# JPM America

JF share class of JPMorgan Funds

May 2008

Your World of Opportunity

JF Asset Management

Part of JPMorgan Asset Management

## Fund objective

To provide long-term capital growth by investing primarily in US companies.

## Suitable for investors seeking...

- ✓ to invest in the world's largest and most influential stock market through a managed portfolio.
- ✓ broad-based exposure to "best of breed" companies in technology, healthcare, consumer goods, financial services sectors etc.

## Fund Manager's report

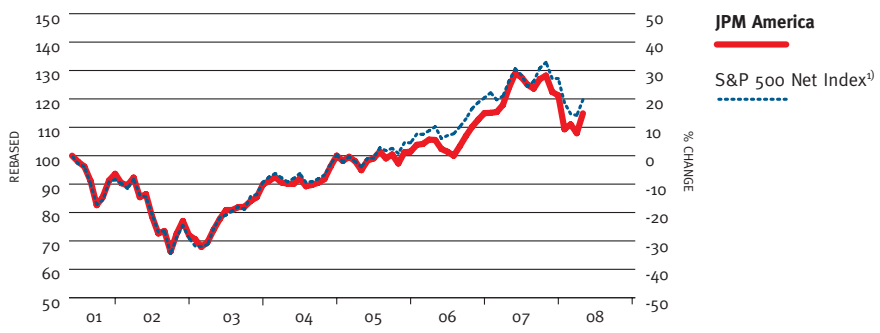
**Portfolio Review:** The US equity market enjoyed a strong April, ending a five consecutive monthly fall on the S&P 500 Index, as investors interpreted improvements in the credit markets, lower market volatility levels, and banks' recapitalisation announcements as a sign that the worst of the credit crunch is now behind us. The Fund outperformed its benchmark for the period as strong stock selection in the industrial and healthcare sectors aided relative performance the most.

**Outlook:** Until the outlook for economic growth begins to improve and for as long as input costs remain at high levels, corporate profit margins will remain under pressure and a significant re-rating in global valuations seems unlikely. Moreover the significant downside risks for US consumers in particular should not be underestimated. With earnings momentum remaining negative, this should put a constraint on the extent of further price gains in the near term. It may take another financial accident or renewed concerns over one, to bring about considerable market downside from here, but it may still be some time before we can expect rallies to prove sustainable.

## Portfolio information

| | | |
|---|---|---|
| Fund manager | | **Brian Green, New York** |
| Launch date | | **01.06.01** |
| Fund size (m) | | **USD 615.5** |
| Base currency and NAV per share | | **USD 47.86** |
| Current prices: | Bid | **USD 47.62** |
| | Offer | **USD 50.26** |
| 12 month offer prices: | High | **USD 57.42 (11.10.07)** |
| | Low | **USD 45.63 (22.01.08)** |
| Charges: | Initial | **5.0% of NAV** |
| | Redemption | **0.5% of NAV** |
| | Management fee | **1.5% p.a.** |
| Last dividend value and xd date | | **USD 0.28 (14.09.05)** |

## Performance from 01.06.01 to 30.04.08



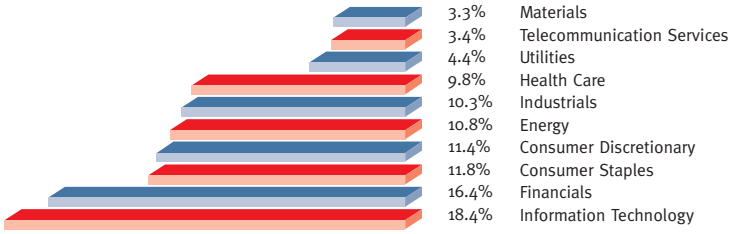

## Cumulative performance %

| | 1 month | 1 year | 3 years | 5 years | Since launch |
|---|---|---|---|---|---|
| **JPM America** | **+6.5** | **-7.4** | **+21.1** | **+55.4** | **+14.9** |
| S&P 500 Net[1] | +4.8 | -5.2 | +24.6 | +61.2 | +19.7 |

## Calendar Year performance %

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008YTD |
|---|---|---|---|---|---|---|
| **JPM America** | **+24.8** | **+11.3** | **+1.4** | **+13.4** | **+5.4** | **-5.2** |
| S&P 500 Net[1] | +27.8 | +10.7 | +4.2 | +15.1 | +5.6 | -5.9 |

## Portfolio analysis




## Top ten holdings (as at end March 2008)

| Holding | Sector | % |
|---|---|---|
| **Wal-Mart Stores, Inc.** | Consumer Staples | 3.3 |
| **Microsoft Corp.** | Information Technology | 3.1 |
| **Cisco Systems** | Information Technology | 2.5 |
| **United Technologies** | Industrials | 2.5 |
| **Bank of America Corp.** | Financials | 2.5 |
| **Verizon Communications** | Telecommunication Services | 2.5 |
| **Merck & Co. Inc.** | Health Care | 2.4 |
| **Hewlett-Packard Co.** | Information Technology | 2.4 |
| **Norfolk Southern Corp.** | Industrials | 2.4 |
| **Philip Morris Cos. Inc.** | Consumer Staples | 2.3 |

**For more information, please contact your bank or your financial adviser or us directly.**

**www.jfam.com**

Unless stated otherwise, all information as at the last valuation date of the previous month. Source: JFAM/JPMAM/Thomson Datastream (NAV to NAV in USD with income reinvested). Source of Fund Rating and Star Rating: S&P & Morningstar, Inc. The time difference between fund NAV calculation and US market closing can distort the Fund's relative performance. All performance data refers to JF share class A (dist) – USD. The Fund may invest up to 10% in securities issued by any single issuer or 30% in government and other public securities of the same issue. The overweight, if any, was due to market movements and will be rectified shortly. Funds which are invested in emerging markets and smaller companies may also involve a higher degree of risk and are usually more sensitive to price movements. **1)**The Total Index was replaced with Net Index on 01.02.05 retrospectively from the Fund's inception.

**Past performance is not indicative of future performance. Investment involves risk. Please refer to the offering document(s).**

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