

JM FINANCIAL MUTUAL FUND
NOTICE
JM FIXED MATURITY FUND - SERIES XVIII - 15MONTHLY PLAN 1 (JM FMF - XVIII - 15M1)

(Close - ended income funds offering fixed maturity plans)

An offer for units @ Rs.10/- each during the multiple New Fund Offer ("NFO") period.

Investment Objectives :

JM FMF - XVIII - 15M1: A close ended income scheme comprising various plans seeking to generate regular returns through investments in fixed income securities normally maturing in line with the time profile of the respective plan.

NFO periods:

JM FMF - XVIII - 15M1 : **NFO commences on :** 24th February, 2010

NFO closes on : 03rd March, 2010

Investment Sub-Plans / Options : The Scheme offers investors a Regular Plan.

The Regular Plan will have a Growth and Dividend option.

In case an investor fails to specify his preference as to investment option, he shall be deemed to have opted to select the Growth Option.

Investors are requested to indicate their preference while investing in the Regular plan. Under the dividend option, investors have dividend payout option.

Asset Allocation Pattern :

The asset allocation of the 15 Months and 18 Months Plan would be as under:

Instruments	Indicative allocations (% of total assets)		Risk Profile
	Maximum	Minimum	
Medium term debt securities (including fixed income derivatives and securitized debt*)	100	15	Medium
Government securities-Money market instruments	85	0	Medium

* Allocation in securitized debt securities will not, normally exceed 80% of the net assets of the respective Plans.

Securitized debt will not include foreign securitized debt.

Gross notional exposure in fixed income derivatives at level of each portfolio within the scheme should not exceed the assets under management of that portfolio within the scheme.

Investments under the plans shall primarily be made in securities, excluding foreign securities, which have the maturity date falling in line with the maturity date of the respective plans. Any deviations from the asset allocation pattern would be only for defensive considerations and will be rebalanced within one month. The Investment Advisory Committee will be kept informed in case the portfolio is not rebalanced within the aforesaid time frame.

In terms of SEBI circular No. 12/147132/08 dated December 11, 2008, the scheme shall invest only in such a securities which mature on or before the date of the maturity of the scheme.

The Trustee may, from time to time, pending deployment of funds of the Scheme in securities in terms of the investment objective of the Scheme, invest the funds of the Scheme in short-term deposits of scheduled commercial banks subject to compliance with SEBI Circular SEBI/IMD/CIR No.1/ 91171 /07 dated April 16, 2007 as amended by SEBI Circular SEBI/IMD/CIR No.7/129592/08 dated June 23, 2008.

Minimum Application Amount: Regular : Minimum Rs. 5,000/- per Option and in multiple of any amount thereafter. There is no upper limit for investment.

Load structure during NFO and for ongoing redemptions :

JM FMF - XVIII - 15M1: Entry Load - There will be no entry load for investing in the various plans under the Scheme.

Exit Load - Since the Plan will be listed on the stock exchange, no exit load will be charged.

Listing: Units of the scheme are proposed to be listed on the National Stock Exchange of India (NSE).

Dematerialization: The unitholders are given an option to hold the Units by way of an account statement (physical form) or in dematerialized form (Demat). The Units of the Schemes will be traded compulsorily in dematerialized form.

Bhanu Katoch

Chief Executive Officer

Place : Mumbai

JM Financial Asset Management Private Limited

Date : February 23, 2010

(Investment Managers to JM Financial Mutual Fund)

For further details, please contact :

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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 sponsor is not responsible or liable for any loss resulting from the operation of the fund beyond the initial contribution made by it of an amount of Rupees One lac towards setting up of the Mutual Fund, which has been invested in JM Equity Fund. Each individual plan under the Scheme (at Portfolio level) should have a minimum number of 20 investors and no single investor should account for more than 25% of its corpus immediately after the close of the NFO i.e. at the time of allotment. **JM Fixed Maturity Fund - Series XVIII is only the name of the scheme and does not in any manner indicate either the quality of the scheme or its future prospects or returns. Investors in the Scheme 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 Scheme Information Document & Statement of Additional Information. Please refer the Scheme Information Document & Statement of Additional Information of the Scheme, which can be obtained free of cost from any of the JM Financial Mutual Fund Investor Service Centres or Distributors. **Investors should read the Scheme Information Document & Statement of Additional Information carefully before investing.**

It is to be distinctly understood that the permission given by NSE should not in any way be deemed or construed that the SID has been cleared or approved by NSE nor does it certify the correctness or completeness of any of the contents of the SID. The investors are advised to refer to the SID for the full text of the "Disclaimer Clause of NSE".