged to the underlying UCITS or UCIs.

Where a Sub-Fund invests in UCITS and other UCIs managed by investment managers which are not members of JPMorgan Chase & Co. group, the Annual Management and Advisory Fee may be charged regardless of any fees reflected in the price of the shares or units of such underlying UCITS and UCIs. The management and administrative fees charged by investment managers which are not members of JPMorgan Chase & Co. group are disclosed in the Appendix.

The Operating and Administrative Expenses cover:

(i) Expenses directly contracted by the Fund, including but not limited to the Custodian fees, auditing fees and expenses, the Luxembourg taxe d'abonnement, Directors' fees and reasonable out-of-pocket expenses incurred by the Directors.

(ii) A "fund servicing fee" paid to the Management Company for administrative and related services which will be the remaining amount of the Operating and Administrative Expenses after deduction of the expenses detailed under section (i) above. The Management Company then bears all expenses incurred in the day to day operation and administration of the Fund, including but not limited to formation expenses such as organisation and registration costs, accounting expenses covering fund accounting and administrative services; transfer agency expenses covering registrar and transfer agency services; the Administrative Agent and Domiciliary Agent services; the fees and reasonable out-of-pocket expenses of the paying agents and representatives, legal fees and expenses; ongoing registration, listing and quotation fees, including translation expenses, the cost of publication of the Share prices and postage, telephone, facsimile transmission and other electronic means of communication; the costs and expenses of preparing, printing and distributing the Prospectus, Key Investor Information Documents or any offering document, financial reports and other documents made available to Shareholders.

Operating and Administrative Expenses do not include Transaction Fees and Extraordinary Expenses.

Except where otherwise indicated in Appendix III of the Prospectus, Operating and Administrative Expenses borne by the Share Classes of all Sub-Funds are set at a fixed rate specified in Appendix III of the Prospectus. The Operating and Administrative Expenses borne by X Share Classes will be the lower of the actual expenses incurred by the Fund and the maximum rate detailed in Appendix III of the Prospectus. The Management Company will bear any Operating and Administrative Expenses which exceed the rate specified in Appendix III of the Prospectus.

b) Performance Fees

Pursuant to the Investment Management Agreement, as set out in the Appendix to the Prospectus, the Investment Manager is entitled to receive from the net assets of certain Sub-Funds or Classes, an annual performance-based incentive fee (the “Performance Fee”) if the performance of the Sub-Fund exceeds the return from the benchmark, subject to the operation of a High Water Mark as defined in Appendix V and as specified in Appendix III for each Sub-Fund. On each Valuation Day, an accrual for the previous Valuation Day’s Performance Fee is made, when appropriate, and the final Performance Fee is payable annually.

Pursuant to the provisions of the relevant Investment Management Agreement, the Investment Manager may be entitled to receive the performance fee from the Management Company.

On each Valuation Day, the net asset value of each Class of each Sub-Fund for which a Performance Fee applies, which includes an accrual for all fees and expenses (including the Annual Management and Advisory Fee, and the Operating and Administrative Expenses to be borne by the relevant Class at the rate set out in the Appendix to the Prospectus), is adjusted for any dividend distributions and for subscriptions and redemptions dealt with on that Valuation Day, if any, and any Performance Fee accrued through that day in respect of such Class is added back (the "Adjusted net asset value"). For purposes of calculating the applicable Performance Fee, the “Share Class Return” is computed on each Valuation Day, as the difference between the net asset value (adjusted by adding back any accrued Performance Fee) on such day and the Adjusted net asset value on the previous Valuation Day, expressed as a return based on the previous Valuation Day’s Adjusted net asset value for that Class.
JPMorgan Investment Strategies Funds II – Alternative Strategies Fund EUR hedged 5% LIBOR one-month US Dollar Deposits, hedged into EUR

4. Distribution Policy
The policy of each Sub-Fund and Class is to reinvest all revenues and capital gains and not pay any dividends. The Board of Directors shall nevertheless have the option, in any given accounting period, to propose to the shareholders of any Sub-Fund or Class at the Annual General Meeting the payment of a dividend out of all or part of that Sub-Fund’s or Class’ current net investment income, if the Board of Directors thinks it is appropriate to make such a proposal. The Board of Directors may only propose the payment of a dividend out of the actual profits of any Sub-Fund or Class.

