

Standard & Poor's Fund Stars™ ★ ★ ★ ★

Standard & Poor's Fund Management Rating AA

### Investment objective <sup>A</sup>

To provide long-term capital growth by investing primarily in equities of Japanese companies.

### Benchmark<sup>B</sup>

TOPIX Net

**Average annual return** **-5.2%**

Average annual return figure over 5 years

### Fund highlights

- JPMF Japan Equity Fund is a core product designed for investors looking for pure, broad market exposure only to the Japanese stock market.
- The fund aims to invest in quality Japanese companies which are generating above-average growth per share and whose share price is at an attractive valuation.
- The fund uses an investment process which has been specifically designed to work in Japan and developed over 30 years' of experience within the market.
- Therefore, the fund is ideally suited to investors who are looking for a core Japan holding within a portfolio in order to gain a broad exposure to Japan's leading companies.

### Fund statistics

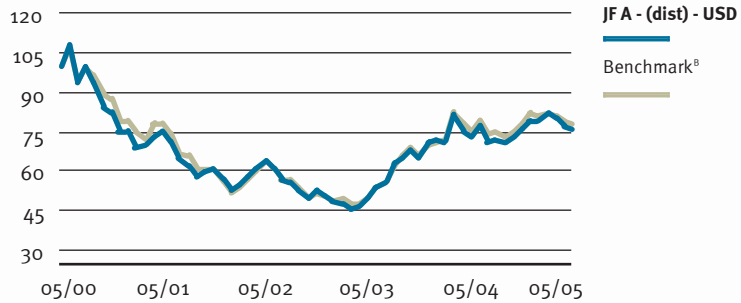
Fund manager(s)	Peter Kirkman	
Client portfolio manager	Adam Matthews	
Launch date	A-USD 12/88 D-USD 10/00	
Fund Size	USD 1974.8m	
Fund Charges	A-USD	D-USD
Initial	5.00%	5.00%
Annual	1.50%	2.25%
Expenses	0.40%	0.40%
Redemption	0.50%	0.50%

Annual Charge + Expenses = TER (Total Expense Ratio)

## JPMORGAN FLEMING FUNDS - Japan Equity Fund

ALL DATA AS AT 31/05/05

### Performance since 31/05/00 (USD)



### Rolling 12 month performance as at 31 May (USD)

	2005/2004	2004/2003	2003/2002	2002/2001	2001/2000
JF A - (dist) - USD	4.4%	47.2%	-23.0%	-14.4%	-24.5%
JF D - (acc) - USD	3.4%	46.1%	-23.5%	-14.8%	-
Benchmark <sup>B</sup>	4.1%	48.6%	-21.6%	-17.6%	-21.5%

### Cumulative performance (USD)

	1 month	3 months	1 year	3 years	5 years	Since inception
JF A - (dist) - USD	-1.8%	-7.1%	4.4%	18.3%	-23.5%	141.6%
JF D - (acc) - USD	-1.9%	-7.3%	3.4%	15.6%	-	-
Benchmark <sup>B</sup>	-1.4%	-5.4%	4.1%	21.2%	-21.6%	-36.8%

### Annualised performance (USD)

	3 years	5 years	Since inception
JF A - (dist) - USD	5.8%	-5.2%	5.5%
JF D - (acc) - USD	4.9%	-	-
Benchmark <sup>B</sup>	6.6%	-4.7%	-2.7%

### Top ten holdings

Holding	Key business	%
Nissan Motors	Transportation Equipment	6.6
JFE	Iron & Steel	5.2
Sumitomo Mitsui	Banks	4.9
UFJ	Banks	3.5
Sumitomo	Wholesale Trade	3.2
Ricoh	Electric Appliances	3.1
Mitsubishi Tokyo	Banks	3.1
Takefuji	Other Financing Business	2.7
Shin-Etsu Chemical	Chemicals	2.4
Suzuki Motors	Transportation Equipment	2.3

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.

