

A N N U A L R E P O R T



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**J.P.Morgan**  
Asset Management

**SPONSOR****JPMorgan Asset Management (Asia) Inc.**

270 Park Avenue, New York,  
New York 12017, USA

**TRUSTEE****JPMorgan Mutual Fund India Private Limited**

*Registered office:*

Kalpataru Synergy, 3<sup>rd</sup> Floor,  
West Wing, Santacruz (East),  
Mumbai 400 055,  
India.

**ASSET MANAGEMENT COMPANY****JPMorgan Asset Management India Private Limited**

*Registered office:*

Kalpataru Synergy, 3<sup>rd</sup> Floor,  
West Wing, Santacruz (East),  
Mumbai 400 055,  
India.

**CUSTODIAN****Deutsche Bank AG,**

Mumbai Branch,  
Sir Hazarimal Somani Marg,  
Fort, Mumbai 400 001,  
India.

**STATUTORY AUDITORS****Price Waterhouse**

252, Veer Savarkar Marg,  
Shivaji Park, Dadar (West),  
Mumbai 400 028,  
India.

**REGISTRAR & TRANSFER AGENT****Deutsche Investor Services Private Limited**

2nd Floor, Tower 1, Logitech Park,  
M.V. Road, Saki Naka,  
Andheri (East), Mumbai 400 072,  
India.

**BOARD OF DIRECTORS****JPMorgan Mutual Fund India Private Limited**

- 1) Mr. Jagadish Salunkhe
- 2) Mr. P. G. R. Prasad
- 3) Dr. Dharmendra Bhandari
- 4) Mr. M. G. Bhide
- 5) Mr. N. Balasubramanian  
[resigned, effective December 11, 2008]

**JPMorgan Asset Management India Private Limited**

- 1) Mr. Krishnamurthy Vijayan
- 2) Mr. Roger Hepper  
[appointed, effective December 19, 2008]
- 3) Mrs. Kalpana Morparia  
[appointed, effective December 19, 2008]
- 4) Mr. D. N. Mungale
- 5) Mr. A. P. Kurian
- 6) Mr. K. G. Vassal
- 7) Mr. T. P. Ostwal
- 8) Mr. N. Balasubramanian  
[appointed, effective December 19, 2008]
- 9) Mr. Anthony Morgan  
[resigned, effective December 18, 2008]

# Trustees' Report for the year ended March 31, 2009

## JPMorgan Mutual Fund India Private Limited

Kalpataru Synergy, 3rd Floor, West Wing, Santacruz (E),  
Mumbai - 400 055

### 1) SCHEMES PERFORMANCE, FUTURE OUTLOOK AND OPERATIONS OF SCHEMES

From the date of inception till March 31, 2009 the Fund has launched three Equity Schemes - JPMorgan India Equity Fund ("JPMIEF"), JPMorgan India Smaller Companies Fund ("JPMISCF") and JPMorgan India Tax Advantage Fund ("JPMITAF"), a Liquid Scheme - JPMorgan India Liquid Fund ("JPMILF"), two Income Schemes - JPMorgan India Treasury Fund ("JPMITF") and JPMorgan India Active Bond Fund ("JPMIABF") and an Interval Scheme - JPMorgan India Alpha Fund ("JPMIAF").

#### a) Scheme Performance

##### JPMorgan India Equity Fund

Scheme Returns as on March 31, 2009		
	Scheme	BSE - 200
Since Inception	-21.63%	-20.65%
1 Year	-40.92%	-40.98%

Note: CAGR are given for more than one year. Absolute returns of the growth option are computed for a period of less than one year. "Since inception" returns are calculated on Rs. 10/- invested at inception. Past performance may or may not be sustained in future.

##### JPMorgan India Smaller Companies Fund

Scheme Returns as on March 31, 2009		
	Scheme	CNX - Mid Cap
Since Inception	-60.69%	-53.11%
1 Year	-57.77%	-45.40%

Note: CAGR are given for more than one year. Absolute returns of the growth option are computed for a period of less than one year. "Since inception" returns are calculated on Rs. 10/- invested at inception. Past performance may or may not be sustained in future.

##### JPMorgan India Tax Advantage Fund

Scheme Returns as on March 31, 2009		
	Scheme	BSE - 200
Since Inception	0.17%	7.42%

Note: Absolute returns of the growth option are computed. "Since inception" returns are calculated on Rs. 10/- invested at inception. Past performance may or may not be sustained in future.

##### JPMorgan India Liquid Fund

###### Super Institutional

Scheme Returns as on March 31, 2009		
	Scheme	CRISIL Liquid Fund Index
Since Inception	8.79%	8.12%
1 Year	9.18%	8.81%

###### Retail

Scheme Returns as on March 31, 2009		
	Scheme	CRISIL Liquid Fund Index
Since Inception	4.83%	4.98%
1 Year	NA	8.81%

Note: The Allotment date of the retail plan of the scheme is 16th September 2008. CAGR are given for more than one year. Absolute returns of the

growth option are computed for a period of less than one year. "Since inception" returns are calculated on Rs. 10/- invested at inception. Past performance may or may not be sustained in future.

##### JPMorgan India Treasury Fund

###### Super Institutional

Scheme Returns as on March 31, 2009		
	Scheme	CRISIL Liquid Fund Index
Since Inception	9.03%	8.12%
1 Year	9.25%	8.81%

###### Retail

Scheme Returns as on March 31, 2009		
	Scheme	CRISIL Liquid Fund Index
Since Inception	4.81%	4.99%
1 Year	NA	8.81%

Note: The Allotment date of the retail plan of the scheme is 16th September 2008. CAGR are given for more than one year. Absolute returns of the growth option are computed for a period of less than one year. "Since inception" returns are calculated on Rs. 10/- invested at inception. Past performance may or may not be sustained in future.

##### JPMorgan India Active Bond Fund

Scheme Returns as on March 31, 2009			
	Institutional Growth	Retail Growth	CRISIL Composite Bond Fund Index
Since Inception	3.39%	2.80%	8.54%

Note: Absolute returns of the growth option are computed. "Since inception" returns are calculated on Rs. 10/- invested at inception. Past performance may or may not be sustained in future.

##### JPMorgan India Alpha Fund

Scheme Returns as on March 31, 2009		
	Scheme	CRISIL Liquid Fund Index
Since Inception	4.30%	4.80%

Note: Absolute returns of the growth option are computed. "Since inception" returns are calculated on Rs. 10/- invested at inception. Past performance may or may not be sustained in future.

### b) Future Outlook

We commenced our India business in February 2007 and in just over 2 years, manage close to INR 38 billion\* worth of assets spread across 7 funds. We have over 1,80,000 investor folios spread across 141 cities in the country as on 31st March, 2009.

We launched in India with a clear agenda of bringing the inherent strengths of JPMorgan Asset Management into the country, namely: Excellent systems and processes. Strong risk management & controls, The best of investment styles

We always work closely with the local regulator to see if we can contribute in any way to developing the market, with our collective experience in various countries. Our outlook is very positive towards

# Trustees' Report for the year ended March 31, 2009

working along with our industry association, AMFI and our Regulators, to help raise the awareness levels of the public towards the mutual funds and thus accelerate the growth of this sector.

In partnership with our distributors, we hope to grow our business at a steady pace for long term growth and stability. In keeping with our commitment to our distribution partners, we are planning to launch an e-learning platform which will be the first of its kind in the Indian Mutual Fund industry. With this initiative, we endeavour to empower our distribution partners with the skills, knowledge and tools that will help them conduct their business better.

At JPMorgan Asset Management, we strongly believe in "information before investing" and an informed distributor translates to a more informed investor.

\* Assets under management as on May 31, 2009

## c) Operations of Schemes

With a view to safeguard the interests of investors, our constant endeavour will be towards evolving suitable product offerings, as would suit investors needs, such as Systematic Investment Plans, Systematic Transfer Plans and so forth.

## 2) BRIEF BACKGROUND OF SPONSOR, TRUST, TRUSTEE CO. AND AMC CO.

### a) JPMorgan Asset Management (Asia) Inc. (Sponsor)

The Sponsor for JPMorgan Mutual Fund is JPMorgan Asset Management (Asia) Inc. The Sponsor is a wholly-owned indirect subsidiary of JPMorgan Chase & Co. and a part of the JPMorgan Chase Group. JPMorgan Chase is among the world's leading global financial services firms. The Sponsor serves as the holding company for many Asian asset management businesses of JPMorgan Chase and its principal activity is to undertake asset management businesses through operating subsidiaries established for this purpose in the Asia Pacific region. The Sponsor holds 75% of the paid-up equity capital of the AMC. The balance 25% is held by J.P. Morgan India Private Limited. J.P. Morgan India Private Limited is a SEBI registered merchant banker, underwriter, a trading member of the capital market segments of the BSE and the NSE and trading-cum-clearing member of the derivatives segments of the BSE and the NSE.

### b) JPMorgan Mutual Fund (Trust)

JPMorgan Mutual Fund (JPMMF) was set up as a Trust by the Settlers, JPMorgan Asset Management (Asia) Inc. on December 4, 2006 with JPMorgan Mutual Fund India Private Limited (the Trustee Company) as a Trustee in accordance with the provisions of the Indian Trust Act, 1882 and is duly registered under the Indian Registration Act, 1908. The Trustee has entered into an Investment Management Agreement dated December 6, 2006 with JPMorgan Asset Management India Private Limited (the AMC) to function as the Investment Manager for all the Schemes of JPMMF. JPMMF was registered with SEBI on February 8, 2007.

### c) JPMorgan Mutual Fund India Private Limited (the Trustee)

The Trustee is the exclusive owner of the Trust Fund and holds the same in trust for the benefit of the unitholders. The Trustee has been discharging its duties and carrying out the responsibilities as provided in the Regulations and the Trust Deed. The Trustee seeks to ensure that the Fund and the Schemes floated there under are managed by the AMC in accordance with the Trust Deed, the Regulations, directions and guidelines issued by the SEBI, the Stock Exchanges, the Association of Mutual Funds in India and other regulatory agencies.