5. Taxation
Under current law and practice, the SICAV is not subject to any taxes in Luxembourg on income or capital gains, nor are dividends distributed by the SICAV liable to any withholding tax. The only tax to which the SICAV in Luxembourg is subject is the subscription tax, (“taxe d’abonnement”), up to a rate of 0.05% per annum based on the net asset value attributed to each Share Class at the end of the relevant quarter, calculated and paid quarterly. A reduced tax rate of 0.02% per annum of the net assets will be applicable to Share Classes as identified in the Appendix. The 0.02% and 0.05% rates described above, as appropriate, are not applicable for the portion of the assets of the SICAV invested in other Luxembourg Undertakings for Collective Investments which are themselves already subject to the taxe d’abonnement.

No stamp duty or other tax is payable on the issue of shares in the SICAV in the Grand Duchy of Luxembourg. No tax is payable on realised or unrealised capital appreciation of the assets of the SICAV in the Grand Duchy of Luxembourg. Although the SICAV’s realised capital gains, whether short or long-term, are not expected to become taxable in another country, the shareholders must be aware and recognise that such a possibility is not totally excluded. The regular income of the SICAV from some of its securities, as well as interest earned on its cash deposits in certain countries, may be subject to withholding taxes at varying rates, which normally cannot be recovered.

6. Statement of Changes in Investments
A list, specifying for each investment within the Sub-Fund the total purchases and sales which occurred during the period under review, may be obtained free of charge upon request at the registered office of the SICAV. Additional information on investments within the Sub-Fund’s portfolio is available to shareholders at the registered office of the SICAV.

7. Value of Financial Instruments and Associated Risks
The SICAV entered into forward currency exchange contracts and financial futures contracts which, by varying degrees, represent a market risk in excess of the amount reflected on the Statement of Net Assets. The amount of the contracts represents the extent of the SICAV’s participation in these financial instruments. Market risks associated with such contracts arise due to the possible movements in foreign exchange rates, indices, and security values underlying these instruments. Other market and credit risks include the possibility that there may be an illiquid market for the contracts, that a change in the value of the contracts may not directly correlate with changes in the value of the underlying currencies, indices, or securities, or that the counterparty to a contract defaults on its obligation to perform under the terms of the contract.

8. Transactions with Connected Parties
All transactions with connected parties were carried out on an arm’s length basis. JPMorgan Chase & Co. and its affiliates are counterparties for certain forward currency exchange contracts and financial futures contracts. The Management Company, Registrar and Transfer Agent, Global Distributor and Domiciliary Agent, Investment Managers, Custodian, Corporate, Administrative Agent and Paying Agent and other related Agents of the SICAV are considered as connected parties as they are affiliated entities of JPMorgan Chase & Co. In addition, Elvinger, Hoss & Prussen (of which Mr. Jacques Elvinger, who is on the Board of the Directors of the SICAV, is a partner) is compensated for legal services to the SICAV.

9. Commission Sharing Arrangements
The Investment Managers may enter into commission sharing arrangements only where there is a direct and identifiable benefit to the clients of the Investment Managers, including the Fund, and where the Investment Managers are satisfied that the transactions generating the shared commissions are made in good faith, in strict compliance with applicable regulatory requirements and in the best interests of the Fund and the Shareholders. Any such arrangements must be made by the Investment Manager on terms commensurate with best market practice. Due to their local regulatory requirements, certain Investment Managers may make use of soft commission to pay for research or execution services. Other jurisdictions may have other arrangements in place to pay for such services in accordance with local regulatory obligations.

