

JF ASEAN

January 2012

Fund objective

To provide long-term capital growth by investing primarily in the securities of companies with significant assets in, or earnings derived from, one or more of the countries comprising the Association of Southeast Asian Nations (ASEAN).

Fund Manager's report

Portfolio Review: The MSCI Southeast Asia index edged up 1.2% in December but closed down 6.3% for 2011. Nevertheless, it outperformed the MSCI Asia Pac ex Japan index which was up 0.6% mom and declined 17% over 2011. Singapore underperformed falling 2% during the month and closed down 17.0% in 2011. Elsewhere, Malaysia led the gains during the month (+4.0%) due to window dressing by local funds, followed by the Philippines (+3.8%), Thailand (+3.0%), and Indonesia (+2.9%). Notably, the Philippines outperformed the region in 2011 (+4.1%), followed by Indonesia (+3.2%), and Malaysia (+0.8%), while Thailand retreated 0.7%. The Singaporean government announced further property cooling measures, contributing to underperformance in the developers and financials. In Philippines, the government did its first PPP auction in December, and indicated 16 projects under PPP to be offered in 2012. In Indonesia, Fitch Ratings raised the country's credit status to investment grade, and the parliament approved a landmark land acquisition bill. A corporate tax cut in Thailand has been confirmed, with the rate falling to 23% in 2012 and 20% in 2013-14.

Outlook: We believe that news flow from Europe and the USA will remain mixed and markets will continue to be volatile. We continue to remain overweight in Thailand and Indonesia. Investment projects will start to progress, underpinning economic growth in Indonesia, Thailand and Philippines.

Portfolio information

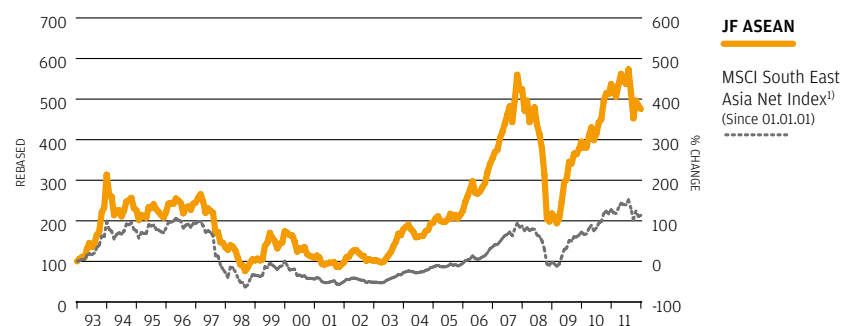
Fund manager	Pauline Ng/Jenny Tan, Singapore	
Launch date	07.07.83	
Fund size (m)	USD 1,853.5	
Base currency and NAV per unit	USD 91.09	
12 month NAV:	High	USD 111.19 (01.08.11)
	Low	USD 80.73 (04.10.11)
Charges:	Initial	5.0% of NAV
	Redemption	0.5% of NAV
	Management fee	1.5% p.a.
Last distribution (x/d date)	USD 0.4695 (30.09.08)	
SEDOL/ISIN codes	B40VS06/HK0000055555	
Bloomberg code	JFASEAI HK	

Statistical analysis

	3 years	5 years	Since launch ⁹⁾
Correlation	0.98	0.98	-
Alpha %	-0.04	-0.29	-
Beta	1.04	1.14	-
Annual volatility %	24.59	30.35	28.24
Sharpe ratio	1.19	0.14	0.15
Annual tracking error %	4.38	7.39	-
Average annual return %	29.65	6.10	9.24

- The Fund may invest in emerging markets, primarily in ASEAN countries, and therefore may have exposure to the relevant currency risk. The Fund's price movement may go down or up sharply over a short time span.
- Investors may be subject to substantial losses.
- Investors should not solely rely on this document to make any investment decision.

Performance from 31.12.92 to 30.12.11



Cumulative performance %

	1 month	1 year	3 years	5 years	Since launch
Fund	-1.7	-11.5	+117.9	+34.4	+1,142.3
Benchmark ¹⁾	+1.2	-6.3	+116.3	+57.2	-

Calendar Year performance %

	2006	2007	2008	2009	2010	2011YTD
Fund	+57.6	+48.2	-58.4	+81.2	+35.9	-11.5
Benchmark ¹⁾	+42.4	+37.8	-47.3	+74.6	+32.3	-6.3

Portfolio analysis

By country/region

Singapore	34.9%
Indonesia	23.4%
Thailand	21.5%
Malaysia	12.7%
Net Liquidity	4.7%
Philippines	1.9%
Hong Kong	0.8%

By sector

0.9%	Utilities
3.4%	Materials
4.7%	Net Liquidity
5.5%	Energy
7.5%	Telecommunication Services
10.1%	Consumer Staples
14.6%	Consumer Discretionary
18.5%	Industrials
34.9%	Financials

Top five holdings (as at end November 2011)

Holding	Sector	Country/region	%
Keppel Corp. Ltd.	Industrials	Singapore	4.2
Singapore Telecommunications Ltd.	Telecommunication Services	Singapore	4.0
PTT Global Chemical Public Company Ltd	Materials	Thailand	3.3
Astra International	Consumer Discretionary	Indonesia	3.3
Oversea-Chinese Banking Corp. Ltd.	Financials	Singapore	2.8

For more information, please contact your bank, financial adviser or visit

www.jpmorganam.com.hk

Unless stated otherwise, all information as at the last valuation date of the previous month. Source: JPMAM/Thomson Reuters Datastream (NAV to NAV in USD with income reinvested). Source of star rating: Morningstar, Inc. Risk ratings (if any) are based on JPMAM's assessment of relative risk by asset class and is subject to change. This is for reference only. Any overweight in any investment holding exceeding the limit set out in the Investment Restrictions was due to market movements and will be rectified shortly. Top ten holdings is available upon request. It should be noted that due to the difference of the fund domiciles the valuation points used by the JF funds and JPMorgan series of funds for fair valuation (where applied) may vary. For details please refer to the respective offering documents(s). 1) From 31.12.92 to 31.12.00: Customised benchmark (calculated by JPMAM and comprises MSCI Singapore Free, Thailand, Philippines, Malaysia and Indonesia Net, rebalanced according to MSCI's market weights on a monthly basis. Malaysia was excluded from 01.09.98 to 31.05.00. Prior to 01.01.99, gross indices were used). From 01.01.01, MSCI South East Asia Net (dividends reinvested after deduction of withholding tax). 2) With the exception of the "Average annual return" figure, all data are calculated from the month end after inception. 3) The Asset Triple A Investment Awards. For 2011, the award is "Asset Management Company of the Year, Asia - Retail". 4) Asia Asset Management - Best of the Best Awards 2008.

Investment involves risk. Past performance is not indicative of future performance. Please refer to the offering document(s) for details, including the risk factors.
This document has not been reviewed by the SFC. Issued by JPMorgan Funds (Asia) Limited.