

Simplified Prospectus – May 2008

JPMorgan Funds

Europe Small Cap Fund (the “Sub-Fund”)

A Sub-Fund of JPMorgan Funds (the “Fund”), a SICAV incorporated under the laws of the Grand Duchy of Luxembourg.

This simplified prospectus contains key information about the Sub-Fund. If you would like more information before you invest, please consult the full Prospectus. For details about the Sub-Fund’s holdings please see the Fund’s most recent annual or semi-annual report. The rights and duties of the investor as well as the legal relationship with the Sub-Fund are laid down in the full Prospectus. The full Prospectus and the periodical reports may be obtained free of charge from JPMorgan Asset Management (Europe) S.à r.l.

In the event of any inconsistency or ambiguity in relation to the meaning of any word or phrase in any translation, the English version shall prevail.

insight + process = results

JPMorgan 
Asset Management

JPMORGAN FUNDS – Europe Small Cap Fund

Sub-Fund risk profile

- This equity Sub-Fund invests primarily in a portfolio of small cap European equities including the UK.
- As the Sub-Fund invests in equities, investors are exposed to stock market fluctuations and the financial performance of the companies held in the Sub-Fund's portfolio.
- Therefore, investors may see the value of their investment fall as well as rise on a daily basis, and they may get back less than they originally invested.
- Because the portfolio is invested in smaller companies, which can be less liquid and tend to carry greater financial risk, volatility may be higher than in a broadly based investment. However, there may also be greater potential for higher returns.
- This Sub-Fund is denominated in EUR, but will have exposure to non-EUR currencies.

Profile of the typical investor

This is an equity Sub-Fund designed to give exposure to European small capitalisation companies. Although such companies have often produced periods of very high returns for investors, they have historically been less liquid and carry a higher risk of financial distress than larger, blue chip companies. Therefore, investors in this Sub-Fund should be comfortable with its potential to be more volatile than core, large-cap biased equity sub-funds. Because the Sub-Fund is invested in equities, it may be suitable for investors with at least a five year investment horizon.

Launch Date of the Sub-Fund	18/04/94
Total Assets	EUR 1.4b as at 30/06/07
Investment Manager	JPMorgan Asset Management (UK) Limited
Benchmark	HSBC Smaller Pan-European Index (Total Return Net)
Appendix	Any reference to an Appendix refers to an appendix to the full Prospectus

Investment objective

To provide long-term capital growth by investing primarily in small capitalisation European companies.

Investment policy

At least 67% of the Sub-Fund's total assets (excluding cash and cash equivalents) will be invested in equity and equity linked securities of small capitalisation companies that are incorporated under the laws of, and have their registered office in, a European country, or that derive the predominant part of their economic activity from Europe, even if listed elsewhere. Market capitalisation is the total value of a company's shares and may fluctuate materially over time. Small capitalisation companies are those whose market capitalisation is within the range of the market capitalisation of companies in the Benchmark for the Sub-Fund at the time of purchase.

Equity exposure may be achieved through investment in shares, depository receipts, warrants and other participation rights. Subject to the foregoing, equity exposure may also be achieved, to a limited extent, through investment in convertible securities, index and participation notes and equity linked notes.

Fixed and floating rate debt securities, cash and cash equivalents may be held on an ancillary basis.

The Sub-Fund may also invest in UCITS and other UCIs.

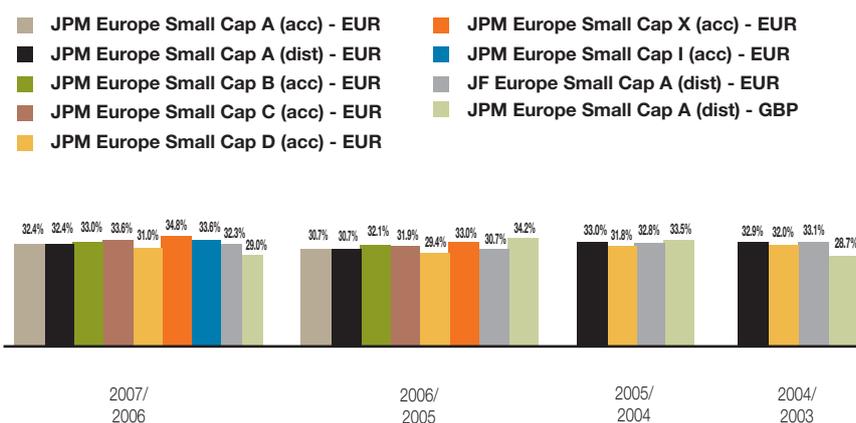
The Sub-Fund may invest in assets denominated in any currency and currency exposure may be hedged.