10. Information for German Registered Shareholders
A list, specifying for each investment within each Sub-Fund the total purchases and sales which occurred during the financial period, may be obtained free of charge upon request at the registered office of the SICAV and at the office of the German paying and information agent, J.P. Morgan Bank AG, Junghofstraße 14, D-60311 Frankfurt am Main. Additional information on investments within each Sub-Fund’s portfolio is available to shareholders at the registered office of the SICAV and at the office of the German paying and information agent.
11. Information for Swiss Registered Shareholders
J.P. Morgan (Suisse) S.A. was authorised by the Swiss Financial Market Supervisory Authority (FINMA) as Swiss representative of the SICAV and acts also as paying agent. The prospectus, the Key Investor Information Documents, the articles, the annual and semi-annual reports of the SICAV, as well as a list of the purchases and sales which the SICAV has undertaken during the financial period may be obtained, on simple request and free of charge, at the head office of the Swiss representative of the SICAV, J.P. Morgan (Suisse) S.A., 8, rue de la Confédération, CH-1204 Geneva, Switzerland.

12. Directors’ Fees
The only remuneration paid to Directors is an annual fee. Connected Directors waive their right to this fee and consequently no fees were paid in respect of Mr. May, Mr. Greco and Mr. Watkins. Mr. Schwicht was also a Connected Director and waived this fee until 1 November 2014, after which he became an Independent Director.

The total Directors’ fees for the period amounted to EUR 58,040 of which EUR 12,793 was due to the Chairman.

13. Transaction Costs
For the period from 1 October 2014 to 10 July 2015 (date of the opening of the Liquidation), the SICAV incurred transaction costs which have been defined as brokerage fees relating to purchase or sale of transferable securities, derivatives (except OTC derivatives) or other eligible assets. The SICAV also incurred transaction costs charged by the custodian agent and relating to purchase and sale of transferable Securities as follows:

<table>
<thead>
<tr>
<th>Sub-Funds</th>
<th>Base Currency</th>
<th>Custodian Transaction Costs and Brokerage Fees (Base Currency)</th>
</tr>
</thead>
<tbody>
<tr>
<td>JPMorgan Investment Strategies Funds II - Alternative Strategies Fund</td>
<td>USD</td>
<td>-</td>
</tr>
<tr>
<td>JPMorgan Investment Strategies Funds II - Global Multi Asset Portfolios Fund</td>
<td>EUR</td>
<td>20,636</td>
</tr>
</tbody>
</table>

14. Events during the Period
a) Performance Fees
With effect from 9 October 2014, the Management Company has stopped the accrual of performance fees of JPMorgan Investment Strategies Funds II - Alternative Strategies Fund.

b) Sub-Fund Merger
With effect from 13 February 2015, JPMorgan Investment Strategies Funds II - Global Multi Asset Portfolios Fund was merged into JPMorgan Funds - Global Multi Asset Portfolios Fund.

c) Liquidation
With effect from 10 July 2015 (date of the opening of the Liquidation), the shareholders in an Extraordinary General meeting, resolved with immediate effect the following:
- JPMorgan Investment Strategies Funds II - Alternative Strategies Fund was put into liquidation;
- JPMorgan Asset Management (Europe) S.à r.l., represented by Mr. Philippe Ringard, has been appointed as the liquidator of the SICAV.

This resulted in the liquidation of the SICAV. Thereafter, the Directors ceased to be responsible for the SICAV.

With effect from 10 July 2015 (date of the opening of the Liquidation), the SICAV has been removed from the CSSF official list of undertakings for collective investment. The liquidation expenses will be borne by the Management Company and the SICAV will not bear any additional costs in relation to the liquidation. Contracts and other agreements with all service providers of the SICAV were terminated accordingly. The Liquidator’s Report will be prepared on a basis other than that of a going concern.

