

All performance data relates to the:  
JPM A (dist) - EUR Share class

Overall Morningstar Rating™ (30/06/10)

★★

## Investment objective<sup>A</sup>

To provide long-term capital growth by investing primarily in companies of countries which are part of the Euro zone (the Euroland Countries).

### Fund statistics

<b>Fund manager(s)</b>	Michael Barakos Nicholas Horne
<b>Client portfolio manager(s)</b>	Louise Bonzano Paul Shutes Karsten Stroh
<b>Fund launch date</b>	30/11/88
<b>Fund size (as at 30/06/10)</b>	EUR 594.4m

### 10 largest holdings

(as at 30/06/10)

Equity holding	Weight
Total (Oil & Gas)	4.5%
Sanofi-Aventis (Health Care)	3.8%
Banco Santander (Financials)	3.8%
BNP Paribas (Financials)	3.4%
BASF (Basic Materials)	3.3%
Allianz (Financials)	3.1%
Telefonica (Telecommunications)	3.0%
Philips Electronics (Consumer Goods)	2.5%
Deutsche Bank (Financials)	2.5%
Enel (Utilities)	2.3%

Fund charges	JPM A (dist) - EUR	JPM A (acc) - EUR	JF A (dist) - USD
<b>Initial charge</b>	5.00%	5.00%	5.00%
<b>Redemption charge</b>	0.50%	0.50%	0.50%
<b>Annual Mgt.</b>	1.50%	1.50%	1.50%
<b>Expenses</b>	0.40%	0.40%	0.40%

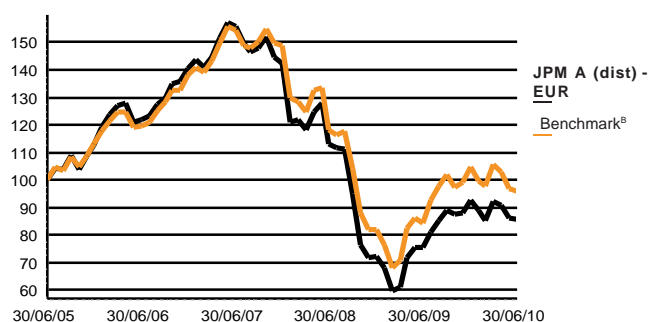
TER (Total Expense Ratio) = Annual Mgt. Fee + Expenses.

### Benchmark<sup>B</sup>

MSCI EMU (Total Return Net)

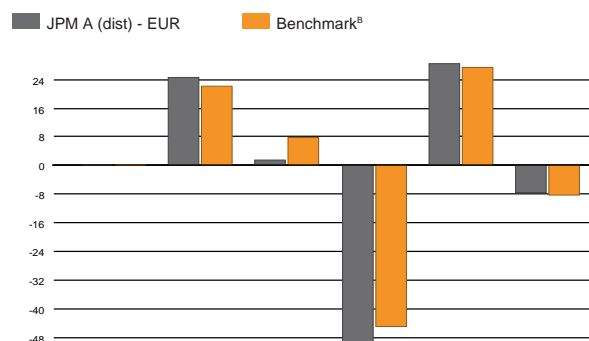
### Cumulative performance

(as at 30/06/10)



%	1 M	3 M	1 Y	3 Y	5 Y	10 Y
<b>JPM A (dist)</b>	-0.82	-7.30	13.57	-45.10	-14.44	-27.61
Benchmark <sup>B</sup>	-1.13	-9.23	13.42	-38.08	-4.25	-28.02

### Calendar year performance



%	2006	2007	2008	2009	YTD
<b>JPM A (dist)</b>	24.61	1.48	-49.49	28.38	-7.44
Benchmark <sup>B</sup>	21.96	7.82	-44.87	27.28	-8.40

### Annualised performance

(as at 30/06/10)

%	3 Y	5 Y	10 Y	Since inception
<b>JPM A (dist)</b>	-18.12	-3.07	-3.18	6.58
Benchmark <sup>B</sup>	-14.77	-0.87	-3.23	7.25

Please read the disclaimer at the end of this document

You should remember that past performance is not a guide to the future. The price of investments and the income from them may fall as well as rise and investors may not get back the full amount invested.

All performance details are NAV - NAV with gross income reinvested.

FX Adjusted returns have been calculated by JPMAM. Blended benchmarks have been calculated by JPMAM.

The Morningstar Rating™ is for the above Share Class in the Europe OE Eurozone Large-Cap Equity category, other classes may have different ratings.

