

JKC FUND

Société d'Investissement à Capital Variable
Luxembourg

Sub-Fund "JKC China Value Fund"

INTRODUCTION

JKC FUND (the "Fund") is an open-ended investment company organized under the laws of the Grand Duchy of Luxembourg as a "Société d'Investissement à Capital Variable".

The Fund is offering shares (the "Shares") of one or several separate sub-funds (each a "Sub-Fund") on the basis of the information contained in the full prospectus (the "Prospectus") of the Fund.

The investment objective of the Fund is to manage the assets of each Sub-Fund for the benefit of their shareholders; in order to achieve this objective, the assets of the Fund will be invested in transferable securities or other eligible assets permitted by law.

This simplified Prospectus contains the principal features of the **JKC China Value Fund Sub-Fund** (the "Sub-Fund"). This simplified Prospectus is issued besides the Prospectus containing detailed information on the SICAV.

Copies of this simplified Prospectus, of the Prospectus and of the most recent annual and semi-annual reports of the Fund, if any, may be obtained free of charge at the registered office of the Fund and of the Management Company.

Any potential investor and any shareholder may further address to the registered office of the Fund or of the Management Company to get supplementary information on this issue.

The Shares to be issued hereunder may be of several different classes which relate to several separate Sub-Funds of the Fund. For each Sub-Fund, the board of directors of the Fund (the "Board of Directors") may decide at any time to issue different classes of Shares (individually a "Class", collectively the "Classes") whose assets will be invested jointly according to the Sub-Fund's specific investment policy, but with specific features applicable to each class of Shares. Shares of the different Sub-Funds may be issued, redeemed and converted at prices computed on the basis of the net asset value (the "Net Asset Value") per Share of the relevant Class or Sub-Fund, as defined in the Articles of Incorporation of the Fund (the "Articles").

This Sub-Fund offers 4 Classes which differ according to the type of investors and the Reference Currency:

Class A – Institutional EUR:	Shares denominated in EUR and intended for institutional investors
Class B – Institutional USD:	Shares denominated in USD and intended for institutional investors
Class C – Retail EUR:	Shares denominated in EUR and intended for retail investors
Class D – Retail USD:	Shares denominated in USD and intended for retail investors

The assets of the Classes will be invested jointly in accordance with the Sub-Fund's investment policy. Class A and Class C Shares, denominated in EUR, will be managed in such a way as to hedge against the foreign exchange rate risk of currencies linked to the USD, Asian currencies being treated in the same way as the USD.

The hedging technique used is based on rolling over EUR/USD forward foreign exchange contracts.

DIRECTORY

Board of Directors:

Chairman

Mr. Alain Léonard, Managing Director, Degroof
Gestion Institutionnelle - Luxembourg

Directors

Mr. Donald Villeneuve, Director, Banque Degroof
Luxembourg S.A.

Mr. Fabrice Jacob, Managing Director, JK Capital
Management Ltd.

Mr. Alex King Yue Leung, Risk Manager, JK
Capital Management Ltd.

Registered Office:

12, rue Eugène Ruppert, L-2453 Luxembourg

Promoter:

Banque Degroof Luxembourg S.A.
12, rue Eugène Ruppert, L-2453 Luxembourg

Custodian:

Banque Degroof Luxembourg S.A.
12, rue Eugène Ruppert, L-2453 Luxembourg

Domiciliary and Corporate Agent,
Administrative Agent, Paying Agent, Registrar
and Transfer Agent:

Banque Degroof Luxembourg S.A.
12, rue Eugène Ruppert, L-2453 Luxembourg

Auditors:

KPMG Audit S.à r.l.
9, allée Scheffer, L-2520 Luxembourg

Management Company:

Degroof Gestion Institutionnelle – Luxembourg
12, rue Eugène Ruppert, L-2453 Luxembourg

Investment Manager:

JK Capital Management Ltd.
Suite 1101, Chinachem Tower, 34-37 Connaught
Road Central, Hong Kong

Supervisory Authority:

Commission de Surveillance du Secteur Financier
110, route d'Arlon, L-1150 Luxembourg

GENERAL INFORMATION RELATING TO THE FUND

The Fund was incorporated for an unlimited period of time on 19 January 2009 and is governed by the Luxembourg law of 10 August 1915 on commercial companies, as amended, and by the Luxembourg law of 20 December 2002 relating to undertakings for collective investment, as amended (the "Law of 2002").