15. Approval of the Audited Annual Report
The Financial Statements as at and for the period ended 10 July 2015 (date of the opening of the Liquidation) are approved by the Board of Directors on 15 October 2015.
JPMorgan Investment Strategies Funds II - Alternative Strategies Fund (in liquidation)

Schedule of Investments

As at 10 July 2015 (date of the opening of the Liquidation)

<table>
<thead>
<tr>
<th>Investments</th>
<th>Currency</th>
<th>Quantity/ Nominal Value</th>
<th>Market Value USD</th>
<th>% of Net Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>Units of authorised UCITS or other collective investment undertakings</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Ireland</td>
<td>USD</td>
<td>3,386</td>
<td>513,913</td>
<td>14.74</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Luxembourg</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>DB/Platinum Chilton Diversified Fund LC - USD Accumulation</td>
<td>USD</td>
<td>2,097</td>
<td>236,359</td>
<td>6.80</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>DE/Platinum Chilton Diversified SC-US USD Accumulation</td>
<td>USD</td>
<td>2,651</td>
<td>297,110</td>
<td>8.53</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>DE/Platinum IV Systematic Alpha Fund</td>
<td>USD</td>
<td>1,854</td>
<td>230,066</td>
<td>6.89</td>
</tr>
<tr>
<td></td>
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</tr>
<tr>
<td>Merrill Lynch Investment Solutions - York Event Driven Fund E USD Accumulation</td>
<td>USD</td>
<td>1,639</td>
<td>188,102</td>
<td>6.27</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Arbitrage E Accumulation USD</td>
<td>USD</td>
<td>3,751</td>
<td>378,413</td>
<td>10.87</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Servus Platform SEHK - Select Equity Long/Short Sub-Fund USD</td>
<td>USD</td>
<td>3,526</td>
<td>456,410</td>
<td>11.67</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Collective Investment Schemes - UCITS</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>USD</td>
<td></td>
<td>2,236,069</td>
<td>64.22</td>
</tr>
<tr>
<td>Total Investments</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>USD</td>
<td></td>
<td>2,749,422</td>
<td>79.56</td>
</tr>
<tr>
<td>Other Assets/(Liabilities)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>USD</td>
<td></td>
<td>(1,785)</td>
<td>(5.17)</td>
</tr>
<tr>
<td>Total Net Assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>USD</td>
<td></td>
<td>3,462,228</td>
<td>100.00</td>
</tr>
</tbody>
</table>

Geographic Allocation of Portfolio as at 10 July 2015 (date of the opening of the Liquidation)

<table>
<thead>
<tr>
<th>% of Net Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>Luxembourg</td>
</tr>
<tr>
<td>Ireland</td>
</tr>
<tr>
<td>Total Investments</td>
</tr>
<tr>
<td>Cash and Other Assets/(Liabilities)</td>
</tr>
<tr>
<td>Total</td>
</tr>
</tbody>
</table>

Geographic Allocation of Portfolio as at 31 March 2015

<table>
<thead>
<tr>
<th>% of Net Assets</th>
</tr>
</thead>
<tbody>
<tr>
<td>Luxembourg</td>
</tr>
<tr>
<td>Ireland</td>
</tr>
<tr>
<td>Total Investments</td>
</tr>
<tr>
<td>Cash and Other Assets/(Liabilities)</td>
</tr>
<tr>
<td>Total</td>
</tr>
</tbody>
</table>
1. Fund Total Expense Ratios and Capped Expense Ratios#

<table>
<thead>
<tr>
<th>Share Class Name</th>
<th>For the Period ended 30 July 2015</th>
<th>For the Year ended 30 September 2014</th>
<th>For the Year ended 30 September 2013</th>
<th>Inception Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>JPMorgan Investment Strategies Funds II - Alternative Strategies Fund</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - EUR (hedged)**</td>
<td>-</td>
<td>1.90%</td>
<td>1.90%</td>
<td>31-Mar-11</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund F (acc) - USD</td>
<td>1.20%</td>
<td>1.20%</td>
<td>1.20%</td>
<td>19-Oct-12</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund F (acc) - EUR (hedged)**</td>
<td>-</td>
<td>1.16%</td>
<td>-</td>
<td>17-Oct-13</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund I (acc) - USD**</td>
<td>-</td>
<td>1.16%</td>
<td>-</td>
<td>17-Oct-13</td>
</tr>
<tr>
<td>JPM Global Multi Asset Portfolios Fund D (acc) - SEK (hedged)</td>
<td>0.71%***</td>
<td>1.90%</td>
<td>1.90%</td>
<td>12-Nov-10</td>
</tr>
</tbody>
</table>

* These figures do not include the Performance Fees.
** Share Class inactive as at end of the period.
*** The rate disclosed is calculated at merger date and not annualised.

