

JPMorgan Investment Funds - Global High Yield Bond Fund

JPM C (dist) - USD

April 2015

Fund overview

Investment objective ^A

To achieve a return in excess of global bond markets by investing primarily in global below investment grade corporate debt securities, using financial derivative instruments where appropriate.

Fund statistics

Morningstar Category TM	Global High Yield Bond
Fund manager(s)	Robert Cook, Thomas Hauser
Client portfolio manager(s)	Maria Ryan
Fund launch date	24/03/00
Fund size (as at 30/04/15)	USD 6633.1m
NAV (as at 30/04/15)	108.46
12M NAV High (as at 03/03/15)	114.07
12M NAV Low (as at 18/03/15)	106.33
Share class launch date ^B	29/05/12
Average duration	3.4 yrs
Yield to worst	5.6%
Average maturity	6.2 yrs

Fund codes

ISIN	LU0783540387
Bloomberg	JPLHCU LX
Reuters	LU0783540387.LUF

Fund highlights

The difference between the returns of high yield bonds are often higher than those offered by Treasuries. Diversifying across industry sectors and credit ratings gives the potential for higher returns while reducing investment risk.

The Fund offers compelling risk/ return characteristics as high yield debt historically outperformed traditional bond investments with only limited additional volatility.

Quarterly comments

(as at 31/03/15)

Review

High yield got off to a strong start in 2015, returning 2.54% (as measured by the BAML US High Yield Master II Constrained Index) for the first quarter after a difficult second half of 2014.

The fund underperformed its benchmark for the quarter. Relative contributions from gaming, technology and retailers hindered fund performance. Specifically, the largest detractors were Caesars Entertainment Corporation, Magnachip Semiconductor, Claire's Stores, Intelsat Jackson Holdings and Momentive Specialty Chemicals. In contrast, security selection in independent energy, oil field services and telecommunications enhanced fund performance. Relative weightings in Sprint Corporation, General Cable Corporation, EP Energy, Memorial Production Partners and Walter Energy improved quarterly results.

Outlook

US economic activity was mixed in early 2015; however, we anticipate corporate earnings will continue to remain supportive of high yield fundamentals. Growth outside of the US remains sluggish and could continue to impact risk asset performance. Default rates are forecast to be 2.0-2.5% through 2015, well below long-term averages. We expect new issue activity to remain robust and to be led by refinancing. However, we expect mergers and acquisition activity, and general corporate purposes financings, to continue to increase. As central bank policies develop, and if global growth concerns continue, episodes of volatility will persist while increasing the dispersion of returns among individual issuers and sectors. Spread and performance volatility may also continue around technical pressures resulting from retail fund flows.

We believe our current portfolio positioning and our fundamental research, bottom-up oriented style should allow us to take advantage of market opportunities.

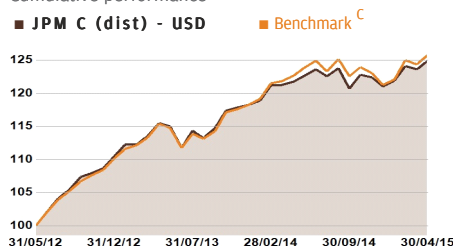
Benchmark ^C

BofA Merrill Lynch US High Yield Master II Constrained Index (Total Return Gross)

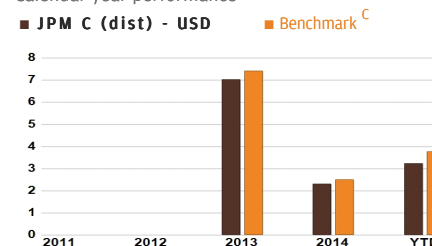
Performance

(as at 30/04/15)

Cumulative performance



Calendar year performance



Cumulative performance

%	1 M	3 M	1 Y	3 Y	5 Y	10 Y
JPM C (dist) - USD	1.08	2.48	2.60	-	-	-
Benchmark ^C	1.20	3.07	2.58	-	-	-

Calendar year performance

	2011	2012	2013	2014	YTD
JPM C (dist) - USD	-	-	7.04	2.31	3.24
Benchmark ^C	-	-	7.41	2.51	3.77

Annualised performance

%	1 Y	3 Y	5 Y	Since inception
JPM C (dist) - USD	2.60	-	-	8.02
Benchmark ^C	2.58	-	-	8.13