### d) JPMorgan Asset Management India Private Limited (the AMC)

JPMorgan Asset Management India Private Limited is a company incorporated and registered under the provisions of the Companies Act, 1956 having its registered office at Kalpataru Synergy, 3<sup>rd</sup> Floor, West Wing, Santacruz - East, Mumbai 400 055. The AMC has been appointed to act as an Asset Management Company for JPMorgan Mutual Fund

(JPMMF), a mutual fund approved by the Securities and Exchange Board of India (SEBI), by way of an Investment Management agreement dated December 6, 2006.

## 3) INVESTMENT OBJECTIVES OF THE SCHEMES

### a) JPMorgan India Equity Fund

The investment objective of the Scheme is to generate income and long-term capital growth from a diversified portfolio of predominantly equity and equity-related securities including equity derivatives. However, there can be no assurance that the investment objective of the scheme will be realised.

### b) JPMorgan India Smaller Companies Fund

The investment objective is to seek to generate long term capital appreciation from a portfolio that is substantially constituted of equity and equity related securities focused on smaller companies. Generally, the universe will be the companies constituting the bottom fourth by way of market capitalization of stocks listed on the NSE or the BSE. The fund manager may from time to time include other equity and equity related securities outside the universe to achieve optimal portfolio construction. However, there can be no assurance that the investment objective of the scheme will be realised.

### c) JPMorgan India Tax Advantage Fund

The investment objective of the Scheme is to generate income and long-term capital appreciation from a diversified portfolio of predominantly equity and equity-related Securities. However, there can be no assurance that the investment objective of the Scheme will be realized, as actual market movements may be at variance with anticipated trends.

### d) JPMorgan India Liquid Fund

The investment objective of the Scheme is to provide reasonable returns, commensurate with low risk while providing a high level of liquidity, through a portfolio of money market and debt securities. However, there can be no assurance that the investment objectives of the Scheme will be realised.

### e) JPMorgan India Treasury Fund

The investment objective is to provide liquidity and optimal returns to the investors by investing primarily in a mix of short-term debt and money market instruments which results in a portfolio having marginally higher maturity and moderately higher credit risk as compared to a liquid fund, at the same time maintaining a balance between safety and liquidity.

However, there can be no assurance that the investment objective of the Scheme will be realised.

### f) JPMorgan India Active Bond Fund

To generate optimal returns while maintaining liquidity through active management of the portfolio by investing in debt and money market instruments. However, there can be no assurance that the investment objective of the Scheme will be realized.

### g) JPMorgan India Alpha Fund

The investment objective of the Scheme is to achieve a total return in excess of the return on short-term instruments through various strategies of buying and selling equity and equity-linked Securities including derivatives. The strategies would be designed to minimise market exposure for investors with a medium to long term horizon. However, there can be no assurance that the investment objective of the Scheme will be realized.

## 4) ACCOUNTING POLICIES

All accounting policies are in accordance with Securities Exchange Board of India (Mutual Fund) Regulations 1996.

# Trustees' Report for the year ended March 31, 2009

## 5) UNCLAIMED DIVIDENDS & REDEMPTIONS

Summary of no. of investors and corresponding amount schemewise:

Scheme	Unclaimed Dividends		Unclaimed Redemptions	
	Amount (Rs.)	No. of Investors	Amount (Rs.)	No. of Investors
JPMorgan India Equity Fund	7.00 Lakhs	199	18.62 Lakhs	37
JPMorgan India Smaller Companies Fund	NIL	NIL	0.53 Lakhs	4
JPMorgan India Tax Advantage Fund	NIL	NIL	NIL	NIL
JPMorgan India Liquid Fund	NIL	NIL	NIL	NIL
JPMorgan India Treasury Fund	NIL	NIL	NIL	NIL
JPMorgan India Active Bond Fund	NIL	NIL	NIL	NIL
JPMorgan India Alpha Fund	NIL	NIL	NIL	NIL

Note: Reminder letters have been sent to the investors on various occasions, with regard to unclaimed amounts.

## 6) STATUTORY INFORMATION

- a) The Sponsors are not responsible or liable for any loss resulting from the operation of the Schemes of the Fund beyond their initial contribution (to the extent contributed) of Rs. 1,00,000/- for setting up the Fund, and such other accretions / additions to the same.
- b) The price and redemption value of the units, and income from them, can go up as well as down with fluctuations in the market value of its underlying investments.
- c) Full Annual Report shall be disclosed on the website ([www.jpmorganmf.com](http://www.jpmorganmf.com)) and shall be available for inspection at the Head Office of the mutual fund. Present and prospective unit holders can obtain copy of the trust deed, the full Annual Report of the Fund / AMC at a price.

For JPMorgan Mutual Fund India Private Limited

Sd/-  
**Mr. Jagadish Salunkhe**  
Chairman

Place: Mumbai  
Date: July 17, 2009

# JPMorgan India Equity Fund

An open-ended equity growth scheme

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## AUDITORS' REPORT

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To  
The Trustee  
JPMORGAN MUTUAL FUND

1. We have audited the Balance Sheet of JPMorgan Mutual Fund – JPMorgan India Equity Fund ("The Scheme") as at March 31, 2009, the related Revenue Account for the year ended on that date and the Cash Flow Statement for the year ended on that date which we have signed under reference to this report. These financial statements are the responsibility of the Trustee of JPMorgan Mutual Fund and the Management of JPMorgan Asset Management India Private Limited (the "Management"). Our responsibility is to express an opinion on these financial statements based on our audit.

2. We have conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned and unit capital balances as at March 31, 2009 by correspondence with the custodian / others and registrar and transfer agent respectively. An audit also includes assessing the accounting principles used and significant estimates made by the Management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

3. We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit. The Balance Sheet, the Revenue Account and the Cash Flow Statement referred to above are in agreement with the books of account of the Scheme.

4. In our opinion and to the best of our information and according to the explanations given to us:

- (i) The Balance Sheet, the Revenue Account and the Cash Flow Statement together with the notes thereon give the information required by the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable, and also give respectively a true and fair view of the state of affairs of JPMorgan Mutual Fund – JPMorgan India Equity Fund as at March 31, 2009, its net deficit and its cash flows for the year ended on that date.
- (ii) The Balance Sheet as at March 31, 2009 and the Revenue Account for the year ended March on that date of the Scheme, of the Scheme together with the notes thereon, have been prepared in all material respects in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996 and amendments thereto, as applicable.

**K. H. Vachha**  
Partner  
Membership No. F/30798

For and on behalf of  
**PRICE WATERHOUSE**  
Chartered Accountants

Mumbai  
Date: July 17, 2009

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## BALANCE SHEET AS AT MARCH 31, 2009

	Schedule	March 31, 2009 Rupees	March 31, 2008 Rupees
<b>ASSETS</b>			
Investments	1	4,158,870,330	9,987,493,088
Deposits	2	622,100,000	352,100,000
Other Current Assets	3	780,992,341	255,715,222
<b>TOTAL</b>		<b>5,561,962,671</b>	<b>10,595,308,310</b>
<b>LIABILITIES</b>			
Unit Capital	4	8,849,948,783	9,990,073,861
Reserves and Surplus	5	(3,376,477,572)	493,031,231
Current Liabilities and Provisions	6	88,491,460	112,203,218
<b>TOTAL</b>		<b>5,561,962,671</b>	<b>10,595,308,310</b>

## RECONCILIATION OF NET ASSET VALUE PER UNIT

	March 31, 2009 Growth Option Rupees	March 31, 2009 Dividend Option Rupees	March 31, 2009 Total Rupees	March 31, 2008 Growth Option Rupees	March 31, 2008 Dividend Option Rupees	March 31, 2008 Total Rupees
Net Assets as per Balance Sheet (Total Assets less Current Liabilities and Provisions ) (Note 2.7)	2,433,924,104	3,039,547,107	5,473,471,211	4,985,949,563	5,497,155,529	10,483,105,092
Number of Units in Issue	377,450,889.368	507,543,988.939		456,816,456.899	542,190,929.241	
<b>Net Asset Value per Unit</b>	<b>6.448</b>	<b>5.989</b>		<b>10.915</b>	<b>10.139</b>	
Notes to the Financial Statements.	8					

The Schedules referred to herein form an integral part of the Financial Statements.

This is the Balance Sheet referred to in our report of even date.