# Expense ratios are calculated in accordance with the guidelines dated 16 May 2008 issued by the Swiss Funds & Asset Management Association. The Total Expense Ratio ("TER") represents the total operating costs as a percentage of the Fund’s average daily net assets. The total operating costs comprise investment management and advisory fees, custodian fees, fee of abonnement and other expenses, as summarised in the Combined Statement of Operations. Overdraft interest and Performance Fees are excluded from the calculation. The capped expense ratios and total expense ratios for some share classes may have changed over the previous five years. All details concerning these changes have been disclosed in previous years’ Financial Statements.

All TER figures are annualised unless otherwise mentioned.

2. Summary of Investment Objectives of the Sub-Funds

JPMorgan Investment Strategies Funds II - Alternative Strategies Fund

Seeks to achieve long term capital growth by investing the majority of its assets in units of UCTs and UCIs, globally, which have exposure to a range of alternative investment strategies.

3. Performance and Volatility

Performance

Returns for periods greater than one year are annualised. Fund performance includes reinvestment of income and is net of all expenses. Past performance is no indication of current or future performance. The performance data does not take into account the commissions and costs incurred on the issue and redemption of units.

Volatility

The standard deviation (D) of the price is calculated on a daily basis throughout each Fund’s financial year. The following details relate to the period from 1 October 2014 to 10 July 2015 (date of the opening of the Liquidation).

- If D is equal to or less than 0.1 then volatility was Low
- If D is greater than 0.1 but less or equal to 1.0 then volatility was Medium
- If D is greater than 1.0 but less than or equal to 2.4 then volatility was High
- If D is greater than 2.4 then volatility was Very High

<table>
<thead>
<tr>
<th>Performance</th>
<th>3 Months</th>
<th>6 Months</th>
<th>9 Months</th>
<th>1 Year</th>
<th>2 Years</th>
<th>3 Years</th>
</tr>
</thead>
<tbody>
<tr>
<td>JPMorgan Investment Strategies Funds II - Alternative Strategies Fund</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - USD</td>
<td>-0.70%</td>
<td>-0.94%</td>
<td>2.02%</td>
<td>4.92%</td>
<td>3.73%</td>
<td>5.05%</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund F (acc) - USD</td>
<td>-0.68%</td>
<td>-0.74%</td>
<td>3.25%</td>
<td>5.54%</td>
<td>4.57%</td>
<td>5.70%</td>
</tr>
<tr>
<td>JPM Global Multi Asset Portfolios Fund D (acc) - SEK (hedged)</td>
<td>-</td>
<td>-</td>
<td>0.81%</td>
<td>3.23%</td>
<td>3.70%</td>
<td>3.96%</td>
</tr>
</tbody>
</table>

4. Interest Rates Received/(Charged) on Bank Accounts

Basis for Bank Interest Rates

The rates are based on the JPMorgan Chase Treasury rates and consequently may change on a daily basis. The bank interest amount is posted to each of the Sub-Fund’s bank accounts on a monthly basis on the third business day of the subsequent month based on the bank balances from the prior month.

5. Sub-Fund Share Class Subject to Taxe d’abonnement Rate of 0.01%

There are no Sub-Fund share classes subject to an asset based tax of 0.01% per annum.

(1) This Sub-fund was merged into JPMorgan Funds - Global Multi Asset Portfolio Fund on 13 February 2015.
6. Portfolio Turnover Ratio
The Portfolio Turnover Ratio is an indicator of the relevance of the additional costs incurred by a fund when buying and selling investments according to its investment policy. The Portfolio Turnover Ratio is calculated in accordance with the CSSF circular 03/122 as outlined below:

\[
\text{Portfolio Turnover Ratio} = \frac{\text{Total securities' purchases and sales} - \text{total subscriptions and redemptions of Sub-Fund shares}}{\text{Average net Sub-Fund assets in Sub-Fund currency}}
\]

The Portfolio Turnover Ratio is expressed as a percentage and in the case the outcome of the calculation is negative, a zero value has been published.