The Sub-Fund may invest in financial derivative instruments for hedging purposes and for efficient portfolio management. Techniques and instruments relating to transferable securities and money market instruments (including, but not limited to, securities lending or repurchase agreements) may be used for the purpose of efficient portfolio management.

All of the above investments will be made in accordance with the limits set out in Appendix II.

Annual performance (for launched share classes only)

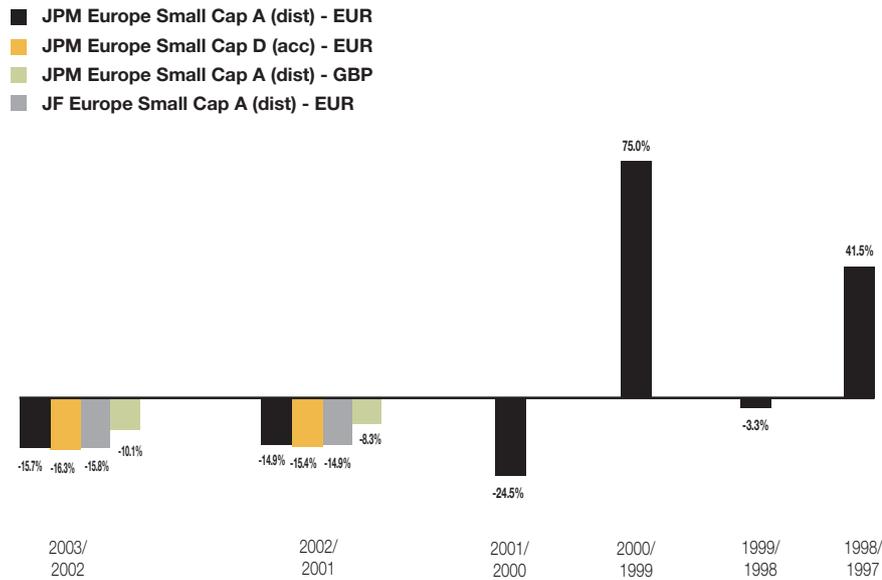
Where a share class has previously been active but is now inactive, no performance is shown in the chart below but would however be similar to that of the share classes shown.



Rolling 12 month performance at 30 June
All performance details are NAV to NAV with gross income reinvested.
Source: JPM/JPMorgan Chase.

Annual performance (for launched share classes only)

Where a share class has previously been active but is now inactive, no performance is shown in the chart below but would however be similar to that of the share classes shown.



Rolling 12 month performance at 30 June
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 Source: JPM/JPMorgan Chase.

Fees and Expenses

Share Class	Min. Initial Investment (USD or equivalent)	Initial Charge	Annual Mgmt. & Advisory Fee	Operating & Admin. Expenses	Redemption Charge
JPM Europe Small Cap A	25,000 ¹	5.00%	1.50%	0.40%	0.50%
JF Europe Small Cap A	25,000 ¹	5.00%	1.50%	0.40%	0.50%
JPM Europe Small Cap B	1,000,000	Nil	0.90%	0.25%	Nil
JPM Europe Small Cap C	10,000,000	Nil	0.80%	0.20% ^{Max2}	Nil
JPM Europe Small Cap D	5,000	5.00%	2.50%	0.40%	0.50%
JPM Europe Small Cap I	10,000,000	Nil	0.80%	0.16% ^{Max}	Nil
JPM Europe Small Cap X	On application	Nil	Nil	0.15% ^{Max}	Nil

¹ With effect from 1 July 2008, the minimum initial investment amount will be changed from USD 25,000 to USD 35,000 (or equivalent).

