

# JPMorgan Funds - Emerging Middle East Equity Fund

**Class: JPM Emerging Middle East Equity I (acc) - USD**

**Synthetic risk and reward indicator** Based on share class volatility for the past 5 years. See Key Investor Information Document (KIID) for details.

1	2	3	4	5	6	7
Lower risk/ potential reward Not risk-free					Higher risk/ potential reward	

## Fund overview

<b>ISIN</b>	<b>Sedol</b>	<b>Bloomberg</b>	<b>Reuters</b>
LU0248057191	B11Z3TO	JPEMIUA LX	LU0248057191.LUF

**Investment objective:** To provide long-term capital growth by investing primarily in companies of the emerging markets of the Middle East region.

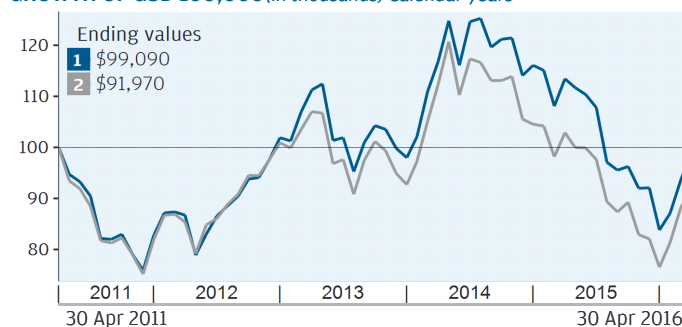
**Investor profile:** This is an equity fund investing primarily in companies of the emerging markets of the Middle East region. The long-term potential of emerging market companies in the Middle East makes this fund attractive for investors looking for enhanced investment returns. However, investors in this fund need to be comfortable with the substantial political and economic risks associated with the emerging markets of the Middle Eastern region. The fund may, therefore, be particularly suitable for investors who already have a globally diversified portfolio and now want to expand into riskier assets in order to potentially boost returns. Because of the high volatility of the region's stock markets, investors should also have a five to ten year investment horizon.

<b>Fund manager(s)</b>	<b>Share class</b>	<b>Domicile</b>
Habib Saikaly	currency USD	Luxembourg
Oleg Biryulyov		
<b>Client portfolio manager(s)</b>	<b>Fund assets</b>	<b>Entry/exit charges</b>
Claire Peck	USD 127.7m	Entry charge (max) 0.00%
Luke Richdale		Exit charge (max) 0.00%
<b>Fund reference</b>	<b>NAV</b>	<b>Ongoing charge</b>
currency USD	USD 92.90	1.01%
	<b>Fund launch</b>	
	18 May 1998	
	<b>Class launch</b>	
	8 Dec 2010	

## Performance

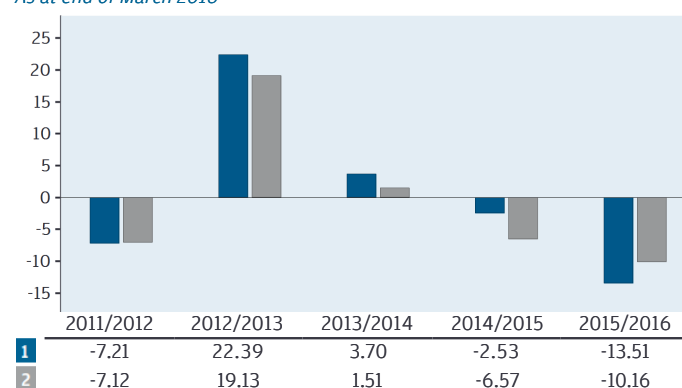
- 1** Class: JPM Emerging Middle East Equity I (acc) - USD  
**2** Benchmark: MSCI Middle East Index (Total Return Net)

**GROWTH OF USD 100,000 (in thousands) Calendar years**



### QUARTERLY ROLLING 12-MONTH PERFORMANCE (%)

As at end of March 2016



### RETURN (%)

	1 month	3 months	1 year	ANNUALISED		
				3 years	5 years	Launch
<b>1</b>	5.94	18.24	-12.66	-3.80	-0.18	-1.36
<b>2</b>	4.25	20.16	-10.67	-4.93	-1.66	-1.98

### PORTFOLIO ANALYSIS

Measurement	3 years	5 years
Correlation	0.97	0.97
Alpha	1.19	1.50
Beta	0.93	0.96
Annualised volatility	17.46	16.83
Sharpe ratio	-0.14	0.06
Tracking error	4.43	4.15
Information ratio	0.24	0.35

### PERFORMANCE DISCLOSURES

*Past performance is not a guide to current and future performance. The value of your investments and any income from them may fall as well as rise and you may not get back the full amount you invested.*

Source: J.P. Morgan Asset Management. Share class performance is shown based on the NAV (net asset value) of the share class with income (gross) reinvested including actual ongoing charges excluding any entry and exit fees. Indices do not include fees or operating expenses and you cannot invest in them.