For and on behalf of  
**PRICE WATERHOUSE**  
Chartered Accountants

Sd/-  
**K. H. VACHHA**  
Partner

Place: Mumbai  
Date: July 17, 2009

For and on behalf of  
**JPMorgan Asset Management India Private Limited**

Sd/-  
**Mr. Krishnamurthy Vijayan**  
Executive Chairman

Sd/-  
**Mr. K. G. Vassal**  
Director

Sd/-  
**Mr. Harshad M Patwardhan**  
Head - Equity and Fund Manager

Place: Mumbai  
Date: July 17, 2009

For and on behalf of  
**JPMorgan Mutual Fund India  
Private Limited**

Sd/-  
**Mr. Jagadish Salunkhe**  
Chairman

Sd/-  
**Dr. Dharmendra Bhandari**  
Director

Place: Mumbai  
Date: July 17, 2009

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009

Schedule	April 01, 2008 to March 31, 2009 Rupees	April 19, 2007 to March 31, 2008 Rupees
<b>INCOME AND GAINS</b>		
Dividends (Note 2.4)	56,730,805	54,200,447
Interest and Discount 7	150,795,695	36,932,805
Net Profit on Sale of Investments and Derivatives [(Previous Period; Net of Net Loss on Inter Scheme Sale of Investments Rs. 91,952) (Note 2.3)]	-	1,025,148,076
Miscellaneous Income (Net) (Note 11)	170,441	869,257
<b>TOTAL</b>	<b>207,696,941</b>	<b>1,117,150,585</b>
<b>EXPENSES AND LOSSES</b>		
Net Loss on Sale of Investments and Derivatives (Note 2.3)	3,742,351,410	-
Investment Management and Advisory Fees (Note 4)	77,060,236	92,622,706
Transfer Agent Fees and Expenses	10,794,413	13,311,546
Trusteeship Fees and Expenses (Note 5)	3,727,905	4,520,617
Custodian Fees and Expenses (Note 6)	2,159,026	2,586,316
Audit Fees	813,439	1,215,000
Selling and Distribution Expenses	50,457,681	64,016,797
Other Operating Expenses	13,640,107	5,929,285
<b>TOTAL</b>	<b>3,901,004,217</b>	<b>184,202,267</b>
<b>Net Realised (Losses)/Gains for the Year/Period</b>	<b>(3,693,307,276)</b>	<b>932,948,318</b>
Net change in Unrealised Depreciation in Value of Investments and Derivatives	(259,748,712)	(525,059,163)
<b>Net (Losses)/Gains for the Year/Period</b>	<b>(3,953,055,988)</b>	<b>407,889,155</b>
Net change in Unrealised Appreciation in Value of Investments and Derivatives	16,461,996	4,076,010
Net (Deficit)/Surplus including Net change in Unrealised Appreciation/Depreciation in Value of Investments and Derivatives	(3,936,593,992)	411,965,165
Transferred to Unrealised Appreciation Reserve	(16,461,996)	(4,076,010)
<b>Net (Deficit)/Surplus for the Year/Period</b>	<b>(3,953,055,988)</b>	<b>407,889,155</b>

	April 01, 2008 to March 31, 2009			April 19, 2007 to March 31, 2008		
	Growth Option Rupees	Dividend Option Rupees	Total Rupees	Growth Option Rupees	Dividend Option Rupees	Total Rupees
Net (Deficit)/Surplus for the Year/Period by Option	(1,766,034,656)	(2,187,021,332)	(3,953,055,988)	17,067,945	390,821,210	407,889,155
Transfer from Income Equalisation Reserve (Note 2.9)	50,449,765	77,959,356	128,409,121	117,904,936	36,453,849	154,358,785
Dividend Distribution	-	-	-	-	(492,600,720)	(492,600,720)
Dividend Distribution for Earlier Period	-	(35,867)	(35,867)	-	-	-
<b>Balance Transferred to Reserve Fund</b>	<b>(1,715,584,891)</b>	<b>(2,109,097,843)</b>	<b>(3,824,682,734)</b>	<b>134,972,881</b>	<b>(65,325,661)</b>	<b>69,647,220</b>

Notes to the Financial Statements. 8

The Schedules referred to herein form an integral part of the Financial Statements.

This is the Revenue Account referred to in our report of even date.

For and on behalf of  
**PRICE WATERHOUSE**  
Chartered Accountants

Sd/-  
**K. H. VACHHA**  
Partner

For and on behalf of  
**JPMorgan Asset Management India Private Limited**

Sd/-  
**Mr. Krishnamurthy Vijayan**  
Executive Chairman

Sd/-  
**Mr. Harshad M Patwardhan**  
Head - Equity and Fund Manager

Place: Mumbai  
Date: July 17, 2009

For and on behalf of  
**JPMorgan Mutual Fund India  
Private Limited**

Sd/-  
**Mr. Jagadish Salunkhe**  
Chairman

Sd/-  
**Dr. Dharmendra Bhandari**  
Director

Place: Mumbai  
Date: July 17, 2009



# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009

	March 31, 2009 Market/Fair Value Rupees	March 31, 2009 Cost Rupees	March 31, 2008 Market/Fair Value Rupees	March 31, 2008 Cost Rupees
<b>SCHEDULE 1</b>				
<b>INVESTMENTS</b>				
<b>(Notes 2.2, 2.3,7,8 and 15)</b>				
(Refer to the attached Statement of Portfolio Holding as at March 31, 2009)				
Equity Shares	4,158,870,330	4,943,678,205	9,310,339,227	9,834,754,944
Privately Placed Non-Convertible Debentures / Bonds	-	-	400,414,442	401,057,888
Certificate of Deposit	-	-	276,739,419	276,739,419
<b>TOTAL</b>	<b>4,158,870,330</b>	<b>4,943,678,205</b>	<b>9,987,493,088</b>	<b>10,512,552,251</b>
		<b>March 31, 2009 Rupees</b>		<b>March 31, 2008 Rupees</b>
<b>SCHEDULE 2</b>				
<b>DEPOSITS</b>				
Deposits with Scheduled Bank (Under Lien Towards Margin Deposit for Equity Derivatives)		620,000,000		350,000,000
Margin Deposit with Clearing Corporation of India towards Collateralized Borrowing and Lending Obligation		2,100,000		2,100,000
<b>TOTAL</b>		<b>622,100,000</b>		<b>352,100,000</b>
		<b>March 31, 2009 Rupees</b>		<b>March 31, 2008 Rupees</b>
<b>SCHEDULE 3</b>				
<b>OTHER CURRENT ASSETS</b>				
Balances with Banks - in Current Account		3,711,024		43,219,884
Sales Contracts Awaiting Completion - Equity Shares		40,598,535		593,095
Reverse Repos		681,210,651		69,448,944
Unit Subscriptions Receivable		93,000		15,984,265
Inter-Scheme Receivable				
- For Switch - In		303,343		7,060,580
- For Others		531		243,473
Margin Deposit for Equity Derivatives (Note 2.5)		9,593,189		101,098,428
Interest Receivable				
- Debentures / Bonds		-		16,662,797
- Reverse Repos		93,317		12,843
- Deposits		33,611,479		637,671
Receivable on Outstanding Futures Contracts		8,735,732		-
Investment towards Unclaimed Redemption [in 185079.607 units of JPMorgan India Liquid Fund - Retail - Growth Plan(Market Value Rs. 1,940,134 ) (Note 12)]		1,861,948		-
Investment towards Unclaimed Dividend [in 69685.894 units of JPMorgan India Liquid Fund - Retail - Growth Plan (Market Value Rs. 730,496) (Note 13)]		700,221		-
Miscellaneous Receivable		479,371		753,242
<b>TOTAL</b>		<b>780,992,341</b>		<b>255,715,222</b>

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (contd....)

	March 31, 2009 Rupees	March 31, 2009 Units	March 31, 2008 Rupees	March 31, 2008 Units
<b>SCHEDULE 4</b>				
<b>UNIT CAPITAL</b>				
<b>Growth Option</b>				
<b>Issued and Subscribed :</b>				
Units of Rs.10 each fully paid up	3,296,609,696	329,660,969.636	3,296,609,696	329,660,969.636
<b>Outstanding:</b>				
Initial Issue and Subscription	-	-	3,296,609,696	329,660,969.636
At the beginning of the year / period	4,568,164,569	456,816,456.899	-	-
Issued during the year / period	622,697,349	62,269,734.944	3,151,878,309	315,187,830.841
	5,190,861,918	519,086,191.843	6,448,488,005	644,848,800.477
Redeemed during the year / period	1,416,353,025	141,635,302.475	1,880,323,436	188,032,343.578
At the end of the year / period	3,774,508,893	377,450,889.368	4,568,164,569	456,816,456.899
<b>Dividend Option</b>				
<b>Issued and Subscribed :</b>				
Units of Rs.10 each fully paid up	4,605,511,986	460,551,198.617	4,605,511,986	460,551,198.617
<b>Outstanding:</b>				
Initial Issue and Subscription	-	-	4,605,511,986	460,551,198.617
At the beginning of the year / period	5,421,909,292	542,190,929.241	-	-
Issued during the year / period	761,600,577	76,160,057.645	2,586,506,753	258,650,675.340
	6,183,509,869	618,350,986.886	7,192,018,739	719,201,873.957
Redeemed during the year / period	1,108,069,979	110,806,997.947	1,770,109,447	177,010,944.716
At the end of the year / period	5,075,439,890	507,543,988.939	5,421,909,292	542,190,929.241
<b>TOTAL</b>	<b>8,849,948,783</b>	<b>884,994,878.307</b>	<b>9,990,073,861</b>	<b>999,007,386.140</b>

	Growth Option March 31, 2009 Rupees	Dividend Option March 31, 2009 Rupees	Total March 31, 2009 Rupees	Growth Option March 31, 2008 Rupees	Dividend Option March 31, 2008 Rupees	Total March 31, 2008 Rupees
<b>SCHEDULE 5</b>						
<b>RESERVES AND SURPLUS</b>						
<b>Unit Premium Reserve (Note 2.8)</b>						
At the beginning of the year / period	279,807,617	139,500,384	419,308,001	-	-	-
Added during the year / period	(49,333,728)	(11,954,337)	(61,288,065)	279,807,617	139,500,384	419,308,001
At the end of the year / period	230,473,889	127,546,047	358,019,936	279,807,617	139,500,384	419,308,001
<b>Income Equalisation Reserve (Note 2.9)</b>						
Added during the year / period	50,449,765	77,959,356	128,409,121	117,904,936	36,453,849	154,358,785
Transferred to Revenue Account	(50,449,765)	(77,959,356)	(128,409,121)	(117,904,936)	(36,453,849)	(154,358,785)
At the end of the year / period	-	-	-	-	-	-
<b>Unrealised Appreciation Reserve</b>						
At the beginning of the year / period	3,004,496	1,071,514	4,076,010	-	-	-
Net change in Unrealised Appreciation in Value of Investments and Derivatives Transferred from Revenue Account	6,548,836	9,913,160	16,461,996	3,004,496	1,071,514	4,076,010
At the end of the year / period	9,553,332	10,984,674	20,538,006	3,004,496	1,071,514	4,076,010
<b>Reserve Fund</b>						
At the beginning of the year / period	134,972,881	(65,325,661)	69,647,220	-	-	-
Balance Transferred from Revenue Account	(1,715,584,891)	(2,109,097,843)	(3,824,682,734)	134,972,881	(65,325,661)	69,647,220
At the end of the year / period	(1,580,612,010)	(2,174,423,504)	(3,755,035,514)	134,972,881	(65,325,661)	69,647,220
<b>TOTAL</b>	<b>(1,340,584,789)</b>	<b>(2,035,892,783)</b>	<b>(3,376,477,572)</b>	<b>417,784,994</b>	<b>75,246,237</b>	<b>493,031,231</b>

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (contd....)

