

JF Provident European

January 2012

Fund objectives

- To maximise its long-term capital appreciation in Hong Kong dollar terms through a collective investment scheme managed by the Manager or its Connected Persons.
- The underlying assets of the Trust will be invested primarily in securities of companies based or operating principally in countries in Western Europe. A portion of the underlying assets of the Trust may be invested in companies which are based or operating in other countries in Eastern Europe.

Investor profile

- Employees aiming for potentially high returns to **build real wealth** over the long term and who can afford exposure to an above-average level of risk.
- Suitable age group: below 45 (or more than 10 years to retirement date).

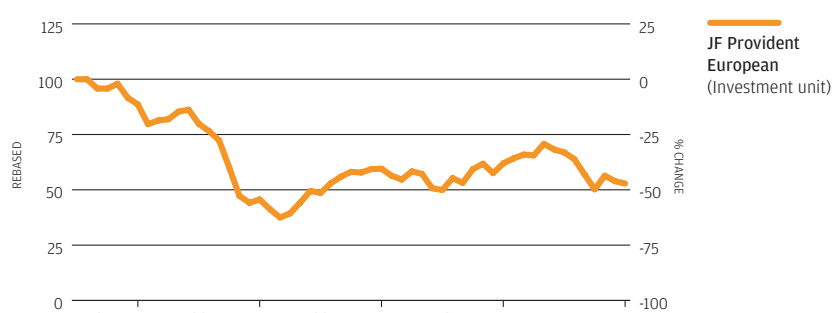
Fund Manager's report

Portfolio Review: The MSCI Europe Index returned 2.1% in euro terms in December as policy actions boosted sentiment. The European Union summit on the debt crisis produced a proposal for most of the EU members to increase fiscal coordination. The European Central Bank cut interest rates by a quarter of a percentage point, taking its main rate to 1%, and announced additional measures to improve liquidity in the banking system.

Outlook: December's policy actions appear to have brought a measure of calm to markets, but sceptical investors will need to see tenacity and commitment from governments for confidence to recover. Earnings releases will also be closely watched to assess the impact of slowing regional growth on the corporate sector. In the Fund, we maintain our bottom-up focus on the most attractive European growth and value stocks.

- The Fund invests in a European collective investment scheme, primarily Western Europe, and thus has underlying exposure to equities and 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 30.07.07 to 30.12.11



Cumulative performance %

	1 month	1 year	3 years	5 years	Since launch
Investment unit	-1.9	-14.7	+15.9	-	-47.1

Calendar Year performance %

	2006	2007 ¹⁾	2008	2009	2010	2011YTD
Investment unit	-	-11.4	-48.5	+30.5	+4.0	-14.7

Portfolio analysis

By country/region

United Kingdom	31.2%
Others	14.1%
France	11.2%
Switzerland	10.0%
Germany	9.7%
Sweden	7.6%
Netherlands	7.2%
Spain	4.9%
Net Liquidity	4.1%

By sector

4.1%	Net Liquidity
7.6%	Materials
8.4%	Industrials
10.2%	Consumer Discretionary
11.7%	Consumer Staples
13.2%	Health Care
13.8%	Energy
14.0%	Others
17.0%	Financials

Top five holdings as at end November 2011

Holding	Sector	Country/region	%
Royal Dutch Shell	Energy	Netherlands	4.6
HSBC Holdings	Financials	UK	3.3
Roche Holding AG	Health Care	Switzerland	2.7
British American Tobacco	Consumer Staples	UK	2.6
Novartis AG	Health Care	Switzerland	2.3

Portfolio information

Launch date	30.07.07
Fund size (m)	HKD 5.1
Base currency	HKD
NAV Investment unit	HKD 52.86
per unit: Administration unit	HKD 51.47
Year end	30 June
Annual management fee	1.0%
Fund prices quoted:	The Standard Hong Kong Economic Times www.jpmmorganam.com.hk
Dealing	Daily

For more information, please contact JPM Pension Services

Tel: 2978 7588 Fax: 2868 4409 Email: jpm.pension@jpmorgan.com
or visit www.jpmmorganam.com.hk

Members' Hotline: 2200 6688

This Fund is a feeder fund into JF SAR European Fund. Unless stated otherwise, all information as at the last valuation date of the previous month. Source: JPMAM (NAV to NAV in base currency). 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 document(s). 1) Since launch to end of year.

Investment involves risk. Past performance is not indicative of future performance. 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. 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.