

# JF AsiaOne

January 2012

## Fund objective

To deliver a competitive total return in different market conditions by means of an actively-managed portfolio of JF Asia Pacific single country funds.

## Fund Manager's report

**Portfolio Review:** The ECB's Long-Term Refinancing Operation gave the market a brief lift in the beginning of the month as it eased the funding pressure on European banks. US macro data (e.g. retail sales and housing sales) were also more resilient than expectations. Asia Pacific indices exhibited large performance divergence though. The HSCEI and KLCI were the outperformers with gains of 4.5% and 4.0% respectively; while China's A-shares was the worst performer (-7%) characterized by the high profile collapse of Chongqing Brewery. India also performed poorly (-4.3%) due to an extremely weak industrial production print (-5.1%) and weakness in the INR, which touched all time lows this month.

**Outlook:** There remains plenty of skepticism about the success of the LTRO launched by ECB. Equity markets will likely stay volatile in view of the Iran conflict and European debt problem. Fundamentally, deleveraging and much slower growth in the West is sharp contrast to Asia, which still sees relatively strong growth and sound balance sheets. We prefer domestic focused stocks to export related names, and continue to overweight the domestic driven economies - India and China, where valuations are very attractive and potential easing ahead.

## Portfolio information

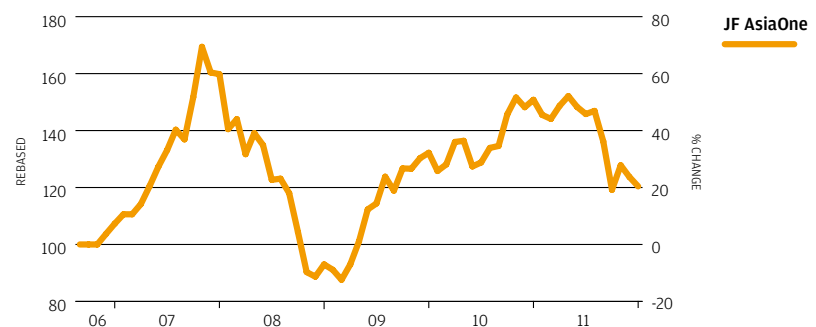
Fund manager	<b>Patrick Chiu/Mayur Nallamala, Hong Kong</b>	
Launch date	<b>18.09.06</b>	
Fund size (m)	<b>USD 93.5</b>	
Base currency and NAV per unit	<b>USD 12.04</b>	
12 month NAV:	High	<b>USD 15.40 (21.04.11)</b>
	Low	<b>USD 11.50 (04.10.11)</b>
Charges:	Initial	<b>3.0% of NAV</b>
	Redemption	<b>0.5% of NAV</b>
	Management fee	<b>0.5% p.a.</b>
Last distribution (xd date)	<b>N/A</b>	
SEDOL/ISIN codes	<b>B413RF9/HK0000055605</b>	
Bloomberg code	<b>JFASIA1 HK</b>	

## Statistical analysis

	3 years	5 years	Since launch <sup>9)</sup>
Correlation	-	-	-
Alpha %	-	-	-
Beta	-	-	-
Annual volatility %	17.37	20.24	19.85
Sharpe ratio	0.49	0.02	0.08
Annual tracking error %	-	-	-
Average annual return %	8.99	2.33	3.58

- The Fund invests in collective investment schemes linked to the economies of Asian countries, including Australia, and is therefore exposed to the underlying market risks. The Fund may also invest in collective investment schemes linked to the economies of emerging markets within Asia and therefore may have exposure to the relevant currency risk.
- The Fund's price movement may be subject to significant volatility and thus 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 18.09.06 to 30.12.11



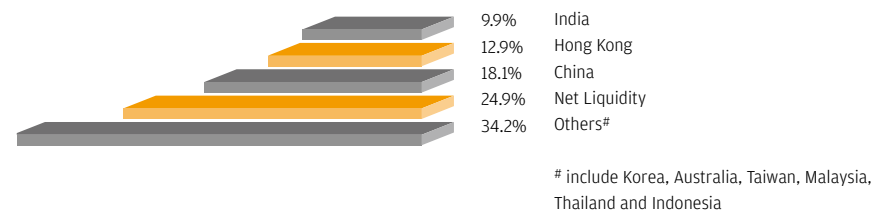
## Cumulative performance %

	1 month	1 year	3 years	5 years	Since launch
<b>Fund</b>	<b>-2.7</b>	<b>-20.2</b>	<b>+29.5</b>	<b>+12.2</b>	<b>+20.4</b>

## Calendar Year performance %

	2006*	2007	2008	2009	2010	2011YTD
<b>Fund</b>	<b>+7.3</b>	<b>+48.9</b>	<b>-41.8</b>	<b>+42.2</b>	<b>+14.1</b>	<b>-20.2</b>

## Portfolio analysis



## Top five holdings (as at end November 2011)

Holding	%
<b>JF China (USD) 'A'</b>	16.4
<b>JF Hong Kong (USD) 'A'</b>	13.2
<b>JF India Fund</b>	10.3
<b>JF Korea Fund</b>	9.4
<b>JF Taiwan (USD) 'A'</b>	8.3

**For more information, please contact your bank, financial adviser or visit**  
**[www.jpmorganam.com.hk](http://www.jpmorganam.com.hk)**

Unless stated otherwise, all information as at the last valuation date of the previous month. Source: JPMAM (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. \*Since launch to end of year. 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. <sup>1)</sup>With the exception of the "Average annual return" figure, all data are calculated from the month end after inception. <sup>2)</sup>The Asset Triple A Investment Awards. For 2011, the award is "Asset Management Company of the Year, Asia - Retail". <sup>3)</sup>Benchmark Fund of the Year Awards 2010 (reflect fund performance as of end-October 2010).

**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.