	March 31, 2009 Rupees	March 31, 2008 Rupees
<b>SCHEDULE 6</b>		
<b>CURRENT LIABILITIES AND PROVISIONS</b>		
<b>Current Liabilities</b>		
Investment Management and Advisory Fees	4,072,314	8,236,702
Transfer Agent Fees and Expenses	892,450	3,281,878
Trusteeship Fees and Expenses	196,452	407,112
Custodian Fees and Expenses	140,710	255,096
Audit Fees	879,821	1,215,000
Selling and Distribution Expenses	5,967,934	9,429,064
Purchase Contracts Awaiting Completion -Equity Shares	25,737,219	-
Inter Scheme Payable		
- For Switch - Out	509,139	2,731,244
- For Others	206,304	-
Dividend Payable	-	4,694
Payable to Investment Manager	-	14,733,917
Load (Note 2.10)	32,437,992	30,367,833
Payable for Outstanding Futures Contracts	-	21,776,595
Unit Redemptions Payable	10,439,908	12,947,878
Unclaimed Redemption (Note 12)	1,861,948	1,830,285
Unclaimed Dividend (Note 13)	700,221	-
Unclaimed New Fund Offering Refunds	585,725	-
Units Pending Allotment	313,861	-
Sundry Payables	3,549,462	4,985,920
<b>TOTAL</b>	<b>88,491,460</b>	<b>112,203,218</b>
	<b>April 01, 2008 to March 31, 2009 Rupees</b>	<b>April 19, 2007 to March 31, 2008 Rupees</b>
<b>SCHEDULE 7</b>		
<b>INTEREST AND DISCOUNT (Note 2.4)</b>		
Debentures / Bonds	29,445,134	20,189,188
Commercial Paper / Certificate of Deposit	39,424,971	5,525,782
Reverse Repos	4,671,277	3,971,735
Collateralized Borrowing and Lending Obligation	12,962,815	6,231,811
Deposits	64,259,781	637,671
Margin Deposit with the Clearing Corporation of India Limited	31,717	376,618
<b>TOTAL</b>	<b>150,795,695</b>	<b>36,932,805</b>

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (contd....)

### SCHEDULE 8

#### NOTES TO THE FINANCIAL STATEMENTS

##### 1 Organisation

JPMorgan India Equity Fund (the "Scheme") is an open-ended equity growth scheme of JPMorgan Mutual Fund (the "Fund") and was launched on April 19, 2007. JPMorgan Mutual Fund has been sponsored by JPMorgan Asset Management (Asia) Inc. JPMorgan Asset Management India Private Limited incorporated under the Companies Act, 1956 has been appointed as the asset management company. The duration of the Scheme is perpetual. The Scheme closed for initial subscription on May 18, 2007 and reopened for issue and redemption of units on June 14, 2007. The investment objective of the Scheme is to generate income and long-term capital growth from a diversified portfolio of predominantly equity and equity-related securities including equity derivatives. The Scheme has two options - Growth and Dividend Option.

The Scheme will not declare dividend under the Growth Option in normal circumstances. The income earned on such units will remain invested within the Scheme and will be reflected in the net asset value.

##### 2 Significant Accounting Policies

###### 2.1 Basis Of Accounting

The Scheme maintains its books of account on an accrual basis. These financial statements have been prepared in accordance with the accounting policies and standards specified in the Ninth Schedule of the Securities and Exchange Board of India (SEBI) (Mutual Funds) Regulations, 1996 ("the Regulation") and amendments thereto, as applicable.

###### 2.2 Portfolio Valuation

Investments are stated at market / fair value at the Balance Sheet date / date of determination. In valuing the Scheme's investments:

- (i) Equity securities listed on a recognised stock exchange are valued at the last quoted closing price on the National Stock Exchange of India Limited (NSE). If on a particular valuation date, a security is not traded on NSE, the value at which it is traded on Bombay Stock Exchange Limited (BSE) is used. If no sale is reported at that time, the last quoted closing price on the principal stock exchange on which the security is traded is used when it is not more than thirty days prior to the valuation date.
- (ii) Non-traded and thinly traded equity securities including those not traded within thirty days prior to the valuation date are valued at fair value as determined by JPMorgan Asset Management India Private Limited under procedures approved by the Trustee of JPMorgan Mutual Fund in accordance with the guidelines for valuation of securities for mutual funds dated September 18, 2000 and amendments thereto, as applicable, issued by the Securities and Exchange Board of India (SEBI).
- (iii) Debt securities listed on a recognised stock exchange are valued at the last quoted closing price on the NSE. If no sale is reported at that time, such security is valued at fair value as determined in good faith by JPMorgan Asset Management India Private Limited under procedures approved by the Trustee of JPMorgan Mutual Fund.
- (iv) Non-traded and thinly traded debt securities are valued at fair value as determined by JPMorgan Asset Management India Private Limited under procedures approved by the Trustee of JPMorgan Mutual Fund in accordance with the guidelines for valuation of securities for mutual funds dated September 18, 2000 and amendments thereto, as applicable, issued by the Securities and Exchanges Board of India (SEBI).
- (v) Privately placed debt securities are valued at fair value as determined in good faith by JPMorgan Asset Management India Private Limited under procedures approved by the Trustee of JPMorgan Mutual Fund.
- (vi) Instruments bought on 'repo' basis are valued at the resale price after deduction of applicable interest up to the date of resale.
- (vii) Traded money market securities are valued at the yield at which they are traded on the valuation date. If no sale is reported at that time, such security is valued at the last traded price plus accretion of the difference between the face value and the last traded price. Non traded money market instruments are valued at cost plus accrued interest.

Following the issue of guidance note on accounting for investments in the financial statements of the mutual funds by the Institute of Chartered Accountants of India (pursuant to the Eleventh Schedule of the Regulations) net unrealised appreciation / depreciation in the value of investments and derivatives is determined separately for each category of investments and derivatives. In respect of each category of investments and derivatives, the net change in the unrealised appreciation if any, between two balance sheet dates / valuation dates is accounted through the Revenue Account and thereafter the net unrealised appreciation is transferred from the Revenue Account to the Unrealised Appreciation Reserve. The net depreciation if any, is accounted through the Revenue Account.

Net unrealised appreciation is reduced from the distributable income at the time of income distribution.

The loss on investments sold/transferred during the year/period is charged to the Revenue Account instead of being first being adjusted against the provision for depreciation, if already created in the previous year/period as recommended in the Guidance Note. However the departure from the Guidance Note does not have any net impact on the net asset value of the options of the Scheme.

###### 2.3 Securities Transactions

Investment securities transactions are accounted for on a trade date basis. The Scheme uses the average cost method for determining the realised gain or loss on sale of investments

###### 2.4 Investment Income

Interest and dividend income are recorded on an accrual basis.

###### 2.5 Derivatives

The Scheme enters into derivatives transactions in equity/index futures for the purpose of hedging and portfolio balancing. 'Derivatives margin deposit' representing the margin towards equity derivative contracts entered into by the Scheme is disclosed under 'Deposits'. Additional margin placed with the stock exchange is disclosed under 'Other Current Assets'.

###### Futures

Futures contracts are marked to market daily at the futures settlement price as determined by the exchange. The variation margin calculated as the difference between the trade price or the previous day's settlement price, as the case may be, and the current day's settlement price is recorded as a receivable or payable.

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (contd....)

### SCHEDULE 8

#### NOTES TO THE FINANCIAL STATEMENTS (contd....)

When a contract is closed (squared-off) / settled (on expiry), the difference between the final settlement / square-off price and the contract price is recognised in the Revenue Account. If more than one futures contracts in respect of the same stock / index and expiry date, to which the squared-off / settled contract pertains, is outstanding at the time of square-off / settlement of the contract, the average method is followed for determining the gain/loss.

As at the Balance Sheet date / date of determination, all open futures positions are valued at the futures settlement price as determined by the exchange where it is traded. Non-traded futures contract are valued at fair value as per procedures determined by JPMorgan Asset Management India Private Limited and approved by the Trustee. The unrealised appreciation / depreciation on all open positions is considered for determining the net assets value.

#### 2.6 Initial Issue Expenses

Initial issue expenses upto 2.25% of the amount mobilised during the new fund offering period was borne from the entry load collected from the investors during the new fund offering period. Expenses over and above the applicable entry load were borne by the asset management company.

#### 2.7 Net Asset Value for Growth / Dividend Option

The net asset value of the units of the Scheme is determined separately for the units issued under Growth and Dividend Option.

For reporting the net asset value for the Options, daily income earned, including realised and unrealised gain or loss in the value of investments and expenses incurred by the Scheme are allocated to the Options in proportion to the value of the units outstanding.

#### 2.8 Unit Premium Reserve

Upon issue and redemption of units, the net premium or discount to the face value of units is adjusted against the unit premium reserve of the Scheme, after an appropriate portion of the issue proceeds and redemption payout is credited or debited respectively to the income equalization reserve.

The unit premium reserve is available for dividend distribution except to the extent it is represented by unrealised net appreciation in value of investments.

