

# 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.

JPMorgan Funds

ISIN: LU2539334610

## JPM Green Social Sustainable Bond D (acc) - EUR

a Share Class of JPMorgan Funds – Green Social Sustainable Bond Fund. The management company is JPMorgan Asset Management (Europe) S.à r.l.

### Objectives, Process and Policies

#### INVESTMENT OBJECTIVE

To achieve a long-term return in excess of the Benchmark by investing primarily in debt securities where proceeds are directed to projects and activities that contribute towards a sustainable and inclusive economy.

#### INVESTMENT PROCESS

##### Investment approach

- Uses a globally integrated research driven investment process that focuses on analysing fundamental, quantitative and technical factors across countries, sectors and issuers.
- Has sustainable investment as its objective, underpinned by a robust risk management and governance framework.
- Utilises proprietary framework, aligned with industry recognised standards, to identify sustainable issuances that contribute to a sustainable and inclusive economy.

**Share Class Benchmark** Bloomberg Global Aggregate Green Social Sustainability Bond 1-10 year Index

##### Benchmark uses and resemblance

- Performance comparison.
- Basis for relative VaR calculations.

The Sub-Fund is actively managed. The majority of issuers in the Sub-Fund are likely to be represented in the benchmark because the Investment Manager uses it as a basis for portfolio construction, but has some discretion to deviate from its composition and risk characteristics within indicative risk parameters. The Sub-Fund will resemble the composition and risk characteristics of its benchmark; however, the Investment Manager's discretion may result in performance that differs from the benchmark.

#### POLICIES

**Main investment exposure** Invested in a portfolio of investment grade debt securities which have been labelled as "green", "social", "sustainable" and "sustainability-linked" or other similar debt securities. The debt securities may be issued by governments and their agencies, state and provincial governmental entities and supranational organisations and corporations. The debt securities may include up to 20% of assets in MBS/ABS and up to 15% of assets in below investment grade debt securities. Issuers may be located anywhere in the world, including emerging markets and onshore debt securities issued within the PRC through China-Hong Kong Bond Connect.

The Sub-Fund has sustainable investment as its objective and the Investment Manager considers that the Sub Fund's investments qualify as "sustainable investments" for the purposes of SFDR. Investments are evaluated and deemed sustainable investments via the following process.

The investment process to identify bonds for inclusion in the Sub-Fund's portfolio has two steps: 1) application of selection criteria through the Investment Manager's proprietary research framework to identify the most compelling, sustainable issuances; and 2) exclusionary framework. Step 1: The Investment Manager's proprietary framework determines whether a bond is eligible for inclusion in the Sub-Fund's portfolio based on the following:

- the bond type label i.e. green, social, sustainable or sustainability-linked;
- the consistency of the projects for which the bonds have been issued with the [Investment Manager's] Sustainable and Inclusive Economy Framework and industry recognised standards;

- a quantitative assessment based on the following industry principles: use of proceeds, project evaluation, segregation/transparency of proceeds, reporting and compliance;
- a classification of the issuers or relevant issues based on internal criteria.

Further details of the Sustainable and Inclusive Economy Framework can be found on <https://am.jpmorgan.com/lu/en/asset-management/adv/investment-themes/sustainable-investing/sustainable-and-inclusive-economy-investment-framework/>.

Step 2: The Investment Manager evaluates and applies values and norms based screening to implement exclusions. To support this screening, it relies on third party provider(s) who identify an issuer's participation in or the revenue which they derive from activities that are inconsistent with the values and norms based screens. The Investment Manager may actively invest in certain bonds where proceeds are directed to the transition to a sustainable economy. As a result the Sub-Fund may invest in bonds issued by issuers that would otherwise be excluded. Investment in such bonds is conditional on the bonds being sustainable investments and the issuer having good governance.

Ongoing monitoring is in place to ensure that the proceeds of bonds in which the Sub-Fund has invested are deployed as intended. If the proceeds are not deployed as intended, the Investment Manager will engage with the issuer to determine the circumstances surrounding the difference in deployment relative to the Investment Manager's expectation. If the issuer can resolve the matter in the short-term it may continue to be held in the portfolio. However, if not the issue will be sold as soon as reasonably practicable taking into account the best interests of Shareholders.

The Sub-Fund systematically includes environmental, social and governance ("ESG") analysis in its investment decisions on at least 90% of securities purchased.

**Other investment exposures** Unrated debt securities. Up to 20% of net assets in Ancillary Liquid Assets and up to 20% of assets in Deposits with Credit Institutions, money market instruments and money market funds for managing cash subscriptions and redemptions as well as current and exceptional payments. Up to 100% of net assets in Ancillary Liquid Assets for defensive purposes on a temporary basis, if justified by exceptionally unfavourable market conditions.

