

# JF Provident US\$ Money

January 2012

## Fund objective

To provide investors with the opportunity to invest in short term deposits and debt securities.

## Investor profile

- Employees who have built up capital and wish to minimise risk.
- Suitable age group: 55+ (or less than 5 years to retirement date).

## Fund Manager's report

**Portfolio Review:** The weighted average maturity (WAM) of the Fund ended December at 38 days. We were defensive on credit in the fourth quarter, concentrating purchases in U.S., Australian, Canadian and Japanese issuers. We generally purchased securities with maturities up to six months, but were very selective with European credits. In general, we carried between 25% and 30% in overnight liquidity and 50% to 60% in monthly liquidity. We will continue to maintain a substantial excess liquidity position, targeting WAM in the 45- to 50-day range. Given the continued uncertainty in the Eurozone, we anticipate adding U.S. Treasury and agency debt opportunistically to diversify away from credit.

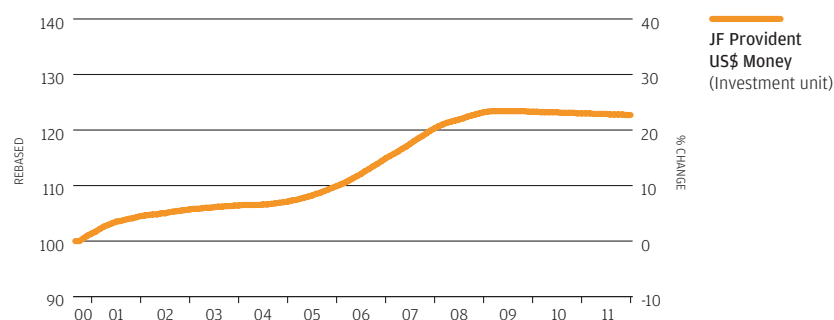
**Outlook:** Euro area banks have around EUR230bn of bonds maturing in the first quarter and must raise EUR115bn of capital over the next six months under the terms of the E.U.'s October 26th agreement. Stepped-up support from the ECB, especially via its new three-year lending operations, should limit the extent of the resulting credit contraction, but the combined effect of weak lending and fiscal tightening will likely keep the euro area in recession until mid-year, with near-term GDP contraction on the order of 1-2%. Other major economies should prove relatively stable, especially the U.S., where growth momentum has picked up in recent months. The euro area recession will not create much direct drag through trade, as U.S. exports to the euro area account for just over 1% of U.S. GDP. Euro area banks' pullback from international operations, though, will produce at least a mild headwind for U.S. growth.

## Portfolio information

Launch date	31.08.00
Fund size (m)	USD 8.6
Base currency	USD
NAV Investment unit	USD 12.27
per unit: Administration unit	USD 11.47
Yield <sup>1)</sup>	0.00%
Year end	30 June
Annual management fee	0.25%
Fund prices quoted:	The Standard Hong Kong Economic Times www.jpmmorganam.com.hk
Dealing	Daily (on cleared funds basis only)

- The Fund invests in a collective investment scheme. The Fund is not a time deposit and is not guaranteed. The investor may be subject to interest rate and counterparty risk.
- Investors may be subject to losses.
- Investors should not solely rely on this document to make any investment decision.

## Performance from 31.08.00 to 30.12.11



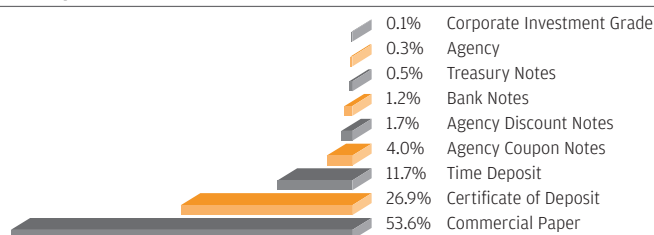
## Cumulative performance %

	1 month	1 year	3 years	5 years	Since launch
Investment unit	+0.0	-0.2	-0.4	+6.8	+22.7

## Calendar Year performance %

	2006	2007	2008	2009	2010	2011YTD
Investment unit	+4.5	+4.7	+2.4	+0.1	-0.2	-0.2

## Portfolio analysis



## Top five holdings

Holding	%
Royal Bank Of Canada 0.01% 03/01/12	4.6
National Australia Bank 0.02% 03/01/12	4.4
Nestle 0% 03/01/12	3.8
Bank Of Nova Scotia 0% 03/01/12	2.8
Barclays 0.09% 03/01/12	2.7

## For more information, please contact JPM Pension Services

Tel: 2978 7588 Fax: 2868 4409 Email: [jpm.pension@jpmorgan.com](mailto:jpm.pension@jpmorgan.com)  
or visit [www.jpmmorganam.com.hk](http://www.jpmmorganam.com.hk)

Members' Hotline: 2200 6688

This Fund is a feeder fund into JPM USD, JF share class of JPMorgan Series II Funds. 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) This yield refers to its underlying fund and is calculated based on the annualised percentage change in NAV of its underlying fund over the last two valuation dates of the previous month. The yield is not guaranteed and is provided for reference only.

The yield of the fund is denominated in the fund currency and has included management fee. 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.