Source: J.P. Morgan

## JPMorgan Funds - Euroland Equity Fund

	JPM A (dist) - EUR	JPM A (acc) - EUR	JF A (dist) - USD
<b>Fund codes</b>			
<b>Bloomberg</b>	FLEFCEI LX	JPEUAAE LX	FLEFCEJ LX
<b>ISIN</b>	LU0089640097	LU0210529490	LU0117904457
<b>Cumulative performance</b>	<b>(as at 30/06/10)</b>		
<b>Share class launch date</b>	30/11/88	31/03/05	01/06/01
<b>1 M</b>	-0.82%	-0.76%	-1.20%
<b>YTD</b>	-7.44%	-7.39%	-21.10%
<b>1 Y</b>	13.57%	13.52%	-1.17%
<b>3 Y</b>	-45.10%	-45.08%	-50.20%

<b>Sector breakdown</b>				(as at 30/06/10)
<b>Sector</b>	<b>Fund</b>	<b>Benchmark<sup>B</sup></b>	<b>Deviation</b>	
<b>Financials</b>	23.7 %	23.7 %	0.0 %	
<b>Consumer Goods</b>	14.5 %	15.5 %	-1.0 %	
<b>Industrials</b>	11.9 %	12.3 %	-0.4 %	
<b>Basic Materials</b>	10.0 %	9.0 %	1.0 %	
<b>Oil &amp; Gas</b>	8.6 %	7.3 %	1.3 %	
<b>Consumer Services</b>	8.4 %	7.0 %	1.4 %	
<b>Utilities</b>	7.2 %	8.9 %	-1.7 %	
<b>Telecommunications</b>	5.9 %	7.6 %	-1.7 %	
<b>Health Care</b>	5.2 %	4.3 %	0.9 %	
<b>Technology</b>	2.2 %	4.4 %	-2.2 %	
<b>Cash</b>	2.4 %	0.0 %	2.4 %	
<b>Total</b>	100.0 %	100.0 %	0.0 %	

<b>Geographical breakdown</b>				(as at 30/06/10)
<b>Country</b>	<b>Fund</b>	<b>Benchmark<sup>B</sup></b>	<b>Deviation</b>	
<b>France</b>	29.0 %	32.9 %	-3.9 %	
<b>Germany</b>	25.9 %	26.2 %	-0.3 %	
<b>Spain</b>	12.3 %	11.7 %	0.6 %	
<b>Italy</b>	10.0 %	9.6 %	0.4 %	
<b>Netherlands</b>	8.5 %	9.1 %	-0.6 %	
<b>Belgium</b>	3.5 %	3.2 %	0.3 %	
<b>Finland</b>	3.2 %	3.5 %	-0.3 %	
<b>Greece</b>	1.9 %	0.9 %	1.0 %	
<b>Portugal</b>	1.5 %	0.9 %	0.6 %	
<b>Austria</b>	0.9 %	1.0 %	-0.1 %	
<b>United Kingdom</b>	0.5 %	0.0 %	0.5 %	
<b>Ireland</b>	0.1 %	1.0 %	-0.9 %	
<b>Switzerland</b>	0.1 %	0.0 %	0.1 %	
<b>Sweden</b>	0.1 %	0.0 %	0.1 %	
<b>Luxembourg</b>	0.1 %	0.0 %	0.1 %	
<b>Cash</b>	2.4 %	0.0 %	2.4 %	
<b>Total</b>	100.0 %	100.0 %	0.0 %	

<b>Statistical analysis review</b>			(as at 30/06/10)
	3 years	5 years	
<b>Correlation</b>	0.98	0.98	
<b>Alpha</b>	-3.93	-2.22	
<b>Beta</b>	1.06	1.07	
<b>Annualised volatility</b>	24.70	20.87	
<b>Sharpe ratio</b>	-0.78	-0.17	
<b>Tracking error</b>	5.16	4.24	
<b>Information ratio</b>	-0.66	-0.44	

## Quarterly Comments

(as at 30/06/2010)

### Review

European stock markets fell in the second quarter as worries over government debt levels in some eurozone countries sparked concerns over the outlook for regional economic growth.

The fund outperformed in falling markets, boosted by stock selection in the banks sector, underweight exposure to technology hardware, and an overweight position in leisure goods. The biggest detractors were stock selection in the automobiles & parts, and travel & leisure sectors, while an underweight position in beverages was also detrimental. The biggest stock level contributor to returns was an underweight in Nokia as the Finnish handset maker warned on profits as it continued to lose market share. An overweight position in German chemicals group BASF contributed positively as the company said it was on course to deliver a significant rise in sales and earnings this year. An underweight position in Anheuser-Busch Inbev was the biggest detractor as the brewer received earnings upgrades on the back of strong emerging market growth prospects. An underweight position in SAP was also detrimental as the business software provider reported positive first-quarter results and the market reacted positively to its acquisition of database and analytics vendor Sybase. However, the fund gained from an overweight holding in Metso, the Finnish engineering group, which reported a strong rise in first-quarter profits and raised its earnings guidance for 2010.

### Outlook

Volatility looks set to remain high in the short term, but valuations appear undemanding, interest rates should remain low and earnings optimism is strong.

<sup>A</sup> As at 01/09/06 the investment objective of the Fund was changed to harmonise the wording across the Fund range.

<sup>B</sup> From 01/01/98 to 11/09/98 the benchmark was the MSCI Europe ex UK Grs Index. Prior to 01/01/98, the benchmark was the FTSE World Europe ex UK Index. On 01/10/02 the benchmark for this Fund was changed from a gross dividends reinvested basis to net dividends reinvested as this better reflects the tax status of the Fund. Benchmark Source: MSCI. Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express of implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

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