

JPM UK Higher Income Fund

Class: JPM UK Higher Income Fund A - Net Accumulation

Synthetic risk and reward indicator Based on share class volatility for the past 5 years. See Key Investor Information Document (KIID) for details.

1	2	3	4	5	6	7
Lower risk/ potential reward Not risk-free				Higher risk/ potential reward		

Fund overview

ISIN	Sedol	Bloomberg	Reuters
GB0030878408	3087840	JPPEIAA LN	GB0030878408.LUF

Investment objective: To provide income and prospects of capital growth by investing primarily in equity and equity-linked securities of UK companies. The Fund aims to provide a higher income yield than the yield on the FTSE™ All-Share Index.

Investor profile: The Fund may suit investors seeking a stand-alone UK Equity investment aimed at producing income with the potential for capital growth, or investors who are looking to add a primarily UK Equity fund to a diversified portfolio.

Fund manager(s)	Fund assets	Available through
Thomas Buckingham Ian Butler	£446.5m	ISA Investment Account
Client portfolio manager(s)	NAV	Entry/exit charges
Andrew Robbins Paul Shutes Charlotte Crisp	1106.00p	Entry charge (max) 0.00% Exit charge (max) 0.00%
Fund reference currency	Fund launch	Ongoing charge 1.38%
GBP	1 Nov 1959	
Share class currency	Class launch	
GBP	1 Nov 1959	
	Domicile	
	United Kingdom	

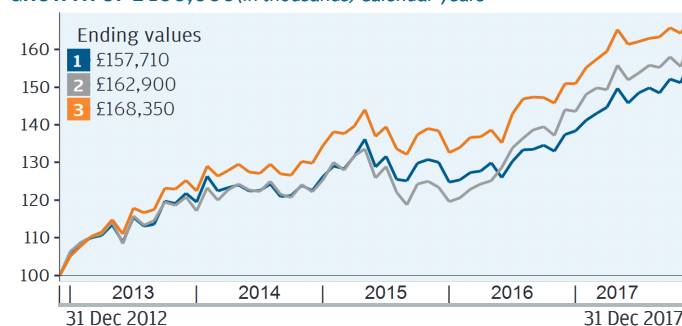
Fund ratings As at 31 December 2017

Morningstar Category™ UK Equity Income

Performance

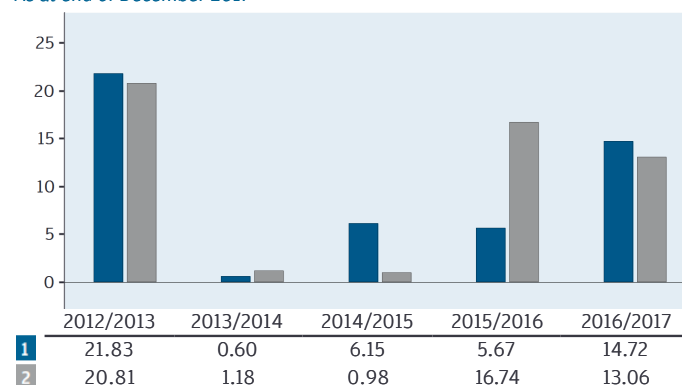
- 1 Class: JPM UK Higher Income Fund A - Net Accumulation
- 2 Benchmark: FTSE All-Share Index (Net)
- 3 Sector average: UK Equity Income

GROWTH OF £ 100,000 (in thousands) Calendar years



QUARTERLY ROLLING 12-MONTH PERFORMANCE (%)

As at end of December 2017



YIELD AND CUMULATIVE PERFORMANCE (%)

Yield: **4.04%**

Latest dividend rate (may be estimated): **18.40p** Ex-dividend date: **1 Feb 2017**

	ANNUALISED					
	1 month	3 months	1 year	3 years	5 years	10 years
1	4.34	6.24	14.72	8.77	9.54	5.57
2	4.77	4.96	13.06	10.05	10.25	6.31
3	2.40	3.00	11.50	9.00	11.10	6.60

PORTFOLIO ANALYSIS

Measurement	3 years	5 years
Correlation	0.86	0.91
Alpha (%)	-1.16	-0.65
Beta	0.77	0.84
Annualised volatility (%)	8.25	8.88
Sharpe ratio	1.05	1.04
Tracking error (%)	4.74	3.95
Information ratio	-0.26	-0.18

PERFORMANCE DISCLOSURES

Past performance is not a guide to current and future performance. The value of your investments and any income from them may fall as well as rise and you may not get back the full amount you invested.

Source: J.P.Morgan Asset Management. Share class performance shown is based on the quoted price of the share class, assumes any net income was reinvested, and includes ongoing charges but not any entry or exit fees. Indices do not include fees or operating expenses and you cannot invest in them.

The benchmark is for comparative purposes only unless specifically referenced in the Sub-Fund's Investment Objective and Policy.