The registered office of the Fund is established at 12, rue Eugène Ruppert, L-2453 Luxembourg.

The Fund is recorded at the "Registre de Commerce et des Sociétés" with the District Court of Luxembourg under the number B 144551.

The Articles have been published in the "Mémorial C, Recueil des Sociétés et Associations" (the "Mémorial") of 20 February 2009, and have been filed with the Chancery of the District Court of Luxembourg. Any interested person may inspect the Articles at the Chancery of the District Court of Luxembourg; copies are available on request at the registered office of the Fund.

The first report shall be an interim report as at 30 June 2009.

The accounting year of the Fund commences on the first of January and terminates on the thirty first of December of the same year. The first accounting year will commence on the date of incorporation of the Fund and will end on 31 December 2009.

The annual general meeting of shareholders takes place in Luxembourg City at a place specified in the notice of meeting on the third Thursday in the month of April at 11.30 a.m. and for the first time in 2010. If such day is not a Business Day in Luxembourg, the annual general meeting shall be held on the next following Business Day in Luxembourg.

The combined accounts of the Fund shall be maintained in USD being the currency of the share capital.

TAXATION

A. Taxation of the Fund in Luxembourg

The Fund is not liable to any Luxembourg tax on profits or income. The Fund is, however, liable in Luxembourg to a tax of 0.05% per annum of its Net Asset Value, such tax being payable quarterly on the basis of the value of the aggregate net assets of the Sub-Funds at the end of the relevant calendar quarter. However, this tax is reduced to 0.01% per annum for the net assets attributable to the Classes dedicated to institutional investors. No stamp duty or other tax is payable in Luxembourg on the issue of Shares. No Luxembourg tax is payable on the realised capital appreciation of the assets of the Fund.

General

Dividends and interest received by the Fund on its investments may be subject to non-recoverable withholding or other taxes in the countries of origin.

The Fund was liable to an initial capital tax of EUR 1,250 which was paid upon incorporation.

B. Luxembourg Taxation of shareholders

Law of 21 June 2005 implementing in Luxembourg legislation the EU Directive 2003/48/CE of 3 June 2003 in terms of taxation of the savings interest revenue

On 3 June 2003 the Council of the European Union adopted Council Directive 2003/48/EC on the taxation of savings income in the form of interest payments. According to this directive, European Union Member States (the “Member States”) must declare details of interest payments or payments of similar capital yields made by a person in their territory of competence to a person in a second Member State to the tax authorities of the latter Member State, while individual Member States (Austria, Belgium, Luxembourg) are entitled to opt for a withholding tax system, during a transition period for these payments. From July 2005 to June 2008 the applicable withholding tax is 15%, and from July 2008 to June 2011 this rate will amount to 20%. It will rise to 35% from 1 July 2011.

The redemption price of the Shares should as well be subject to a withholding tax on the capital gain derived from assets invested directly or indirectly for more than 40% in debt assets of any nature.

General

It is expected that shareholders in the Fund will be resident for tax purposes in many different countries. Consequently, no attempt is made in this simplified Prospectus to summarize the taxation consequences for each investor of subscribing, converting, holding or redeeming or otherwise acquiring or disposing of Shares in the Fund. These consequences will vary in accordance with the law and practice currently in force in a shareholder's country of citizenship, residence, domicile or incorporation and with his personal circumstances.

The above information is not exhaustive and does not constitute legal or tax advice. Investors should inform themselves of, and when appropriate consult their professional advisers on, the possible tax consequences of subscribing for, buying, holding, converting, redeeming or otherwise disposing of Shares under the laws of their country of citizenship, residence, domicile or incorporation.

SPECIFIC INFORMATION RELATING TO THE SUB-FUND JKC CHINA VALUE FUND

1. Specific Investment Policy and Investment Restrictions

Investment Objective

The Sub-Fund's objective is to provide investors with exposure to China's long term growth through investments in companies operating out of China, listed predominantly but not necessarily in Hong Kong, while benefiting from a volatility that will be lower than the average volatility of Chinese indices

The lower volatility of the Sub-Fund will be achieved through an active cash management, the use of hedging instruments during periods of high market volatility and a wide selection of low beta stocks that offer recurrent dividend yields. As such, the Sub-Fund's performance is expected to be different from the performance of commonly followed China indices as it is not meant to track any of them.