#### 2.9 Income Equalization Reserve

The net distributable income relating to units issued / repurchased is transferred to / from income equalization reserve for determining the net surplus / deficit, transferred from / to unit premium reserve.

#### 2.10 Load

Load collected is retained under a separate account in the Scheme and is utilized to meet the selling and distribution expenses of the Scheme.

### 3 Income Taxes

No provision for taxation has been made as the Scheme qualifies as a recognised mutual fund under Section 10 (23D) of the Income tax Act, 1961 of India.

### 4 Investment Management Fees

The Scheme has paid or provided for investment management and advisory fees payable to JPMorgan Asset Management India Private Limited for managing the Scheme at an average annual rate of 1.03% of the average daily net asset values recorded by the Scheme. All costs, charges and expenses incurred by JPMorgan Asset Management India Private Limited in the administration and execution of the activities of the Scheme, except costs allowed to be charged to the Scheme under the Regulations are on their own account for which they receive investment management and advisory fees.

### 5 Trustee Fees

In accordance with the Trust Deed dated December 4, 2006 between JPMorgan Asset Management (Asia) Inc. (the "Settlor") and JPMorgan Mutual Fund India Private Limited (the "Trustee"), the Scheme has paid or provided for trustee fees payable to the Trustee at the rate of 0.05% of the average daily net asset values recorded by the Scheme or Rs. one crore per annum, in aggregate for all the Schemes of the Fund, whichever is lower.

### 6 Custodian Fees

Deutsche Bank AG, Mumbai Branch provides custodial services to the Scheme for which it receives custody fees.

### 7 Aggregate Appreciation And Depreciation In Value Of Investments and Derivatives

Aggregate appreciation and depreciation in the value of investments is as follows:

	March 31, 2009 Rupees	March 31, 2008 Rupees
Equity Shares		
- Appreciation	118,428,751	521,087,584
- Depreciation	903,236,626	1,045,503,301
Privately Placed Non Convertible Debentures / Bonds		
- Appreciation	-	-
- Depreciation	-	643,446
Equity Futures		
- Appreciation	20,538,006	4,076,010
- Depreciation	-	-

### 8 Aggregate Value Of Purchases And Sales Of Investments

The aggregate value of investment securities purchased and sold (including matured) during the financial year is Rs.26,290,478,145 (excluding accretion of discount Rs.52,387,787) and Rs.29,255,368,078 respectively being 352.60% and 392.37% of the average daily net assets.

### 9 Income / Expenses

The total Income (Net of net loss on sale of investments and derivatives and net change in unrealised depreciation in the value of investments) and total expenses is Rs. (3,794,403,181) and Rs. 158,652,807 respectively being (50.89)% and 2.13% of the average daily net assets.

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (contd....)

### SCHEDULE 8

#### NOTES TO THE FINANCIAL STATEMENTS (contd....)

#### 10 Equity Derivatives Disclosures

##### Futures

Details of open interest in equity and index futures of April 2009 Series as at March 31, 2009 is as follows :

Underlying Asset / Index Name	Number of Contracts	Units Outstanding
		Long
Educomp Solutions Limited	136	20,400
Nifty	6,318	315,900

Notional value of futures contracts bought/sold by the Scheme and outstanding as at March 31, 2009 aggregates to Rs.993,307,275

Net loss on futures and options transactions recognised in the Revenue Account for the year ended March 31, 2009 aggregates to Rs. 1,085,979,511

#### 11 Miscellaneous Income

Miscellaneous Income (Net) Rs. 170,441 includes Rs. 171,250 being amount received from JPMorgan Asset Management India Private Limited on account of expenses erroneously accrued to the Scheme during the earlier period.

#### 12 Unclaimed Redemptions

As at March 31, 2009, unclaimed redemptions aggregate Rs1,861,948 payable to 37 investors.

#### 13 Unclaimed Dividend

As at March 31, 2009, unclaimed dividend aggregate Rs 700,221 payable to 199 investors.

#### 14 Disclosure Under Regulation 25(8) of the Securities and Exchange Board of India (Mutual Funds) Regulation, 1996 as amended (SEBI Regulations) and in accordance with Accounting Standard 18 on 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India (ICAI)

The Scheme has entered into transactions with certain related parties. The information required in this regard in accordance with Accounting Standard 18 on 'Related Party Disclosures' issued by the Institute of Chartered Accountants of India and Regulation 25(8) of SEBI Regulations, is provided below:

##### (i) Related party relationships during the year

Name	Description of Relationship
JPMorgan Asset Management (Asia) Inc.	Sponsor of the Fund*
JPMorgan Mutual Fund India Private Limited	Trustee of the Fund
JPMorgan Asset Management India Private Limited	Investment Manager of the Schemes of JPMorgan Mutual Fund
Geojit Financial Services Limited JPMorgan India Private Limited Mentor Technologies Private Limited Bennett Coleman & Co. Limited Dr. Reddy's Laboratories Limited	Associate of the Investment Manager
Mahindra And Mahindra Financial Services Limited Bank of Baroda	Associate of the Trustee

\* There were no transactions with the Sponsor of the Fund during the year

##### (ii) Schemes of the Fund under the Common Control of the Sponsor of the Fund during the year.

- JPMorgan India Treasury Fund (formerly JPMorgan India Liquid Plus Fund)
- JPMorgan India Liquid Fund
- JPMorgan India Active Bond Fund (with effect from June 09, 2008)
- JPMorgan India Smaller Companies Fund
- JPMorgan India Alpha Fund (with effect from July 31, 2008)
- JPMorgan India Tax Advantage Fund (with effect from December 18, 2008)

##### (iii) Key Management Personnel and their Relatives during the year

- Krishnamurthy Vijayan, Director and the Executive chairman of the Investment Manager
- Roger Hepper\*, Director of Investment Manager (with effect from December 18, 2008)
- Kalpana Morparia\*, Director of Investment Manager (with effect from December 18, 2008)
- A.P. Kurian, Director of the Investment Manager
- M.G. Bhide, Director of the Trustee
- Usha Vijayan\*, Relative of Key Management Personnel
- Keshav Vijayan\*, Relative of Key Management Personnel
- Jaisingh Morparia\*, Relative of Key Management Personnel
- Lizy Kurian\*, Relative of Key Management Personnel
- Suneeti Bhide\*, Relative of Key Management Personnel

\* There were no transactions during the year

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (contd....)

### SCHEDULE 8

#### NOTES TO THE FINANCIAL STATEMENTS (contd....)

- (iv) The transactions with the related parties during the year in the ordinary course of business have been listed in **Annexure I**.
- (v) Geojit Financial Services Limited and Mahindra and Mahindra Financial Services Limited, associate entities of J.P.Morgan Asset Management (India) Private Limited and JPMorgan Mutual Fund India Private Limited respectively were paid commission amounting to Rs. 79,023 and Rs. 1,932 respectively for procuring unit subscriptions for the Scheme. The commission paid was at rates similar to those offered to other distributors.
- 15 Disclosure Under Regulation 25(11) of the Securities and Exchange Board of India (Mutual Funds) Regulations, 1996, As Amended**  
JPMorgan Mutual Fund has made investments in companies which hold / have held units in excess of 5% of the net asset value of any scheme of JPMorgan Mutual Fund which have been listed in **Annexure II**
- 16 Segment Reporting**  
The Scheme operates in one segment only viz. to primarily generate attractive returns from a diversified and actively managed portfolio of equity and equity related instruments.
- 17 Prior Period Comparatives**  
Prior period figures which are for the period April 19, 2007 to March 31, 2008 have been reclassified and regrouped, wherever applicable, to conform to current year presentation.

For and on behalf of  
**PRICE WATERHOUSE**  
Chartered Accountants

Sd/-  
**K. H. VACHHA**  
Partner

Place: Mumbai  
Date: July 17, 2009

For and on behalf of  
**JPMorgan Asset Management India Private Limited**

Sd/-  
**Mr. Krishnamurthy Vijayan**  
Executive Chairman

Sd/-  
**Mr. K. G. Vassal**  
Director

Sd/-  
**Mr. Harshad M Patwardhan**  
Head - Equity and Fund Manager

Place: Mumbai  
Date: July 17, 2009

For and on behalf of  
**JPMorgan Mutual Fund India  
Private Limited**

Sd/-  
**Mr. Jagadish Salunkhe**  
Chairman

Sd/-  
**Dr. Dharmendra Bhandari**  
Director

Place: Mumbai  
Date: July 17, 2009

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2009

	April 01, 2008 to March 31, 2009 Rupees	April 19, 2007 to March 31, 2008 Rupees
<b>A. Cashflow from Operating Activities</b>		
Net (Deficit) / Surplus for the year / period	(3,693,307,276)	932,948,318
Adjustments for:-		
(Increase)/Decrease in Investments at cost	5,540,555,494	(10,509,069,335)
(Increase)/Decrease in Other Current Assets	(18,436,841)	(18,310,026)
Increase/(Decrease) in Current Liabilities	(23,256,168)	96,524,095
<b>Net cash generated from / (used in) operating activities ( A )</b>	<b>1,805,555,209</b>	<b>(9,497,906,948)</b>
<b>B. Cashflow from Financing Activities</b>		
Increase/(Decrease) in Unit Capital	(1,139,811,217)	9,990,073,861
Increase/(Decrease) in Unit Premium Reserve	67,121,056	573,666,786
Adjustments for:-		
Increase/(Decrease) in Redemption Payable for Units Redeemed by Investors	(4,730,075)	15,679,122
(Increase)/Decrease in Subscription Receivable for Units Issued to Investors	22,648,502	(23,044,845)
Dividend Distributions	(35,867)	(492,600,720)
<b>Net cash (used in) / generated from financing activities ( B )</b>	<b>(1,054,807,601)</b>	<b>10,063,774,204</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B)</b>	<b>750,747,608</b>	<b>565,867,256</b>
Cash and Cash Equivalents at Beginning of the Year / Period	565,867,256	-
Cash and Cash Equivalents at End of the Year / Period	<b>1,316,614,864</b>	<b>565,867,256</b>
	<b>750,747,608</b>	<b>565,867,256</b>

**Notes :**

	March 31, 2009 Rupees	March 31, 2008 Rupees
1. Cash and Cash Equivalents include the following :		
Balances with Banks :		
- In Current Account	3,711,024	43,219,884
- In Deposit Account	620,000,000	350,000,000
<u>Other Collateralised Lending</u>		
Margin Deposit with Clearing Corporation of India Limited towards Collateralised Borrowing and Lending Obligation	2,100,000	2,100,000
Reverse Repo	681,210,651	69,448,944
Margin Deposit for Equity Derivatives	9,593,189	101,098,428
<b>Total</b>	<b>1,316,614,864</b>	<b>565,867,256</b>

2. The above Cash Flow Statement has been prepared under the "Indirect Method" set out in Accounting Standard - 3 on Cash Flow Statements, issued by The Institute of Chartered Accountants of India.