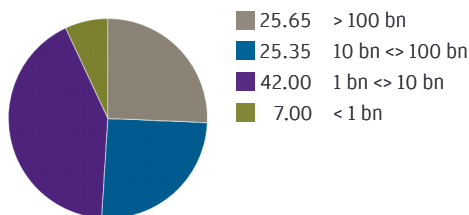
The Yield reflects net distributions declared over the past 12 months as a percentage of the quoted price at the date shown. It does not include the Entry charge and investors may be subject to tax on their distributions. Where a portion of the fund's expenses are charged to capital this has the effect of increasing the distribution for the year and constraining the fund's capital performance to an equivalent extent.

See the material risks, general disclosures and definitions on page 2.

Holdings

TOP 10	Sector	% of assets	SECTORS (%)	Compared to benchmark	
Royal Dutch Shell	Oil & Gas	9.0	Financials	34.5	+8.0
HSBC	Financials	7.0	Oil & Gas	13.7	+0.8
BP	Oil & Gas	4.7	Consumer Goods	12.5	-3.1
Vodafone	Telecommunications	3.2	Consumer Services	10.6	-0.5
Rio Tinto	Basic Materials	2.7	Industrials	10.4	-0.4
Lloyds Banking	Financials	2.6	Basic Materials	10.4	+2.8
Unilever	Consumer Goods	2.6	Telecommunications	3.2	-0.4
Glencore	Basic Materials	2.6	Utilities	1.5	-1.2
BHP Billiton	Basic Materials	2.0	Technology	1.4	+0.2
Compass	Consumer Services	1.7	Health Care	0.0	-8.0
			Cash	1.8	+1.8

MARKET CAP (%)



Key risks

The value of equity and equity-linked securities may fluctuate in response to the performance of individual companies and general market conditions.

The single market in which the Fund primarily invests, in this case the UK, may be subject to particular political and economic risks and, as a result, the Fund may be more volatile than more broadly diversified funds. As the portfolio of the Fund is primarily focused on generating income, it may bear little resemblance

to the composition of its benchmark. This Fund charges the annual fee of the Authorised Corporate Director (ACD) against capital, which will increase the amount of income available for distribution to Shareholders, but may constrain capital growth. It may also have tax implications for certain investors.

GENERAL DISCLOSURES

Before investing, obtain and review the current Prospectus, Key Investor Information Document (KIID) and the Key Features Document/Terms & Conditions for this fund which are available from JPMorgan Asset Management Marketing Limited.

This material should not be considered as advice or an investment recommendation. Fund holdings and performance are likely to have changed since the report date. No provider of information presented here, including index and ratings information, is liable for damages or losses of any type arising from use of their information. No warranty of accuracy is given and no liability in respect of any error or omission is accepted. To the extent permitted by applicable law, we may record telephone calls and monitor electronic communications to comply with our legal and regulatory obligations and internal policies. Personal data will be collected, stored and processed by J.P. Morgan Asset Management in accordance with our EMEA Privacy Policy www.jpmorgan.com/jpmpdf/1320694304816.pdf. For additional information on the sub-fund's target market please refer to the Prospectus.

As at 16/12/17 JPM UK Equity & Bond Income Fund was merged into this Sub-Fund.

INFORMATION SOURCES

Fund information, including performance calculations and other data, is provided by J.P. Morgan Asset Management (the marketing name for the asset management businesses of

JPMorgan Chase & Co and its affiliates worldwide).

All data is as at the document date unless indicated otherwise.

© 2017 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. The benchmark is for comparative purposes only unless specifically referenced in the Sub-Fund's Investment Objective and Policy.

Benchmark Source: FTSE® is a trade mark of London Stock Exchange Limited and The Financial Times Limited and is used by FTSE International Limited under license.

ISSUER

JPMorgan Asset Management (UK) Limited
Registered address: 25 Bank Street, Canary Wharf, London E14 5JP, United Kingdom. Authorised and regulated by the Financial Conduct Authority. Registered in England No. 01161446.

DEFINITIONS

NAV Net Asset Value of a fund's assets less its liabilities per Share.

Quoted Price The single price at which all client orders are executed.

Correlation measures the relationship between

the movement of the fund and its benchmark. A correlation of 1.00 indicates that the fund perfectly matched its benchmark.

Alpha (%) a measure of excess return generated by a manager compared to the benchmark. An alpha of 1.00 indicates that a fund has outperformed its benchmark by 1%.

Beta a measure of a fund's sensitivity to market movements (as represented by the fund's benchmark). A beta of 1.10 suggests the fund could perform 10% better than the benchmark in up markets and 10% worse in down markets, assuming all other factors remain constant.

Annualised volatility (%) an absolute measure of volatility and measures the extent to which returns vary up and down over a given period. High volatility means that the returns have been more variable over time. The measure is expressed as an annualised value.

Sharpe ratio measures the performance of an investment adjusting for the amount of risk taken (compared a risk-free investment). The higher the Sharpe ratio the better the returns compared to the risk taken.

Tracking error (%) measures how much a fund's returns deviate from those of the benchmark. The lower the number the closer the fund's historic performance has followed its benchmark.

Information ratio (IR) measures if a manager is outperforming or underperforming the benchmark and accounts for the risk taken to achieve the returns. A manager who outperforms a benchmark by 2% p.a. will have a higher IR than a manager with the same outperformance but who takes more risk.