Investment Policy

The Sub-Fund will be a multi-cap fund focusing on bottom up stock picking of listed companies having their operations in China and on the basis of ground due diligence and compelling valuations using a value-driven investment methodology.

The Sub-Fund will be active predominantly in Hong Kong. Investments may also be made on a case by case basis in Shanghai and Shenzhen. The Investment Manager may also decide to invest in Chinese companies listed on overseas markets as companies increasingly tend to seek a listing of their shares outside of China and Hong Kong. At the date of the Prospectus, certain Chinese companies are already listed in Singapore, Taiwan, London, Frankfurt and New York, where the Sub-Fund may also invest as a result. It is expected that in the future certain Chinese companies may seek a listing of their shares on other stock markets, where the Sub-Fund will then have the flexibility to invest.

The Sub-Fund may hedge its portfolio with the use from time to time of index-based derivatives and with an active cash management within the limits set out in Part A of the Prospectus under Chapter III.

Investment Restrictions

The Sub-Fund is subject to the investment restrictions set out in Part A of the Prospectus under Chapter II. In addition, the Sub-Fund may use techniques and instruments as set out under Chapter III in Part A of the Prospectus.

The Sub-Fund shall not invest more than 10% of its assets in the units of UCITS or other UCI.

The investment restrictions may not be complied with during a transitional period of 6 months from the payment date of the Initial Subscription Period as defined here below, provided that the Sub-Fund will endeavour to ensure, at all times, an appropriate level of diversification of risk within the portfolio of the Sub-Fund.

Risk Profile

Investing in equity securities may offer a higher rate of return than those in short term and long term debt securities. However, the risks associated with investments in equity securities may also be higher, because the investment performance of equity securities depends upon factors which are difficult to predict.

Investment in China to the extent described in the investment objective and policy described hereabove offers new growth opportunities. However, certain target markets may be affected by risks inherent to emerging markets, basically such as social and political modifications encountered in such country. Certain economic or financial factors such as inflation rate, regulation and restrictions on foreign exchange, restrictions on investments, limited liquidity of the markets, higher volatility in prices, rates and currencies, delayed settlements and transactions costs, counterparty risks linked to payments made prior to delivery of securities, differences in

auditing and information on the issuers of securities, entail a degree of risks greater than the degree of risks associated with investment in more sophisticated markets such as Hong Kong. The fundamental risk associated with any equity portfolio is the risk that the value of the investments it holds might decrease in value. Equity security values may fluctuate in response to the activities of an individual company or in response to general market and/or economic conditions. Historically, equity securities have provided greater long-term returns and have entailed greater short-term risks than other investment choices.

Profile of targeted investors

This Sub-Fund is suitable for investors who want to benefit from the growth of China while minimizing the underlying volatility risk normally attached to Chinese equities through investments in value stocks listed in Hong Kong or on other markets.

The Sub-Fund offers investors a medium term investment vehicle.

2. Distribution Policy

Since the Sub-Fund's principal investment objective is the capital growth, no dividend is expected to be paid to the shareholders.

However, the distribution of dividends may be proposed by the Board of Directors to the general meeting of shareholders at any time.

3. Form of Shares

Shares in Classes A and B will be issued in registered form only. Shares in Classes C and D may be issued in registered or bearer dematerialized form, at the election of the investors.

4. Classes of Shares

The Sub-Fund will offer 4 Classes which differ according to the type of investors and the Reference Currency:

Class A – Institutional EUR:	Shares denominated in EUR and intended for institutional investors
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The assets of the Classes will be invested jointly in accordance with the Sub-Fund's investment policy. Class A and Class C Shares, denominated in EUR, will be managed in such a way as to hedge against the foreign exchange rate risk of currencies linked to the USD, Asian currencies being treated in the same way as the USD.

The hedging technique used is based on rolling over EUR/USD forward foreign exchange contracts.

5. Minimum Investment

The minimum initial investment and holding requirement per investor in Class A is EUR 700,000 and USD 1,000,000 in Class B.