<table>
<thead>
<tr>
<th>Sub-Fund</th>
<th>Portfolio Turnover Ratio (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>JPMorgan Investment Strategies Funds II - Alternative Strategies Fund</td>
<td>0.28</td>
</tr>
<tr>
<td>JPMorgan Investment Strategies Funds II - Global Multi Asset Portfolios Fund (1)</td>
<td>0.28</td>
</tr>
</tbody>
</table>

7. Calculation Method of the Risk Exposure
Global Exposure using the Commitment Approach
JPMorgan Investment Strategies Funds II - Alternative Strategies Fund

(1) This Sub-Fund was merged into JPMorgan Funds - Global Multi Asset Portfolios Fund on 13 February 2015.
### 8. Historical Statement of Changes in the Number of Shares

#### For the Year Ended 30 September 2014

<table>
<thead>
<tr>
<th>Sub-Fund and Share Class</th>
<th>Shares Outstanding at the Beginning of the Year</th>
<th>Shares Subscribed</th>
<th>Shares Redeemed</th>
<th>Shares Outstanding at the End of the Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - EUR (hedged)</td>
<td>84,156,330</td>
<td>7,682,198</td>
<td>77,798,151</td>
<td>14,040,377</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - USD</td>
<td>50,000,000</td>
<td>49,994,849</td>
<td>5.151</td>
<td></td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund C (acc) - USD</td>
<td>941,572,261</td>
<td>127,564,721</td>
<td>1,070,738,978</td>
<td>2,671,004</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund I (acc) - EUR (hedged)</td>
<td>-</td>
<td>22,225,984</td>
<td>9,527,344</td>
<td>12,698,604</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund I (acc) - USD</td>
<td>-</td>
<td>1,164,070,853</td>
<td>505,179,036</td>
<td>658,891,817</td>
</tr>
</tbody>
</table>

#### For the Year Ended 30 September 2013

<table>
<thead>
<tr>
<th>Sub-Fund and Share Class</th>
<th>Shares Outstanding at the Beginning of the Year</th>
<th>Shares Subscribed</th>
<th>Shares Redeemed</th>
<th>Shares Outstanding at the End of the Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - USD</td>
<td>50,000,000</td>
<td>-</td>
<td>-</td>
<td>50,000,000</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - EUR (hedged)</td>
<td>50,356,407</td>
<td>38,079,760</td>
<td>4,279,837</td>
<td>84,156,330</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund C (acc) - USD</td>
<td>187,373,876</td>
<td>840,933,169</td>
<td>63,325,363</td>
<td>965,972,261</td>
</tr>
</tbody>
</table>

### 9. Management fees of Undertakings managed by Investment Managers which are not members of JPMorgan Chase & Co. group

The management fees below are for undertakings managed by investment managers which are not members of JPMorgan Chase & Co. group and held by the SICAV on 10 July 2015 (date of the opening of the Liquidation).

<table>
<thead>
<tr>
<th>Sub-Fund and share Class</th>
<th>Management Fee*</th>
</tr>
</thead>
<tbody>
<tr>
<td>JPM Alternative Strategies Fund A (acc) - USD</td>
<td>1.34%</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund C (acc) - USD</td>
<td>1.59%</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund I (acc) - USD</td>
<td>1.59%</td>
</tr>
<tr>
<td>JPM Alternative Strategies Fund D (acc) - SEK (hedged)</td>
<td>1.59%</td>
</tr>
</tbody>
</table>

*(1) These Sub-Funds were liquidated on 7 February 2013.

* Data sources from last available Prospectus.
For further information concerning JPMorgan Investment Strategies Funds II (in liquidation), please contact the Global Distributor:

JPMorgan Asset Management (Europe) S.à r.l.
Postal Address: L-2633 Luxembourg
Tel No: (352) 34 101 Fax No: (352) 3410 8000
E-mail: fundinfo@jpmorgan.com

Internet: www.jpmorganassetmanagement.com