Key Investor Information

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

JPM Emerging Markets Corporate Bond Portfolio III - B (div) - USD

a Share Class of JPMorgan Funds – Emerging Markets Corporate Bond Portfolio Fund III

a Sub-Fund of JPMorgan Funds ISIN LU0619378895

The management company is JPMorgan Asset Management (Europe) S.à r.l.

Objectives and Investment Policy

Investment Objective: The Sub-Fund aims to achieve a return profile comparable to that achieved by holding, from purchase to maturity, an emerging market below investment grade corporate bond with a remaining term of approximately five years, but with increased diversification by investing the majority of its assets in a portfolio of emerging market below investment grade corporate debt securities, with maturity dates within twelve months of the termination of the Principal Investment Period.

Investment Policy: The Sub-Fund will feature three distinct investment phases:

During the Asset Gathering Period (up to three months following the launch of the Sub-Fund)

The Sub-Fund will invest all of its assets, excluding cash and deposits, in investment grade short term USD-denominated debt securities.

During the Principal Investment Period of five years

The Sub-Fund will invest the majority of its assets in a portfolio of emerging market below investment grade corporate debt securities issued by companies that are domiciled in, or carrying out the main part of their economic activity in, an emerging market country, with maturity dates within twelve months of the termination of the Principal Investment Period.

Whilst the Investment Manager intends to hold such securities until maturity, the Investment Manager has the discretion to sell securities prior to maturity. During the Principal Investment Period, the Investment Manager has the discretion to invest the proceeds from such sales in cash and cash equivalents up to a maximum of 49% of the Sub-Fund's assets.

The Sub-Fund may also invest in debt securities issued or guaranteed by governments of emerging market countries.

The Sub-Fund may invest to an unlimited extent in below investment grade and unrated debt securities and debt securities from emerging markets. There are no credit quality restrictions with respect to the debt securities in which the Sub-Fund may invest.

The Sub-Fund may invest in assets denominated in any currency. However a substantial part of the assets of the Sub-Fund will be denominated in or hedged into USD.

The Sub-Fund may use financial derivative instruments for the purposes of hedging and efficient portfolio management.

After the Principal Investment Period

The Sub-Fund will aim to achieve a competitive level of return in the Reference Currency and a high degree of liquidity by investing the proceeds from the previously held emerging market below investment grade corporate debt securities, in investment grade USD-denominated short-term debt securities and in cash deposits.

The Sub-Fund may also remain invested in emerging market below investment grade corporate debt securities with maturity dates up to twelve months after the termination of the Principal Investment Period.

Redemption and Dealing: Shares of the Sub-Fund may be redeemed on demand, with dealing normally on a daily basis.

Management Discretion: The Investment Manager has the discretion to buy and sell investments on behalf of the Sub-Fund within the limits of the Objective and Investment Policy.

Distribution Policy: This Share Class will normally pay dividends.

Recommendation: The Sub-Fund may not be appropriate for investors who plan to withdraw their money within five years.

For an explanation of some of the terms used in this document, please visit the glossary on our website at www.jpmorganassetmanagement.com

Risk and Reward Profile

Lower risk **Higher risk**

Potentially lower reward Potentially higher reward

1	2	**3**	4	5	6	7

The above rating is based on the historic volatility of the simulated Net Asset Value of this Share Class over the last five years and may not be a reliable indication of the future risk profile of this Share Class.

The risk and reward category shown above is not guaranteed to remain unchanged and may change over time.

A Share Class with the lowest risk rating does not mean a risk-free investment.

Why is this Share Class in this category? This Share Class is classified in category 3 because its simulated Net Asset Value has shown low to medium fluctuations historically.

Other material risks:

- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The value of debt securities may change significantly depending on economic and interest rate conditions as well as the credit worthiness of the issuer. These risks are typically increased for emerging market and below investment grade debt securities.
- In addition, emerging markets may be subject to less developed custody and settlement practices, higher volatility and lower liquidity than non emerging markets.
- The net asset value per share of your investment at the end of the Principal Investment Period may be less than the net asset value per share at the time of your original investment in certain circumstances. For example, bonds held in the portfolio may be purchased at a price greater than their par value, and this will have the effect of enhancing income at the expense of capital. This situation may typically arise where interest rates are low compared to the coupon on a particular bond.
- The Sub-Fund may be concentrated in a limited number of emerging market corporate issuers 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.
- Further information about risks can be found in "Appendix IV - Risk Factors" of the Prospectus.