The minimum initial investment and holding requirement per investor in Class C is EUR 5,000 and USD 6,000 in Class D.

6. Initial Subscription Period

Shares in Class D may be subscribed on 9 March 2009 not later than 12.00 noon, Luxembourg time (the “Initial Subscription Period”) at a subscription price per Share equal to the latest available Net Asset Value per Unit of JKC China Value Fund (formerly denominated MYM China Trust - ISIN code: KYG9882S1057 – see section “PERFORMANCE RELATING TO THE SUB-FUND JKC CHINA VALUE FUND” herebelow) divided by 1,000, net of any sales charge (the “Initial Subscription Price”).

Payment of the Initial Subscription Price must be effected on 9 March 2009; payment will be made by way of a contribution in kind of securities or other permitted assets.

In exchange for their contribution, units issued in JKC China Value Fund (formerly denominated MYM China Trust - ISIN code: KYG9882S1057) will be exchanged against Shares in Class D.

The Board of Directors will fix the Initial Subscription Period and the Initial Subscription Price for Classes A, B and C when it deems it opportune. The Prospectus will then be updated and notice will be given to shareholders.

7. Subscriptions and Subscription Fee

After the Initial Subscription Period, the subscription price corresponds to the Net Asset Value per Share for the relevant Class on the relevant Valuation Day, which may be increased by a sales charge of a maximum of 5% of the applicable relevant Net Asset Value per Share and which shall revert to the sales agents.

In order to be dealt with on the basis of the relevant Net Asset Value per Share established on a Valuation Day, duly completed and signed subscription forms must be received by the Fund in Luxembourg not later than 12.00 noon, Luxembourg time, 2 Business Days preceding such Valuation Day and must be accepted. Subscription forms received after this time and date will take effect on the next following Valuation Day.

Payment shall be received by the Fund not later than 3 Business Days following such Valuation Day for the account of the Fund referencing the Sub-Fund and the relevant Class.

The corresponding Shares will be issued only upon receipt of the payment.

8. Redemptions

In order to be dealt with on the basis of the relevant Net Asset Value per Share established on a Valuation Day, redemption requests must be received by the Fund in Luxembourg not later than 12.00 noon, Luxembourg time, 2 Business Days preceding such Valuation Day. Redemption requests received after this time and date will take effect on the next following Valuation Day.

The redemption price shall be based on the Net Asset Value per Share for the relevant Class on the relevant Valuation Day. For Classes C and D, a redemption fee of a maximum of 1.5% of the applicable relevant Net Asset Value will be levied at the discretion of the Board of Directors and will revert to the Investment Manager, provided that the principle of equal treatment of shareholders be complied with. For Classes A and B, no redemption fee will be levied.

The redemption price shall be paid 3 Business Days following the applicable Valuation Day.

9. Conversions

Shares of any Class of the Sub-Fund may be converted into Shares of any other Class of the Sub-Fund according to the procedure described in the Prospectus. No conversion fee shall be levied.

The conversion list will be closed under the same terms and conditions as applicable to redemptions in the Sub-Fund.

The minimum investment requirements applicable to Classes A and B shall be complied with.

10. Reference Currencies

The Net Asset Value per Share of Classes A and C will be calculated in EUR.

The Net Asset Value per Share of Classes B and D will be calculated in USD.

The Sub-Fund is consolidated in USD.

11. Frequency of the Net Asset Value (NAV) calculation and Valuation Day

The Net Asset Value per Share of each Class of the Sub-Fund will be determined in Luxembourg under the overall responsibility of the Board of Directors on each Friday ("Valuation Day") or, if such day is not a Business Day, on the next following Business Day.

12. Management Company Fees

A management fee is payable to the Management Company by the Sub-Fund in remuneration for its services. Such fee is payable quarterly in arrears and calculated on the average of the net assets of the Sub-Fund for the relevant quarter as follows:

0.075% per annum on the average net assets

with a minimum of EUR 10,000 and a maximum of EUR 75,000 per annum.

13. Investment Manager

In accordance with an agreement entered into with the Management Company in the presence of the Fund on 19 January 2009, terminable by either party giving not less than three months' prior notice to the other parties, JK Capital Management Ltd. is acting as Investment Manager.

