

JM FINANCIAL MUTUAL FUND

JM FINANCIAL

ADDENDUM

THIS ADDENDUM DATED FEBRUARY 25, 2009 SETS OUT THE CHANGES TO BE MADE IN THE SCHEME ADDITIONAL INFORMATION DOCUMENT (SAI) OF ALL SCHEMES OF JM FINANCIAL MUTUAL FUND AND SCHEME INFORMATION DOCUMENT (SID) AND KEY INFORMATION MEMORANDA (KIM) OF RESPECTIVE DEBT SCHEMES OF JM FINANCIAL MUTUAL FUND

Mr. Mohit Verma, Chief Investment Officer (Debt) and Fund Manager of JM Short Term Fund, JM Income Fund and JM G-Sec Fund has resigned from the services of JM Financial Asset Management Private Limited. Pursuant to his resignation, Ms. Shalini Tibrewala shall be the Fund Manager for the Schemes managed by Mr. Mohit Verma.

All references to Mr. Mohit Verma in the Statement of Additional Information (SAI)/ Scheme Information Document (SID) and Key Information Memoranda (KIM) of the respective Schemes of JM Financial Mutual Fund stand deleted.

All other features of the respective Schemes remain unchanged.

Nityanath P. Ghanekar

Managing Director & Chief Executive Officer

JM Financial Asset Management Private Limited

(Investment Managers to JM Financial Mutual Fund)

Place : Mumbai

Date : February 25, 2009

For further details, please contact :

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5th Floor, A - Wing, Laxmi Towers, Bandra-Kurla Complex, Mumbai - 400051.

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Investment Objectives: **JM Short Term Fund** (an open-ended income scheme), To generate regular returns and high level of liquidity with low risk strategy and capital appreciation / accretion through investment in debt instruments and related securities besides preservation of capital. **JM Income Fund** (an open-ended income scheme), To generate stable long term returns with low risk strategy and capital appreciation / accretion through investment in debt instruments and related securities besides preservation of capital. **JM G-Sec Fund** (an open-ended dedicated gilts scheme), To provide ultimate level of safety to its unitholders through investments in sovereign securities issued by the Central and State Government.

Statutory Details : **Trustee** : JM Financial Trustee Company Private Limited. **Investment Manager** : JM Financial Asset Management Private Limited. **Sponsor** : JM Financial Limited.

Risk Factors: Mutual fund investments are subject to market risks and there is no assurance or guarantee that the objectives of the scheme will be achieved. As with any investment in securities, the Net Asset Value (NAV) of the units issued under the Scheme can go up or down depending on the factors and forces affecting the capital markets. Past performance of the Sponsor / AMC / Schemes of JM Financial Mutual Fund does not indicate the future performance of the schemes of JM Financial Mutual Fund. The sponsors are not responsible or liable for any loss resulting from the operation of the fund beyond the initial contribution made by them of an amount of Rupees One lac towards setting up of the Mutual Fund, which has been invested in JM Equity Fund. The names of the schemes do not in any manner indicate either the quality of the schemes or their future prospects or returns. Investors in the Schemes are not being offered any guaranteed / indicative returns. Please see "Risk Factors", "Scheme Specific Risk Factors and Special Consideration" and "Right to limit redemptions" in the Offer Documents. Please refer the Offer Document of the Schemes, which can be obtained free of cost from any of the JM Financial Mutual Fund Investor Service Centres or Distributors. **Investors should read the Offer Document carefully before investing.**