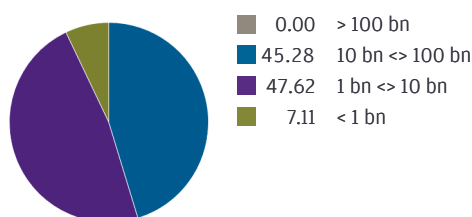
See the material risks, general disclosures and definitions on page 2.

## Holdings

### TOP 10

	Sector	% of assets
Qatar National Bank	Financials	6.5
Türkiye Garanti Bankası	Financials	5.8
Emaar Properties	Financials	5.5
Akbank	Financials	5.0
National Bank of Kuwait	Financials	4.8
Al Rajhi Bank	Financials	3.4
DP World	Industrials	3.2
Commercial International Bank	Financials	3.0
Masraf Al Rayan	Financials	2.9
KOC	Industrials	2.7

### MARKET CAP (%)



### REGIONS (%)

	% of assets	Compared to benchmark
Turkey	36.7	+4.6
Saudi Arabia	18.9	+8.9
Qatar	14.4	-4.7
United Arab Emirates	13.3	-5.5
Kuwait	7.8	-1.9
Egypt	3.4	-0.4
Lebanon	1.1	+1.1
Morocco	0.0	-3.9
Oman	0.0	-2.3
Jordan	0.0	-0.3
Cash	4.4	+4.4

### SECTORS (%)

	% of assets	Compared to benchmark
Financials	53.5	-5.1
Industrials	10.4	+0.8
Consumer Staples	9.4	+4.1
Consumer Discretionary	5.9	+3.7
Energy	5.2	+2.4
Utilities	3.2	+2.1
Materials	3.1	-2.7
Health Care	2.7	+2.7
Telecommunication Services	2.2	-12.4
Cash	4.4	+4.4

## Key risks

Because the Sub-Fund is aggressively managed, volatility may be high as the Sub-Fund may take larger position sizes, may have high turnover of holdings and at times may have a significant exposure to certain areas of the market. The value of equity securities may go down as well as up in response to the performance of individual

companies and general market conditions. Emerging markets may be subject to increased risks, including less developed custody and settlement practices, higher volatility and lower liquidity than non emerging market securities. Participation notes are exposed not only to movements in the value of the underlying equity, but also to the risk of counterparty default, which could result in the loss of the full market value of

the participation note.

The Sub-Fund may be concentrated in a limited number of securities and as a result, may be more volatile than more broadly diversified funds. Movements in currency exchange rates can adversely affect the return of your investment. The currency hedging that may be used to minimise the effect of currency fluctuations may not always be successful.

## GENERAL DISCLOSURES

Before investing, obtain and review the current prospectus, Key Investor Information Document (KIID) and any applicable local offering document. These documents, as well as the annual and semi-annual reports and the articles of incorporation, are available free from your financial adviser, your J.P. Morgan Asset Management regional contact, the fund's issuer (see below) or at [www.jpmmam.lu](http://www.jpmmam.lu).

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## INFORMATION SOURCES

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## REGIONAL CONTACT

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## ISSUER

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## DEFINITIONS

**Correlation** measures the relationship between the movement of the fund and its benchmark. A correlation of 1.00 indicates that the fund perfectly matched its benchmark.

**Alpha** a measure of excess return generated by a manager compared to the benchmark. An alpha of 1.00 indicates that a fund has outperformed its benchmark by 1%.

**Beta** a measure of a fund's sensitivity to market movements (as represented by the fund's benchmark). A beta of 1.10 suggests the fund could perform 10% better than the benchmark in up markets and 10% worse in down markets, assuming all other factors remain constant.

**Annualised volatility** an absolute measure of volatility and measures the extent to which returns vary up and down over a given period. High volatility means that the returns have been more variable over time. The measure is expressed as an annualised value.

**Sharpe ratio** measures the performance of an investment adjusting for the amount of risk taken (compared a risk-free investment). The higher the Sharpe ratio the better the returns compared to the risk taken.

**Tracking error** measures how much a fund's returns deviate from those of the benchmark. The lower the number the closer the fund's historic performance has followed its benchmark.

**Information ratio (IR)** measures if a manager is outperforming or underperforming the benchmark and accounts for the risk taken to achieve the returns. A manager who outperforms a benchmark by 2% p.a. will have a higher IR than a manager with the same outperformance but who takes more risk.