This is the Cash Flow Statement referred to in our report of even date.

For and on behalf of  
**PRICE WATERHOUSE**  
Chartered Accountants

Sd/-  
**K. H. VACHHA**  
Partner

For and on behalf of  
**JPMorgan Asset Management India Private Limited**

Sd/-  
**Mr. Krishnamurthy Vijayan**  
Executive Chairman

Sd/-  
**Mr. Harshad M Patwardhan**  
Head - Equity and Fund Manager

Place: Mumbai  
Date: July 17, 2009

For and on behalf of  
**JPMorgan Mutual Fund India  
Private Limited**

Sd/-  
**Mr. Jagadish Salunkhe**  
Chairman

Sd/-  
**Dr. Dharmendra Bhandari**  
Director

Place: Mumbai  
Date: July 17, 2009



# JPMorgan India Equity Fund

An open-ended equity growth scheme

## STATEMENT OF PORTFOLIO HOLDING AS AT MARCH 31,2009

(Referred to in Schedule 1 to the Balance Sheet as at March 31,2009 and the Revenue Account for the year ended March 31,2009)

Description	Quantity	Market Value Rupees
<b>EQUITY SHARES (100.00 %)</b>		
<b>AUTO (2.24 %)</b> Hero Honda Motors Ltd. @ Maruti Suzuki India Ltd.	60,000 37,100	64,269,000 28,932,435
<b>AUTO ANCILLARIES (0.80 %)</b> Exide Industries Ltd.	800,000	33,080,000
<b>BANKS (17.51 %)</b> HDFC Bank Ltd. @ ICICI Bank Ltd. @ State Bank of India Union Bank of India Axis Bank Ltd. Bank of Baroda Punjab National Bank	259,853 600,000 124,221 385,000 86,600 111,100 59,910	252,940,910 199,680,000 132,556,228 56,537,250 35,934,670 26,036,285 24,649,970
<b>CEMENT (2.68 %)</b> Grasim Industries Ltd. @ UltraTech Cement Ltd.	55,000 44,412	87,018,250 24,486,556
<b>CONSTRUCTION PROJECT (3.66 %)</b> Larsen & Toubro Ltd. @	227,000	152,407,800
<b>CONSUMER NON DURABLES (12.12 %)</b> ITC Ltd. @ Nestle India Ltd. Titan Industries Ltd.	2,014,894 76,321 16,621	372,453,155 118,786,004 12,993,467
<b>DIVERSIFIED (3.91 %)</b> Hindustan Unilever Ltd.	683,899	162,426,013
<b>FERROUS METALS (1.42 %)</b> Jindal Steel & Power Ltd.	49,067	59,152,722
<b>FINANCE (4.23 %)</b> Housing Development Finance Corporation Ltd. Shriram Transport Finance Company Ltd. @ Reliance Capital Ltd.	90,000 145,000 63,086	127,098,000 26,709,000 22,297,747
<b>GAS (1.62 %)</b> GAIL (India) Ltd.	275,000	67,540,000
<b>INDUSTRIAL CAPITAL GOODS (3.31 %)</b> Bharat Heavy Electricals Ltd.	91,000	137,460,050
<b>NON - FERROUS METALS (1.16 %)</b> Sterlite Industries Ltd.	135,000	48,276,000
<b>OIL (4.68 %)</b> Oil & Natural Gas Corporation Ltd. Cairn India Ltd. @	204,500 190,000	159,550,900 34,979,000
<b>PETROLEUM PRODUCTS (14.55 %)</b> Reliance Industries Ltd. Hindustan Petroleum Corporation Ltd. Bharat Petroleum Corporation Ltd. Reliance Petroleum Ltd.	300,000 202,668 144,951 400,000	457,425,000 54,568,359 54,508,824 38,040,000
<b>PHARMACEUTICALS (6.94 %)</b> Cipla Ltd. @ Sun Pharmaceutical Industries Ltd. @ Dr. Reddys Laboratories Ltd. Divi's Laboratories Ltd. Lupin Ltd. Glenmark Pharmaceuticals Ltd.	405,000 65,000 85,000 40,000 51,500 80,615	89,120,250 72,244,250 41,667,000 37,772,000 35,254,325 12,648,494

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## STATEMENT OF PORTFOLIO HOLDING AS AT MARCH 31,2009 (contd....)

(Referred to in Schedule 1 to the Balance Sheet as at March 31,2009 and the Revenue Account for the year ended March 31,2009)

Description	Quantity	Market Value Rupees	
<b>POWER (5.88 %)</b>			
NTPC Ltd.	548,500	98,647,725	
Tata Power Company Ltd.	105,908	81,400,889	
Jyoti Structures Ltd.	708,594	38,760,092	
Reliance Infrastructure Ltd.	50,000	25,777,500	
<b>SOFTWARE (5.95 %)</b>			
Infosys Technologies Ltd.	186,877	247,406,460	
<b>TELECOM - SERVICES (7.34 %)</b>			
Bharti Airtel Ltd. @	400,000	250,300,000	
Reliance Communications Ltd.	315,000	55,077,750	
<b>Total (Cost Rs. 4,943,678,205)</b>		<b>4,158,870,330</b>	
<b>Total Investments (Cost Rs. 4,943,678,205)</b>		<b>4,158,870,330</b>	
<b>EQUITY DERIVATIVES</b>			
<b>LONG FUTURES (100%)</b>			
Nifty April 2009 Future	315,900	952,517,475	
Educomp Solutions Limited April 2009 Future	20,400	40,789,800	
		993,307,275	
<b>Total</b>		<b>993,307,275</b>	
<b>FIXED DEPOSITS</b>	<b>Duration</b>	<b>Rupees</b>	<b>% to Net Assets</b>
<b>BANKS (100%)</b>			
11.6 % Canara Bank (16/09/2009)	365 days	350,000,000	6.39%
9.5 % Punjab National Bank (03/12/2009)	365 days	150,000,000	2.74%
12.4 % Axis Bank Ltd. (10/10/2009)	365 days	120,000,000	2.19%
<b>Total</b>		<b>620,000,000</b>	<b>11.32%</b>

Confirmation has been received from Deutsche Bank AG , Mumbai Branch at the end of the financial year for investments held by them  
@ Investment in companies which have invested more than 5% of the net asset value of any scheme of JPMorgan Mutual Fund

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009 (contd....)

### ANNEXURE - I RELATED PARTY DISCLOSURES (Schedule 8 - Note 14)

(Rupees)

Nature of Transaction	Trustee	Associate of Trustee	Investment Manager	Associate of Investment Manager	Schemes under Common Control of Sponsor of the Fund	Key Management Personnel and their Relatives	Total
<b>(i) TRANSACTIONS DURING THE YEAR/PERIOD</b>							
<b>Purchase of Investments</b>	-	27,009,446	-	34,375,757	2,730,878,075	-	2,792,263,278
Previous Period	-	-	-	-	6,406,344,651	-	6,406,344,651
<b>Sale of Investments</b>	-	-	-	-	513,155,456	-	513,155,456
Previous Period	-	-	-	-	3,122,942,249	-	3,122,942,249
<b>Subscription of Units (including switch in and dividend reinvestment)</b>	-	-	-	-	-	120,000	120,000
Previous Period	-	50,000,000	-	533,611	1,000,000,000	100,000	1,050,633,611
<b>Redemption of Units (including switch out)</b>	-	-	-	10,367,649	675,897,481	-	686,265,130
Previous Period	-	70,179,112	-	-	70,000,000	-	140,179,112
<b>Dividend Distributions (Including dividend reinvested)</b>	-	-	-	-	-	-	-
Previous Period	-	5,000,000	-	33,611	-	-	5,033,611
<b>Investment Management and Advisory Fees</b>	-	-	77,060,236	-	-	-	77,060,236
Previous Period	-	-	92,622,706	-	-	-	92,622,706
<b>Trusteeship Fees and Expenses</b>	3,727,905	-	-	-	-	-	3,727,905
Previous Period	4,520,617	-	-	-	-	-	4,520,617
<b>Brokerage/Commission for Distribution of Units</b>	-	1,932	-	79,023	-	-	80,955
Previous Period	-	-	-	388,764	-	-	388,764
<b>Brokerage/Commission on purchase/sales of investments</b>	-	-	-	2,842,743	-	-	2,842,743
Previous Period	-	-	-	3,818,405	-	-	3,818,405
<b>Miscellaneous Income</b>	-	-	171,250	-	-	-	171,250
Previous Period	-	-	-	-	-	-	-