² With effect from 1 July 2008, the Operating & Administrative Expenses will be changed from a capped rate to a fixed fee.

The Sub-Fund may launch from time-to-time Share Classes that have any combination of the following features: Each Class of Shares, where available, may be offered in the Reference Currency of the Sub-Fund, or may be denominated in any currency and such currency will be represented as a suffix to the Share Class Name.

Share Classes may be either hedged or unhedged; those Share Classes that are hedged will be identified with the suffix "(hedged)".

Each Class of Shares, where available, may also have different dividend policies as described in the Dividend Policy section of the Prospectus: "(acc)", "(dis)" and "(inc)" suffixed Share Classes may be available for each Share Class of the Sub-Fund.

A complete list of available Share Classes can be found in Appendix VI, or may be obtained from the registered office of the Fund or from the Management Company in Luxembourg.

All fees are a % NAV.

Operating and Administrative Expenses include but are not limited to custody and administration fees.

Additional important information

Financial year end of the Fund

30/06

Structure

The Fund operates separate Sub-Funds, each of which is represented by one or more classes of Shares. The Sub-Funds are distinguished by their specific investment policy or any other specific features. The full Prospectus comprises a description of all Sub-Funds.

Legal Structure

Sub-Fund of the SICAV JPMorgan Funds governed by Part I of the Luxembourg law of 20 December 2002.

Incorporation Date of the Fund

14/04/69

Management Company and Domiciliary Agent

JPMorgan Asset Management (Europe) S.à r.l., European Bank & Business Centre, 6, route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg.

Registered Office

European Bank & Business Centre, 6, route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg.

Prices of shares are available from the Registered Office of the Fund.

Supervisory Authority

Commission de Surveillance du Secteur Financier, Grand Duchy of Luxembourg.

Custodian Bank

J.P. Morgan Bank Luxembourg S.A., 6, route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg.

Independent Auditor

PricewaterhouseCoopers S.à r.l., 400, route d'Esch, B.P. 1443, L-1014 Luxembourg, Grand Duchy of Luxembourg.

Fees and Expenses

Fees are charged to investors when buying or selling shares of the Sub-Fund. The maximum initial charge for the Sub-Fund is 5% and the maximum redemption charge is 0.5%. A conversion fee of up to 1% of the new class of Shares may be charged. Where the Shareholder converts into a class of Shares with a higher initial charge, and has not already been subject to that higher initial charge, then the additional initial charge payable for that class of Shares may be charged.

Annual management and advisory fees, and operating and administrative expenses are paid out of the Sub-Fund's assets and are fully reflected in the share price. The Annual Management and Advisory Fee payable by the X Share Class of the Sub-Fund is administratively levied and collected by the Management Company or the appropriate JPMorgan Chase & Co. entity directly from the Shareholder. The fee is therefore listed as nil in the Fees & Expenses table, due to it not being levied on the Sub-Fund.

The amount of each charge and expense depends on the class of Share. The Sub-Fund bears all its ordinary and extraordinary operating expenses as well as its transaction fees.

The operating and administrative expenses for the A, B, D and J share classes are at fixed rates.

The Management Company pays any excess of such expenses and conversely will retain any amount by which the fee exceeds the actual expenses. The operating and administrative expenses for the C², I and X Share classes are capped and so the actual expenses charged may be lower than the rates shown above. If the annual Operating and Administrative Expenses fall below the stated percentage, the fees will be reduced by the amount of the shortfall.

Treatment of Income

It is intended that all those Classes of Shares with the suffix "(dist)" will distribute at least 85% of the net investment income attributable to such Classes of Shares, computed broadly in accordance with the definition of net taxable income under United Kingdom corporation tax principles (subject to the application of any *de minimis* threshold) so that these Classes of Shares of the Fund continue to qualify as "distributing" for the purposes of United Kingdom tax legislation relating to offshore sub-funds.

Classes of Shares with the suffix "(inc)" may pay dividends but will **not** qualify as "distributing" for the purposes of United Kingdom tax legislation relating to offshore funds.

Those Classes of Shares with the suffix "(acc)" will not normally pay dividends.