Charges

One-off charges taken before or after you invest	
Entry charge	None
Exit charge	2.00%

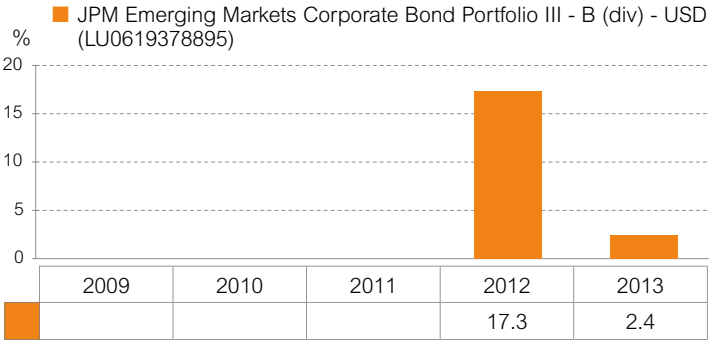
This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.

Charges taken from this Share Class over a year	
Ongoing charge	0.85%

Charges taken from this Share Class under certain specific conditions	
Performance fee	None

- The entry and exit charges are the maximum charge and investors may pay less. Information on charges can be obtained from the investor's financial adviser, distributor or any country specific addendum to the Prospectus.
- A switching charge not exceeding 1% of the Net Asset Value of the shares in the new Share Class may be charged.
- The ongoing charge is based on the last year's expenses (excluding performance fees) ending November 2013 and may vary from year to year.
- Charges are used to pay the costs of running this Share Class, including the costs of marketing and distribution. These charges reduce the potential growth of the investment.
- Further information about charges can be found in the "Administration Details, Charges and Expenses" section of the Prospectus.

Past Performance



- Past performance is not a guide to future performance.
- Performance data has been calculated including tax, ongoing charges and portfolio transaction costs and excluding entry and exit charges, in USD.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- Sub-Fund launch date: 2011.
- Share Class launch date: 2011.

Practical Information

Depositary: The fund depositary is J.P. Morgan Bank Luxembourg S.A.

Fund's Representative and Paying Agent in Switzerland: J.P. Morgan (Suisse) SA, 8 rue de la Confédération, 1204 Geneva, Switzerland

Further Information: A copy of the Prospectus, and latest annual and semi-annual financial report in English and, German, French, Italian, Spanish and Norwegian is available free of charge upon request from www.jpmorganassetmanagement.com, by email from fundinfo@jpmorgan.com, or by writing to JPMorgan Asset Management (Europe) S.à r.l, European Bank and Business Centre, 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg. Investors in Switzerland may also obtain the Prospectus, Key Investor Information Document, Articles of Incorporation and the annual and semi-annual financial report free of charge from the Fund's Representative and Paying Agent above.

Other practical information, including the latest Net Asset Value per Share and Bid and Offer Prices can be found at www.jpmorganassetmanagement.com

Tax: The Sub-Fund is subject to Luxembourg tax regulations. This may have an impact on the investor's personal tax position.

Legal Information: JPMorgan Asset Management (Europe) S.à r.l. may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Prospectus.

JPMorgan Funds consists of separate Sub-Funds, each of which issues one or more Share Classes. This document is prepared for a specific Share Class. The Prospectus and annual and semi-annual financial reports are prepared for JPMorgan Funds.

The Sub-Fund is part of JPMorgan Funds. Under Luxembourg law, there is segregated liability between Sub-Funds. This means that the assets of a Sub-Fund will not be available to meet a claim of a creditor or another third party made against another Sub-Fund.

Switching: Investors may switch into Shares of another Share Class of the Sub-Fund or another Sub-Fund of J.P. Morgan Funds subject to meeting any relevant eligibility requirements and minimum holding amounts. Shares of a T Share Class may only be switched into a T Share Class of another Sub-Fund. Further information can be found in the "Subscription, Redemption and Switching of Shares" section of the Prospectus.