**Derivatives Used for:** efficient portfolio management; hedging. **Types:** see [Sub-Fund Derivative Usage table under How the Sub-Funds Use Derivatives, Instruments and Techniques in the Prospectus](#). **TRSs including CFDs:** none. **Global exposure calculation method:** relative VaR. Expected level of leverage from derivatives: 400% indicative only. Leverage may significantly exceed this level from time to time.

**Currencies Sub-Fund Base currency:** USD **Currencies of asset denomination:** any. **Hedging approach:** typically hedged to the currency weights of the Benchmark.

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

**Distribution Policy** This Share Class does not pay dividends. Earned income is retained in the NAV.

For an explanation of some of the terms used in this document, please visit the glossary on our website at [www.jpmorganassetmanagement.lu](http://www.jpmorganassetmanagement.lu)

### Risk and Reward Profile



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 4 because its simulated Net Asset Value has shown medium fluctuations historically.

#### OTHER MATERIAL RISKS

The Sub-Fund is subject to **Investment risks** and **Other associated risks** from the techniques and securities it uses to seek to achieve its objective.

The table on the right explains how these risks relate to each other and the **Outcomes to the Shareholder** that could affect an investment in the Sub-Fund.

Investors should also read [Risk Descriptions in the Prospectus](#) for a full description of each risk.

**Investment risks** *Risks from the Sub-Fund's techniques and securities*

<b>Techniques</b>	Debt securities	– Government debt
Hedging	– Investment grade debt	– Unrated debt
<b>Thematic Securities</b>	– Below investment grade debt	Emerging markets
China		MBS/ABS

**Other associated risks** *Further risks the Sub-Fund is exposed to from its use of the techniques and securities above*

Credit Liquidity	Market Currency	Interest rate
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**Outcomes to the Shareholder** *Potential impact of the risks above*

<b>Loss</b> Shareholders could lose some or all of their money.	<b>Volatility</b> Shares of the Sub-Fund will fluctuate in value.	<b>Failure to meet the Sub-Fund's objective.</b>
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**Charges****One-off charges taken before or after you invest**

<b>Entry charge</b>	3.00%	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.
<b>Exit charge</b>	0.50%	

**Charges taken from this Share Class over a year**

<b>Ongoing charge</b>	1.30%	The ongoing charge is estimated and is based on the expected charges. The UCITS' annual report for each financial year will include details on the charges made.
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**Charges taken from this Share Class under certain specific conditions**

<b>Performance fee</b>	None
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- 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.
- 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 "Share Classes and Costs" section of the Prospectus.

**Past Performance**

- Past performance is not a guide to future performance.
- There is insufficient performance data available to provide a chart of annual past performance.

- Sub-Fund launch date: 2022.
- Share Class launch date: 2022.

**Practical Information**

**Depository** The fund depository is J.P. Morgan SE - Luxembourg Branch.

**Further Information** A copy of the Prospectus and latest annual and semi-annual financial report in English, French, German, Italian, Portuguese and Spanish and the latest Net Asset Value per Share and Bid and Offer Prices are available free of charge upon request from [www.jpmorganassetmanagement.com](http://www.jpmorganassetmanagement.com), by email from [fundinfo@jpmorgan.com](mailto:fundinfo@jpmorgan.com), or by writing to JPMorgan Asset Management (Europe) S.à r.l, 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg.

**Remuneration Policy** The Management Company's Remuneration Policy can be found on <http://www.jpmorganassetmanagement.lu/emea-remuneration-policy>. This policy includes details of how remuneration and benefits are calculated, including responsibilities and composition of the committee which oversees and controls the policy. A copy of this policy can be requested free of charge from the Management Company.

**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 (excluding a T Share Class or an F Share Class) of the Sub-Fund or another Sub-Fund of JPMorgan Funds (excluding Multi-Manager Sub-Funds) subject to meeting any relevant eligibility requirements and minimum holding amounts. Further information can be found in the "Investing in the Sub-Funds" section of the Prospectus.

**Privacy Policy** 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 may be processed by J.P. Morgan Asset Management, acting as a data controller, in accordance with applicable data protection laws. Further information about processing activities of J.P. Morgan Asset Management can be found in the EMEA Privacy Policy, which is available at [www.jpmorgan.com/emea-privacy-policy](http://www.jpmorgan.com/emea-privacy-policy). Additional copies of the EMEA Privacy Policy are available on request.