Payment of dividends on distributing Classes of Shares will normally be made in September of each year.

Taxation of the Fund

The Fund is not subject to any taxes in Luxembourg on income or capital gains. The only tax to which the Fund is subject to the subscription tax ("taxe d'abonnement") up to a rate of 0.05% per annum based on the net asset value attributed to each Class of Share (0.01% in the case of X Classes of Shares) at the end of the relevant quarter, calculated and paid quarterly. No tax is levied on the portion of the assets of the Fund invested in units of other Luxembourg collective investment undertakings provided such units have already been subject to such tax.

Interest and dividend income received by the Fund may be subject to non-recoverable withholding tax in the countries of origin.

Taxation of the Shareholder

The Council of the EU has, on June 3, 2003, adopted Council Directive 2003/48/EC on taxation of savings income in the form of interest payments (the "Directive"). The Directive was implemented in Luxembourg by a law of June 21, 2005 (the "EUSD Law"). Under the EUSD Law, dividend and/or redemption proceeds from shares of a sub-fund paid to individuals may be subject to withholding tax or give rise to exchange of information with tax authorities. Whether the EUSD Law will be applicable in any particular case and the implications arising therefrom depend on various factors, such as the asset class of the relevant sub-fund, the location of the paying agent used and the tax residency of the shareholders concerned. More details of the implications of the Directive and the EUSD Law are contained in the full Prospectus, and investors should also seek advice from their financial or tax adviser.

The repercussion of an investment in the Sub-Fund on the individual tax bill of an investor depends on the fiscal regulations applicable in his particular case. Consulting a local tax adviser is therefore recommended.

How to buy, sell and convert shares

Directly from the Management Company or through your local Distributor, subject to the minimum initial investment for the Share Class. For purchases, redemptions and conversions, instructions should be received by the Management Company on any valuation day (a "Valuation Day")³ before 14.30 Luxembourg time. Shares purchased will normally be issued at the relevant offer price on that day. Shares redeemed will be sold at the relevant bid price on that day. The offer price is the net asset value increased by an initial charge, if applicable, and the bid price is the net asset value decreased by a redemption charge, if any, subject in both cases to roundings (please consult section 2.3 in the full Prospectus for further information on the calculation of prices). Instructions to convert between Sub-Funds within the Fund will normally be effected at the first Valuation Day common to both Sub-Funds after receipt of instructions, normally on a bid to NAV basis, plus a conversion fee and any additional initial charge which may occur when converting between shares with differing initial charges.

To mitigate the risk of error and fraud, the Management Company may have to verify, confirm or clarify shareholder payment instructions relating to redemption applications and dividend payments.

³ A Valuation Day is any business day other than, in relation to a Sub-Fund's investments, a day on which any exchange or market on which a substantial portion of the relevant Sub-Fund's investments is traded, is closed or while dealings on any such exchange or market are restricted or suspended. A business day is a week day other than New Year's Eve, New Year's Day, Easter Monday, Christmas Day, the day prior to and following Christmas Day, or, if these days do not fall on week days, holidays in lieu of these days.

For further information, including the full Prospectus for the Fund, please visit www.jpmorganassetmanagement.com or contact:

The Management Company

JPMorgan Asset Management (Europe) S.à r.l.

European Bank & Business Centre

6, route de Trèves

L-2633 Senningerberg

Grand Duchy of Luxembourg

Tel No: (352) 34 101 Fax No: (352) 3410 8000

Or alternatively, e-mail: fundinfo@jpmorgan.com

This simplified Prospectus contains only basic information on the Sub-Fund and the SICAV. Subscriptions may only be based on the latest available Prospectus and local offering document (if applicable) of the relevant Sub-Funds which contain more information regarding charges, entry fees and minimum investment amount. Past performance is not a guide to the future and investors may not get back the full amount invested. When investing in an emerging markets fund, emerging markets may be more volatile and the risk to your capital is greater. For more detailed information, please ask for the latest full Prospectus and annual and semi-annual reports, which are freely available from the following address: JPMorgan Asset Management (Europe) S.à r.l., European Bank & Business Centre, 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg, or directly at the following web site: www.jpmorganassetmanagement.com