JPMorgan Investment Funds - Global High Yield Bond Fund

Fund facts

Fund charges

Initial charge (max.)	0.00%
Redemption charge (max.)	0.00%
Annual Mgt.	0.45%
Distribution Fee	0.00%
Expenses	0.15%
TER (Total Expense Ratio)	0.60%

Statistical analysis review

(as at 30/04/15)

	3 years	5 years
Correlation	-	-
Alpha	-	-
Beta	-	-
Annualised volatility	-	-
Sharpe ratio	-	-
Tracking error	-	-
Information ratio	-	-

Value at Risk (VaR)

(as at 31/03/15)

VaR	2.12%	1.82%
-----	-------	-------

Value at Risk (VaR) provides a measure of the potential loss that could arise over a given time interval under normal market conditions, and at a given confidence level. The VaR approach is measured at a 99% confidence level and based on a time horizon of one month. The holding period relating to the financial derivative instruments, for the purpose of calculating global exposure, is one month.

Investor suitability

Investor profile

As this bond Sub-Fund invests beyond the investment grade arena in high yield bonds, it is most suited for investors willing to take extra risks in search of higher future returns. Investors in the Sub-Fund will therefore likely use it to complement an existing core bond portfolio invested in lower risk government or agency bonds, in order to gain greater diversification through exposure to the higher return potential of non-investment grade securities. The Sub-Fund can also be used as a stand alone investment for investors looking to produce capital growth. Because of the higher volatility of high yield securities, investors should have at least a three to five year investment horizon.

Key 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. Issuers of debt securities may fail to meet payment obligations or the credit rating of debt securities may be downgraded. These risks are typically increased for below investment grade debt securities which may also be subject to higher volatility and lower liquidity than investment grade debt securities.

The credit worthiness of unrated debt securities is not measured by reference to an independent credit rating agency.

The value of financial derivative instruments can be volatile. This is because a small movement in the value of the underlying asset can cause a large movement in the value of the financial derivative instrument and therefore, investment in such instruments may result in losses in excess of the amount invested by the Sub-Fund.

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.

JPMorgan Investment Funds - Global High Yield Bond Fund

Holdings

Bond quality breakdown ^D (as at 30/04/15)

AAA	2.1%
AA	0.1%
A	0.0%
BBB	3.4%
< BBB	94.4%
Non Investment Grade	94.4%

10 largest holdings

(as at 30/04/15)

Bond holding	Coupon rate	Maturity date ^E	Weight
Sprint (United States)	7.875%	15/09/23	1.3%
HCA (United States)	7.500%	15/02/22	1.3%
Sprint Capital (United States)	8.750%	15/03/32	1.2%
Valeant Pharmaceuticals International (Canada)	7.500%	15/07/21	1.1%
Clear Channel (United States)	6.500%	15/11/22	1.0%
Dish DBS (United States)	6.750%	01/06/21	1.0%
HCA Holdings (United States)	7.750%	15/05/21	0.9%
Intelsat Jackson (Luxembourg)	7.250%	15/10/20	0.9%
Chrysler (United States)	8.250%	15/06/21	0.9%
First Data (United States)	8.750%	15/01/22	0.8%

Sector breakdown

(as at 30/04/15)

Sector	Fund	Benchmark ^C	Deviation
Communications	22.4%	18.5%	3.9%
Consumer Non-Cyclicals	17.2%	12.9%	4.3%
Consumer Cyclicals	16.6%	15.5%	1.1%
Energy	10.4%	14.2%	-3.8%
Technology	9.0%	5.6%	3.4%
Capital Goods	7.9%	7.8%	0.1%
Basic Industry	5.8%	7.7%	-1.9%
Financial Institutions	3.9%	11.1%	-7.2%
Transportation	1.7%	1.7%	0.0%
Others	4.2%	5%	-0.8%
Cash	0.9%	0.0%	0.9%
Total	100.0%	100.0%	0.0%

Geographical breakdown

(as at 30/04/15)