JK Capital Management Ltd. is a company incorporated in Hong Kong on 21 March 1996. Its corporate capital amounts to HK\$ 5,000,524. Its registered office is at Suite 1101, Chinachem Tower, 34-37 Connaught Road Central, Hong Kong. The corporate object of the company is asset management and to advise on securities and on corporate finance.

14. Investment Management Fees

An investment management fee is payable to the Investment Manager by the Management Company at the charge of the Sub-Fund, in remuneration for its services. Such fee is set at the annual rate of 1.50% per annum, payable monthly in arrears and calculated on the average of the net assets of the Sub-Fund for the relevant month.

In addition, the Investment Manager will receive within five Business Days of the last Business Day of each calendar quarter period (a “Quarter”) starting upon expiry of the Initial Subscription Period a performance fee of 15% of the net assets performance during the Quarter (adjusted on a prorata temporis basis for subscriptions and redemptions made in the Sub-Fund during the Quarter).

The performance fee will be accrued on each Valuation Day.

For purposes of applying the performance fee rate, the Investment Manager begins each Quarter with zero gain. If there is a negative performance in net assets at the end of the Quarter, it will be carried forward in the following Quarter (High Watermark principle).

Performance in net assets means the difference (positive or negative) between the net assets at the end of the Quarter (after deduction of investment management fees and other liabilities, but before deduction of current performance fees and adjusted on a temporary basis for subscriptions and redemptions made during the Quarter) and the net assets as of the beginning of the Quarter.

The Investment Manager is further entitled to be reimbursed by the Management Company at the charge of the Sub-Fund, the expenses paid to third party services providers by the Investment Manager for the use of computer databases necessary to the day-to-day management of the Sub-Fund (such as subscriptions to Bloomberg, Reuters, Dow Jones News Services, etc.), such reimbursements to be capped to USD 4,000 per month.

15. Listing on the Luxembourg Stock Exchange

The Shares of the Sub-Fund are listed on the Luxembourg Stock Exchange.

16. Publication of the NAV

The Net Asset Value per Share and the issue and redemption prices of the Shares will be available at the registered office of the Fund and will be available on Bloomberg.

17. Taxation

The Sub-Fund is liable to a tax of 0.05% per annum of its Net Asset Value (*taxe d'abonnement*), such tax being payable quarterly on the basis of the value of the aggregate net assets of the Sub-Fund at the end of the relevant calendar quarter. However, this tax is reduced to 0.01% per annum for the net assets attributable to Classes A and B.

PERFORMANCE

RELATING TO THE SUB-FUND JKC CHINA VALUE FUND

At the date of this simplified Prospectus, no performance scheme relating to the return of the **JKC China Value Fund** Sub-Fund is available as the **JKC China Value Fund** Sub-Fund is launched on 9 March 2009.

JKC China Value Fund registered in Luxembourg and defined in this section as “JKC China Value Fund (Luxembourg)” is the successor of JKC China Value Fund, a Unit Trust set up in the Cayman Islands in February 1998 with ISIN code number KYG9882S1057 and defined in this section as “JKC China Value Fund (Cayman)”.

JK Capital Management Ltd., the Investment Manager of JKC China Value Fund (Luxembourg) was the Investment Adviser of JKC China Value Fund (Cayman) since its inception. All assets and liabilities of JKC China Value Fund (Cayman) are to be transferred to JKC China Value Fund (Luxembourg) through a contribution in kind and under the supervision of the auditors of the two funds. All unitholders of JKC China Value Fund (Cayman) will be given the opportunity to exchange their units for new shares in JKC China Value Fund (Luxembourg).

The investment strategy and investment restrictions of JKC China Value Fund (Cayman) were not materially different from the investment strategy and investment restrictions of JKC China Value Fund (Luxembourg) as described in the Prospectus, allowing for a continuity in investment management style.

As at 31 December 2007 when its accounts were last audited, JKC China Value Fund (Cayman) had a cumulative performance since its inception of 173.6% to be compared with an appreciation of the MSCI China Free Index of 58.2% over the same period. Thus JKC China Value Fund (Cayman) outperformed the MSCI China Free Index by 115.4% over a period of almost ten years.

Past performance of JKC China Value Fund (Cayman) is not an indicator for future results or performance of JKC China Value Fund (Luxembourg).