THIS ADDENDUM DATED DECEMBER 16, 2008 SETS OUT THE CHANGES TO BE MADE IN THE OFFER DOCUMENT / KEY INFORMATION MEMORANDUM OF JM G-SEC FUND EFFECTIVE DECEMBER 18, 2008.

I. CHANGE IN LOAD STRUCTURE

It has been decided to change the existing load structure of JM G-Sec Fund – Regular Plan and JM G-Sec Fund – PF Plus Plan as under:

<table>
<thead>
<tr>
<th>Scheme</th>
<th>Particulars</th>
<th>Entry Load</th>
<th>Exit Load</th>
<th>Particulars</th>
<th>Entry Load</th>
<th>Exit Load</th>
</tr>
</thead>
<tbody>
<tr>
<td>JM G-Sec Fund – Regular Plan</td>
<td>In case of investments &lt;= 2 Lacs</td>
<td>Nil</td>
<td>0.25% if redeemed / switched out within 90 days from date of investment.</td>
<td>In case of investments &lt;= 50 Lacs</td>
<td>Nil</td>
<td>0.75% if redeemed / switched out within 365 days from date of investment.</td>
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<tr>
<td></td>
<td>In case of investments&gt; Rs. 2 Lacs</td>
<td>Nil</td>
<td>Nil</td>
<td>In case of investments&gt; Rs. 50 Lacs</td>
<td>Nil</td>
<td>Nil</td>
</tr>
<tr>
<td>JM G-Sec Fund – PF Plus Plan</td>
<td>Nil</td>
<td>0.60% If redeemed / switched out / Fixed Period Redemption Option (FPRO) within 180 days from the date of investment.</td>
<td>Nil</td>
<td>1.00% If redeemed / switched out within 365 days from the date of investment.</td>
<td></td>
<td></td>
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</tbody>
</table>

Investors are requested to note that the change in load structure shall be applicable for all prospective investments in the above scheme with effect from December 18, 2008 i.e. investments made on or after December 18, 2008.

Kindly also note that the following trigger options in JM G-Sec Fund viz. Fixed Period Redemption Option (FPRO), Automatic Annual Reinvestment Option (AARO) and Automatic Capital Appreciation Withdrawal Option (ACAWO) stand withdrawn with immediate effect.

Nityanath P. Ghanekar
Managing Director & Chief Executive Officer
JM Financial Asset Management Private Limited
(Investment Managers to JM Financial Mutual Fund)
Place : Mumbai
Date : December 16, 2008

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E-Mail: mktg@jmfinancial.in • Website : www.JMFinancialmf.com

Investment Objectives: 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.


Risk Factors: Mutual fund investments are subject to market risks and there is no assurance or guarantee that the objectives of the Fund 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 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. JM G-Sec Fund 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. The dividend, if declared would be on the face value of Rs.10/- per unit. Please read the offer document carefully before investing.