Nature of Transaction	Trustee	Associate of Trustee	Investment Manager	Associate of Investment Manager	Schemes under Common Control of Sponsor of the Fund	Key Management Personnel and their Relatives	Total
<b>(ii) OUTSTANDING AS AT YEAR/PERIOD END</b>							
<b>Investment Management and Advisory Fees Payable</b>	-	-	4,072,314	-	-	-	4,072,314
Previous Period	-	-	8,236,702	-	-	-	8,236,702
<b>Trusteeship Fees and Expenses Payable</b>	196,452	-	-	-	-	-	196,452
Previous Period	407,112	-	-	-	-	-	407,112
<b>Brokerage/Commission Payable for Distribution of Units</b>	-	-	-	4,593	-	-	4,593
Previous Period	-	-	-	-	-	-	-
<b>Brokerage Payable on Purchase/Sale of Investments</b>	-	-	-	87,885	-	-	87,885
Previous Period	-	-	-	-	-	-	-
<b>Units Outstanding As At Year/Period End</b>	-	-	-	-	-	348,810	348,810
Previous Period	-	-	-	366,841	664,133,391	90,497	664,590,729
<b>Other Payables</b>	-	-	-	-	206,304	-	206,304
Previous Period	-	-	14,733,917	-	-	-	14,733,917
<b>Other Receivables</b>	-	-	-	-	531	-	531
Previous Period	-	-	-	-	243,473	-	243,473

# JPMorgan India Equity Fund

An open-ended equity growth scheme

## SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009

### ANNEXURE - I RELATED PARTY DISCLOSURES (Schedule 8 - Note 14) (contd....)

	(Rupees)	
	April 01, 2008 to March 31, 2009	April 19, 2007 to March 31, 2008
<b>(iii) DISCLOSURES IN RESPECT OF MATERIAL TRANSACTIONS WITH PERSONS REFERRED TO IN NOTE 14 (I) FOR ASSOCIATE OF TRUSTEE</b>		
<b>Purchase of investments</b>		
Bank of Baroda	27,009,446	-
<b>Subscription of Units (including switch in and dividend reinvestment)</b>		
Bank of Baroda	-	50,000,000
<b>Redemption of Units (including switch out)</b>		
Bank of Baroda	-	70,179,112
<b>Dividend Distributions( Including dividend reinvested)</b>		
Bank of Baroda	-	5,000,000
<b>Brokerage/Commission for Distribution of Units</b>		
Mahindra and Mahindra Financial Services Limited	1,932	-
	<b>April 01, 2008 to March 31, 2009</b>	<b>April 19, 2007 to March 31, 2008</b>
<b>(iv) DISCLOSURES IN RESPECT OF MATERIAL TRANSACTIONS WITH PERSONS REFERRED TO IN NOTE 14 (I) FOR ASSOCIATE OF INVESTMENT MANAGER</b>		
<b>Purchase of Investments</b>		
Dr. Reddy's Laboratories Limited	34,375,757	-
<b>Subscription of Units (including switch in and dividend reinvestment)</b>		
Mentor Technologies Private Limited	-	533,611
<b>Redemption of Units (including switch out)</b>		
Bennett Coleman & Co. Limited	10,060,848	-
Mentor Technologies Private Limited	306,801	-
<b>Dividend Distributions( Including dividend reinvested)</b>		
Mentor Technologies Private Limited	-	33,611
<b>Brokerage/Commission for Distribution of Units</b>		
Geojit Financial Services Limited	79,023	346,950
Mahindra And Mahindra Financial Services Limited	-	41,814
<b>Brokerage/Commission on purchase/sales of investments</b>		
JPMorgan India Private Limited	2,842,743	3,818,405
<b>Units Outstanding As At Year/Period End</b>		
Mentor Technologies Private Limited	-	366,841
<b>Brokerage/Commission Payable for Distribution of Units (outstanding as at year end)</b>		
Geojit Financial Services Limited	4,593	-
<b>Brokerage/Commission Payable on purchase/sale of Investments</b>		
JPMorgan India Private Limited	87,885	-

# JPMorgan India Equity Fund

An open-ended equity growth scheme

**SCHEDULES FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2009 AND  
THE REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2009**

**ANNEXURE - I  
RELATED PARTY DISCLOSURES (Schedule 8 - Note 14) (contd....)**

	(Rupees)	
	April 01, 2008 to March 31, 2009	April 19, 2007 to March 31, 2008
<b>(v) DETAILS OF MATERIAL TRANSACTIONS WITH RESPECT TO PARTIES REFERRED TO IN NOTE 14 (II) FOR SCHEMES UNDER COMMON CONTROL OF THE SPONSOR OF THE FUND</b>		
<b>Purchase of Investments</b>		
JPMorgan India Liquid Fund	367,964,848	1,806,439,320
JPMorgan India Treasury Fund (formerly JPMorgan India Liquid Plus Fund)	2,262,336,776	4,089,176,740
JPMorgan India Smaller Companies Fund	100,576,451	510,728,591
<b>Sale of Investments</b>		
JPMorgan India Liquid Fund	-	1,692,477,977
JPMorgan India Treasury Fund (formerly JPMorgan India Liquid Plus Fund)	482,942,711	969,054,680
JPMorgan India Smaller Companies Fund	30,212,745	461,409,592
<b>Subscription of Units (including switch in and dividend reinvestment)</b>		
JPMorgan India Smaller Companies Fund	-	1,000,000,000
<b>Redemption of Units (including switch out)</b>		
JPMorgan India Smaller Companies Fund	675,897,481	70,000,000
<b>Units Outstanding As At Year/Period End</b>		
JPMorgan India Smaller Companies Fund	-	663,889,918
<b>Other Payables</b>		
JPMorgan India Active Bond Fund	195,804	-
JPMorgan India Smaller Companies Fund	10,500	-
<b>Other Receivables</b>		
JPMorgan India Treasury Fund (Formerly JPMorgan India Liquid Plus Fund)	300	40,673
JPMorgan India Liquid Fund	-	12,000
JPMorgan India Smaller Companies Fund	-	190,800
JPMorgan India Tax Advantage Fund	231	-
	<b>April 01, 2008 to March 31, 2009</b>	<b>April 19, 2007 to March 31, 2008</b>
<b>(vi) DISCLOSURES IN RESPECT OF MATERIAL TRANSACTIONS WITH PERSONS REFERRED TO IN NOTE 14 (III) FOR KEY MANAGEMENT PERSONNEL AND THEIR RELATIVES</b>		
<b>Subscription of Units (including switch in and dividend reinvestment)</b>		
Krishnamurthy Vijayan	120,000	100,000
<b>Units Outstanding As At Year/Period End</b>		
Krishnamurthy Vijayan	149,190	90,497
A P Kurian	63,071	-
M G Bhide	136,549	-

# JPMorgan India Equity Fund

An open-ended equity growth scheme

**ANNEXURE - II**  
**DISCLOSURE UNDER REGULATION 25 (11) OF THE SECURITIES AND**  
**EXCHANGE BOARD OF INDIA (MUTUAL FUNDS) REGULATIONS 1996 AS AMENDED**

JPMorgan Mutual Fund has made following investments in companies or their subsidiaries which hold units in excess of 5% of the net asset value of any scheme of JPMorgan Mutual Fund for the year ended March 31,2009

*Rupees in lakhs*

Name of the Company	Schemes Invested in by the Company	Investments made by the Schemes of JPMorgan Mutual Fund in the Company or its Subsidiary	Aggregated for the Period under Regulation 25(11) at Cost	Outstanding as on March 31, 2009 at Market / Fair Value
Allahabad Bank	JPMorgan India Liquid Fund JPMorgan India Treasury Fund	JPMorgan India Treasury Fund	7,159.72	7,163.98
Bharti Airtel Ltd.	JPMorgan India Liquid Fund JPMorgan India Treasury Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	9,396.08 1,011.39	2,503.00 -
Cairn India Ltd.	JPMorgan India Treasury Fund	JPMorgan India Equity Fund	1,160.47	349.79
Cipla Ltd.	JPMorgan India Liquid Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	778.33 136.76	891.20 -
Crompton Greaves Ltd.	JPMorgan India Liquid Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	1,688.81 1,408.06	- 135.85
DCM Shriram Consolidated Ltd.	JPMorgan India Liquid Fund	JPMorgan India Treasury Fund	8,000.00	-
DSP Merrill Lynch Capital Ltd.	JPMorgan India Treasury Fund	JPMorgan India Active Bond Fund JPMorgan India Equity Fund JPMorgan India Liquid Fund JPMorgan India Smaller Companies Fund JPMorgan India Treasury Fund	5,000.00 8,175.00 18,275.12 1,920.00 30,462.47	- - - - -
Export Import Bank Of India	JPMorgan India Liquid Fund JPMorgan India Treasury Fund	JPMorgan India Treasury Fund	4,882.10	-
Financial Technologies India	JPMorgan India Active Bond Fund JPMorgan India Treasury Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	1,154.61 460.89	- -
Global Trade Finance Ltd.	JPMorgan India Liquid Fund JPMorgan India Treasury Fund	JPMorgan India Smaller Companies Fund	5,000.00	-
Grasim Industries Ltd.	JPMorgan India Treasury Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	6,931.25 2,347.07	870.18 -
HDFC Bank Ltd.	JPMorgan India Treasury Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	7,705.67 1,973.82	2,529.41 -
Hero Honda Motors Ltd.	JPMorgan India Active Bond Fund	JPMorgan India Equity Fund	992.42	642.69
ICICI Bank Ltd.	JPMorgan India Liquid Fund	JPMorgan India Equity Fund JPMorgan India Liquid Fund JPMorgan India Smaller Companies Fund JPMorgan India Treasury Fund	17,069.92 13,389.12 1,294.08 41,410.30	1,996.80 983.24 - 6,391.08
ITC Ltd.	JPMorgan India Active Bond Fund JPMorgan India Treasury Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	6,439.56 1,993.52	3,724.53 -
Jammu & Kashmir Bank Ltd.	JPMorgan India Treasury Fund	JPMorgan India Liquid Fund	3,496.45	-
Jindal Saw Ltd.	JPMorgan India Liquid Fund	JPMorgan India Liquid Fund JPMorgan India Treasury Fund	7,000.00 27,501.73	- -
Larsen & Toubro Ltd.	JPMorgan India Active Bond Fund JPMorgan India Alpha Fund JPMorgan India Equity Fund JPMorgan India Liquid Fund JPMorgan India Treasury Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	10,741.93 2,819.71	1,524.08 -
Max India Ltd.	JPMorgan India Treasury Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	1,760.65 1,434.76	- -
Shriram Transport Finance Co. Ltd.	JPMorgan India Liquid Fund	JPMorgan India Active Bond Fund JPMorgan India Equity Fund JPMorgan India Liquid Fund JPMorgan India Smaller Companies Fund JPMorgan India Treasury Fund	12,300.41 3,062.96 12,746.72 3,639.73 12,500.00	- 267.09 - 202.80 -
Sintex Industries Ltd.	JPMorgan India Liquid Fund	JPMorgan India Equity Fund JPMorgan India Smaller Companies Fund	2,252.36 2,295.56	- -
Sun Pharmaceutical Industries Ltd.	JPMorgan India Liquid Fund	JPMorgan India Equity Fund	1,375.04	722.44
Tata Consultancy Services Ltd.	JPMorgan India Liquid Fund JPMorgan India Treasury Fund	JPMorgan India Equity Fund	2,042.43	-
UCO Bank	JPMorgan India Liquid Fund JPMorgan India Treasury Fund	JPMorgan India Liquid Fund JPMorgan India Treasury Fund	3,457.75 8,078.99	1,481.10 5,777.36

