

NOTICE-CUM-ADDENDUM

THIS ADDENDUM DATED NOVEMBER 30, 2009 SETS OUT THE CHANGE TO BE MADE IN THE STATEMENT OF ADDITIONAL INFORMATION ("SAI") OF ALL SCHEMES OF JM FINANCIAL MUTUAL FUND AND SCHEME INFORMATION DOCUMENT ("SID") AND KEY INFORMATION MEMORANDA ("KIM") OF JM G-SEC FUND AND JM INCOME FUND WITH EFFECT FROM JANUARY 4, 2010

The above mentioned Schemes intend to modify the asset allocation pattern in accordance with the Securities Exchange Board of India (Mutual Funds) Regulations, 1996. Consequently, the relevant sections of the SID/ KIM of the above Schemes stand amended as given below:

A) JM G-Sec Fund**Asset Allocation pattern:**

Instruments	%	Risk Profile
Government Securities / Treasury Bills	0% -100%	Low - Medium
CBLO/REPO	0%-100%	Low

The gross notional exposure in derivatives shall not exceed the AuM of the Scheme.

B) JM Income Fund**Asset Allocation pattern:**

Instruments	%	Risk Profile
Debt	0% -100%	Low - Medium
Money Market and Debt Instruments maturing within one year	0%-100%	Low

The gross notional exposure in derivatives shall not exceed the AuM of the Scheme.

All other features of the Schemes remain unchanged.

The above changes will be effective from January 4, 2010

As per the SEBI Regulations, the above changes are construed as changes in the fundamental attributes of the schemes; hence an exit option is being provided to the unitholders of JM Income Fund and JM G-Sec Fund as per regulation 18(15A) of the Regulations.

Accordingly the unitholders in JM G-Sec Fund and JM Income Fund, who do not consent to the above proposal, are being provided with an exit option to redeem their units at the prevailing NAV without imposition of any exit load. The option to exit without payment of exit load will be valid from December 3, 2009, up to and including January 1, 2010 (up to 3.00 p.m.).

The option to exit is available to all unitholders in the schemes, except for those unitholders who have:

- pledged their units, unless they procure a release of their pledges prior to January 1, 2010 and/ or
- whose units are marked under lien/ injunction in accordance with the instructions of any Court of law/ Income Tax Authority/ other Regulatory Authority

Redemption/ switch out requests may be made by filling out the transaction slip and submitting the same to any of the Investor Service Centres of the Registrar and Transfer Agent, Karvy Computershare Private Limited ("Karvy"), or at any of the Investor Service Centres ("ISCs") of JM Financial AMC on or before 3.00 p.m. on January 1, 2010 If you wish to opt for the exit option set forth above, then you may redeem/switch out the units of the Plan(s) held by you at the applicable Net Asset Value without any exit load upto 3.00 p.m. on January 1, 2010

In respect of valid redemptions/switch out requests received upto 3.00 p.m. on all business days during the period of no exit load period by the Mutual Fund, the closing NAV of the day on which application is received shall be applicable. In respect of valid redemptions/switch out requests received after 3.00 p.m. on all business days during the no exit load period by the Mutual Fund, the closing NAV of the next business day shall be applicable.

Bhanu Katoch

Chief Executive Officer

Place : Mumbai

JM Financial Asset Management Private Limited

Date : November 29, 2009

(Investment Managers to JM Financial Mutual Fund)

For further details, please contact :

Corporate Office : JM Financial Asset Management Private Limited,
5th Floor, Apeejay House, 3, Dinshaw Vachha Road, Near K. C. College, Churchgate,
Mumbai - 400 020. Tel. No.: (022) 39877777 • Fax Nos.: (022) 26528377 / 78.
E-Mail: investor@jmfinancial.in • Website : www.jmfinancialmf.com

Investment Objective: 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 Scheme Information Document & Statement of Additional Information. Please refer the Scheme Information Document & Statement of Additional Information 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 Scheme Information Document & Statement of Additional Information carefully before investing.**