Country	Fund	Benchmark ^C	Deviation
United States	85.5%	81.6%	3.9%
Luxembourg	5.6%	4.5%	1.1%
Canada	4.2%	4.3%	-0.1%
Netherlands	1.8%	1.1%	0.7%
United Kingdom	1.2%	2.8%	-1.6%
France	0.8%	1.2%	-0.4%
Ireland	0.4%	0.6%	-0.2%
Australia	0.4%	0.6%	-0.2%
Italy	0.3%	0.4%	-0.1%
Others	-0.2%	2.9%	-3.1%
Total	100.0%	100.0%	0.0%

JPMorgan Investment Funds - Global High Yield Bond Fund

Explanatory Notes, Risks and Important Information

Notes

^AOn 10/04/07 the investment objective was updated to make reference to the use of derivatives strategies. As at 30/06/12 the investment objective was revised. For clarification the revisions made do not constitute any changes in the way the Sub-Fund is managed.

^BFor reactivated share classes the performance is shown from the date of reactivation and not the share class launch date.

^CAs at 30/06/05 the benchmark for the Fund was changed from Merrill Lynch High Yield US BB-B hedged into EUR to Merrill Lynch US High Yield BB-B Rated Constrained Index (Total Return Gross). On 04/01/10 the benchmark was changed to BofA Merrill Lynch US High Yield Master II Constrained Index (Total Return Gross).

^DAAA and AA includes cash and CDX. The Fund holds 7.4% in CDX exposure which is backed by cash as collateral and not reflected in the quality breakout above. Composition by rating of the Fund's CDX exposure is as follows: BB: 23% B: 47% CCC: 18%.

^EMaturity Date refers to the maturity/reset date of the security. For those securities whose reference coupon rate is adjusted at least every 397 days, the date of the next coupon rate adjustment is shown.

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.

Source: J.P. Morgan

Important Information

This is a promotional document and as such the views contained herein are not to be taken as an advice or recommendation to buy or sell any investment or interest thereto. Reliance upon information in this material is at the sole discretion of the reader. Any research in this document has been obtained and may have been acted upon by J.P. Morgan Asset Management for its own purpose. The results of such research are being made available as additional information and do not necessarily reflect the views of J.P. Morgan Asset Management. Any forecasts, figures, opinions, statements of financial market trends or investment techniques and strategies expressed are unless otherwise stated, J.P. Morgan Asset Management's own at the date of this document. They are considered to be reliable at the time of writing, may not necessarily be all-inclusive and are not guaranteed as to accuracy. They may be subject to change without reference or notification to you.

It should be noted that the value of investments and the income from them may fluctuate in accordance with market conditions and taxation agreements and investors may not get back the full amount invested. Changes in exchange rates may have an adverse effect on the value, price or income of the product(s) or underlying overseas investments. Both past performance and yield may not be a reliable guide to future performance. There is no guarantee that any forecast made will come to pass. Furthermore, whilst it is the intention to achieve the investment objective of the investment product(s), there can be no assurance that those objectives will be met.

J.P. Morgan Asset Management is the brand name for the asset management business of JPMorgan Chase & Co and its affiliates worldwide. You should note that if you contact J.P. Morgan Asset Management by telephone those lines may be recorded and monitored for legal, security and training purposes. You should also take note that information and data from communications with you will be collected, stored and processed by J.P. Morgan Asset Management in accordance with the EMEA Privacy Policy which can be accessed through the following website <http://www.jpmorgan.com/pages/privacy>.

As the product may not be authorised or its offering may be restricted in your jurisdiction, it is the responsibility of every reader to satisfy himself as to the full observance of the laws and regulations of the relevant jurisdiction. Prior to any application investors are advised to take all necessary legal, regulatory and tax advice on the consequences of an investment in the product(s). Shares or other interests may not be offered to or purchased directly or indirectly by US persons. All transactions should be based on the latest available prospectus, the Key Investor Information Document (KIID) and any applicable local offering document. These documents together with the annual report, semi-annual report and the articles of incorporation for the Luxembourg domiciled product(s) are available free of charge upon request from JPMorgan Asset Management (Europe) S.à.r.l., 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg, your financial adviser or your J.P. Morgan Asset Management regional contact. In Switzerland, J.P. Morgan (Suisse) SA, 8, rue de la Confédération, PO Box 5507, 1211 Geneva 11, Switzerland, has been authorised by the Swiss Financial Market Supervisory Authority FINMA as Swiss representative and as paying agent of the funds.

Morningstar Ratings™: © Morningstar. All Rights Reserved.