# JPMorgan India Equity Fund

An open-ended equity growth scheme

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**Investment objective: JPMorgan India Equity Fund (JPMIEF):** To generate income and long-term capital growth from a diversified portfolio of predominantly equity and equity-related securities including equity derivatives. However, there can be no assurance that the investment objective of the Scheme will be realized. **JPMorgan India Smaller Companies Fund (JPMISCF):** The investment objective is to seek to generate long term capital appreciation from a portfolio that is substantially constituted of equity and equity related securities focused on smaller companies. Generally, the universe will be the companies constituting the bottom fourth by way of market capitalization of stocks listed on the National Stock Exchange or The Bombay Stock Exchange. The fund manager may from time to time include other equity and equity related securities outside the universe to achieve optimal portfolio construction. However, there can be no assurance that the investment objective of the scheme will be realized. **JPMorgan India Alpha Fund (JPMIAF):** The investment objective of the Scheme is to achieve a total return in excess of the return on short-term instruments through various strategies of buying and selling equity and equity-linked Securities including derivatives. The strategies would be designed to minimise market exposure for investors with a medium to long term horizon. However, there can be no assurance that the investment objective of the Scheme will be realized. **JPMorgan India Tax Advantage Fund (JPMITAF):** The investment objective of the Scheme is to generate income and long-term capital appreciation from a diversified portfolio of predominantly equity and equity-related Securities. However, there can be no assurance that the investment objective of the Scheme will be realized, as actual market movements may be at variance with anticipated trends. **JPMorgan India Liquid Fund (JPMILF):** The investment objective of the Scheme is to provide reasonable returns, commensurate with low risk while providing a high level of liquidity, through a portfolio of money market and debt securities. However there can be no assurance that the investment objectives of the Scheme will be realized. **JPMorgan India Treasury Fund (JPMITF):** The investment objective is to provide liquidity and optimal returns to the investors by investing primarily in a mix of short term debt and money market instruments which results in a portfolio having marginally higher maturity and moderately higher credit risk as compared to a liquid fund at the same time maintaining a balance between safety and liquidity. However, there can be no assurance that the investment objective of the Scheme will be realized. **JPMorgan India Active Bond Fund (JPMIABF):** an open ended income scheme: To generate optimal returns while maintaining liquidity through active management of the portfolio by investing in debt and money market instruments. However, there can be no assurance that the investment objective of the Scheme will be realized.

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**Risk Factors:** Mutual funds and securities investments are subject to market risks and there is no assurance or guarantee against loss in the Scheme or that the Scheme's objectives will be achieved. As with any investment in securities, the NAV of the Units issued under the Scheme can go up or down depending on various factors and forces affecting capital markets. Past performance of the Sponsor / AMC / Mutual Fund does not indicate the future performance of the Scheme. Investors in the Scheme are not being offered a guaranteed or assured rate of return. JPMorgan India Equity Fund, JPMorgan India Smaller Companies Fund, JPMorgan India Alpha Fund, JPMorgan India Tax Advantage Fund, JPMorgan India Liquid Fund, JPMorgan India Treasury Fund and JPMorgan India Active Bond Fund are only the name of the respective schemes and they do not in any manner indicate the quality of the Scheme(s) or their future prospects and returns. Mutual funds invest in securities which may not always be profitable and there can be no guarantee against loss resulting from investing in the Scheme. The Scheme's value may be impacted by fluctuations in the bond markets, fluctuations in interest rates, prevailing political, economic and social environments, changes in government policies and other factors specific to the issuer of the securities, tax Laws, liquidity of the underlying instruments, settlement periods, trading volumes, etc. Redemptions due to a change in the fundamental attributes of the Scheme or due to any other reason may entail tax consequences. Such tax shall be borne by the investor and the Mutual Fund shall not be liable for any tax consequences that may arise. For scheme specific risk factors, please refer to the Offer Document. **Terms of Issue and Mode of Sale:** Issue of Units of Rs. 10 per Unit at the Applicable Net Asset Value (NAV) subject to applicable Entry and Exit Loads / Contingent Deferred Sales Load (CDSL) thereafter. **Investor benefit and General services:** NAVs will be calculated on all business days and published in at least two daily newspapers. Purchase/redemption on all business days. For liquid scheme, the NAVs will be calculated on all calendar days and published on all business days in at least two daily newspapers.

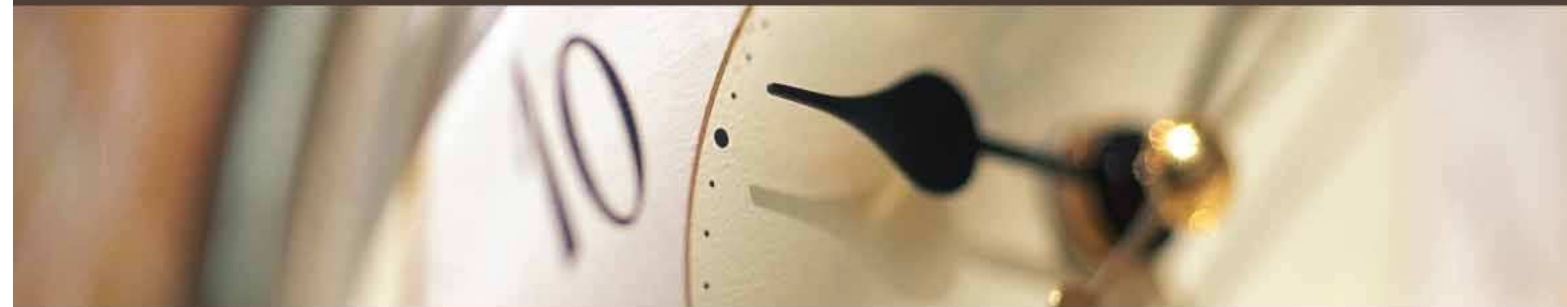
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**Statutory details: Sponsor:** JPMorgan Asset Management (Asia) Inc. **Trustee:** JPMorgan Mutual Fund India Private Limited, a company incorporated under the Companies Act, 1956. **Asset Management Company:** JPMorgan Asset Management India Private Limited, a company incorporated under the Companies Act, 1956. JPMorgan Mutual Fund has been established as a Trust under the Indian Trusts Act, 1882, by JPMorgan Asset Management (Asia) Inc., liability restricted to initial contribution of Rs. 1 lakh. Please refer to the Offer Document before investing. Offer Documents, Key Information Memorandum and application forms are available at Investor Service Centres and distributors.

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\*\*\*\*"The JPMorgan India Smaller Companies Fund ("Product") is not sponsored, endorsed, sold or promoted by India Index Services & Products Limited (IISL). IISL makes no representation or warranty, express or implied to the owners of the Product or any member of the public regarding the advisability of investing in securities generally or in the Product particularly or the ability of the CNX Midcap Index to track general stock market performance in India. The relationship of IISL to the JPMorgan Asset Management India Pvt. Ltd. is in respect of the using of the trade name and the trade name of CNX Midcap Index for benchmarking purposes, which is determined, composed and calculated by IISL without regard to the JPMorgan Asset Management India Pvt. Ltd. or the Product. IISL has no obligation to take the needs of JPMorgan Asset Management India Pvt. Ltd. or the owners of the Product into consideration in determining, composing or calculating the CNX Midcap Index. IISL is not responsible for nor has participated in the determination of the timing of, prices at, or quantities of the Product to be issued or in determination or calculation of the equation by which the product is to be converted into cash. IISL has no obligation or liability in connection with the administration, marketing or trading of the Product."

"IISL does not guarantee the accuracy and/or the completeness of the CNX Midcap Index or any data included therein and they shall have no liability for any errors, omissions, or interruptions therein. IISL makes no warranty, express or implied, as to the results to be obtained by the Principal JPMorgan Asset Management India Pvt. Ltd., owners of the Product, or any other persons or entities from the use of the CNX Midcap Index or any data included therein. IISL makes no express or implied warranties and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the CNX Midcap Index or any data included therein. Without limiting any of the foregoing, in no event shall IISL have any liability for any special, punitive, indirect or consequential damages (including lost profits), even if notified of the possibility of such damages".



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Asset Management