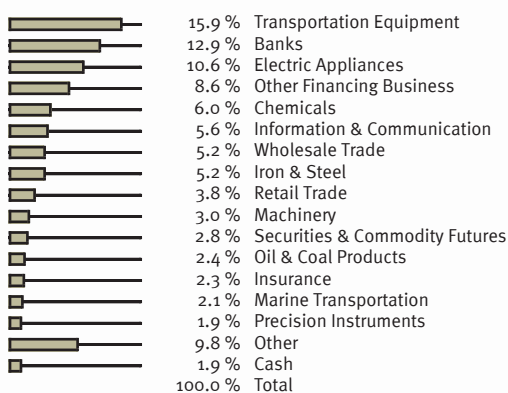
All performance details are offer to offer with gross income reinvested and relate to 'A-USD' unless otherwise stated. Please note that the performance for the D share class is calculated when capital becomes available, which may not necessarily coincide with the launch date.

Source: JPM/JPMorgan Chase

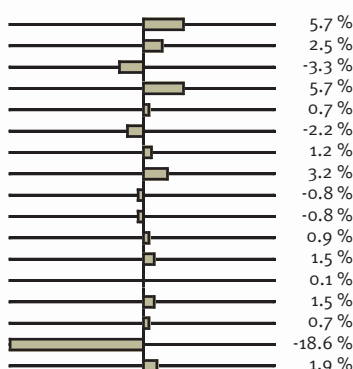
<sup>A</sup> On 30/09/02 the Fund's investment objective was changed to specify investment in equities.

<sup>B</sup> On 01/10/02 the benchmark for this Fund was changed from a gross dividends reinvested basis to net dividends reinvested as this better reflects the tax status of the Fund.

## Sector breakdown



## Deviation from benchmark



## Statistical analysis review

	3yrs	5yrs
Correlation	0.97	0.97
Alpha	-0.09	-0.02
Beta	1.07	1.01
Annual volatility	19.15	20.12
Sharpe ratio	0.30	-0.30
Tracking error	4.49	5.27
Information ratio	-0.18	-0.09

## Fund codes

Sedol	A-USD	4342979
	D-USD	4480051
Bloomberg	A-USD	FLEJAPI LX
	D-USD	FLEJAPC LX
Reuters	A-USD	LU0053696224.LUF
	D-USD	LU0117866185.LUF
ISIN	A-USD	LU0053696224
	D-USD	LU0117866185
VALOREN	A-USD	000358465
	D-USD	001131000
WKN	A-USD	971602
	D-USD	603262

The opinions expressed in this report are those held by the authors at the time of going to print. The views expressed herein are not to be taken as advice or recommendation to sell or buy shares. This material should not be relied on as including sufficient information to support an investment decision.

Telephone lines are recorded and may be monitored for security and training purposes.

For up-to-date information and performance data please contact your JPMorgan Asset Management representative. 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. Please note that the fund star ratings are as at the end of the calendar month but are calculated by Standard & Poor's based on the previous month's performance data.

When a subscription involves a foreign exchange transaction, it may be subject to the fluctuations of currency values. Exchange rates may also cause the value of underlying overseas investments to go up or down. Investments in emerging markets may involve a higher element of risk due to political and economic instability and underdeveloped markets and systems. Investments in smaller companies may involve a higher degree of risk as small cap markets tend to be much more volatile than their larger capitalisation counterparts. Where a fund invests in non-investment grade bonds an increased risk to the capital will arise.

The document should be read in conjunction with the Prospectus. All transactions should be based on the latest available prospectus and local offering document (as applicable) which contain more information regarding charges, entry fees and minimum investment amount. A copy of the Prospectus, local offering document, annual report, semi-annual report and the articles of incorporation of the JPMorgan Fleming Investment Funds, JPMorgan Fleming Funds, JPMorgan Fleming Liquidity Funds and JPMorgan Fleming Lux Funds are available free of charge upon request from JPMorgan Asset Management (Europe) S.à r.l., European Bank and Business Centre, 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg, your financial adviser or your regional contact. Please consult your tax or legal advisor about any issues regarding accounting, legal or tax advice, or investment recommendations discussed here.

Materials issued in the United Kingdom will be approved for use by JPMorgan Asset Management Marketing Limited, 125 London Wall, London EC2Y 5AY. JPMorgan Asset Management Marketing Limited is authorised and regulated by the Financial Services Authority and is part of the JPMorgan Asset Management marketing group that sells investments, life assurance and pension products. Investors should note that there is no right to cancel an agreement to purchase shares under the Rules of the Financial Services Authority and that the normal protections provided by the UK regulatory system do not apply and compensation under the Financial Services' Compensation Scheme is not available.

Issued in all other jurisdictions by JPMorgan Asset Management (Europe) S.à r.l.