**JM Financial Mutual Fund**

**ADDENDUM**

**THIS ADDENDUM DATED OCTOBER 1, 2008 SETS OUT THE CHANGES TO BE MADE IN THE OFFER DOCUMENT AND KEY INFORMATION MEMORANDUM OF ALL SCHEMES OF JM FINANCIAL MUTUAL FUND FOR CHANGE IN THE LOAD STRUCTURE**

Changes in load structure of the equity oriented schemes of JM Financial Mutual Fund

With effect from 3rd October, 2008, the load structure of Multi Strategy Fund will be modified as under:

<table>
<thead>
<tr>
<th>Scheme</th>
<th>EXISTING LOAD STRUCTURE</th>
<th>REVISED LOAD STRUCTURE</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Particulars</td>
<td>Load</td>
</tr>
<tr>
<td>JM Multi Strategy Fund</td>
<td>In case of investments &lt; 2 crores</td>
<td>2.25% 1% if redeemed within 1 year of allotment / transfer of units</td>
</tr>
<tr>
<td></td>
<td>In case of investments &gt; Rs. 2 crores</td>
<td>Nil 0.5% if redeemed within 3 months of allotment/transfer of units</td>
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<tr>
<td></td>
<td>In case of investments made through Systematic Investment Plan</td>
<td>Nil 2.25% if redeemed within 2 years of allotment/transfer of units of respective installments.</td>
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</tbody>
</table>

In case of Systematic Transfer Plan, the Entry Load will continue to be NIL and the Exit Load will be 2.25% if redeemed within 2 years of allotment/transfer of units of respective installments.

Load Structure for JM Tax Gain Fund: It is clarified that currently only entry load is payable for investments in JM Tax Gain Fund.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments and for fresh registration of SIP/STP in the above schemes w.e.f 3rd October, 2008 i.e. investments made on or after 3rd October, 2008. Investments/registration of SIP/STP made prior to the above changes would continue to attract the load structure and time limit as would have been applicable at the time of their respective investments/registration of SIP/STP.

All other terms and conditions mentioned in the Offer Documents / Key Information Memoranda of the 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 : October 1, 2008

**For further details, please contact**
Corporate Office : JM Financial Asset Management Private Limited,
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E-Mail: mktg@jmfinancial.in • Website: www.JMFinancialm.com

**Investment Objectives:**

**JM Equity Fund** (an open-ended growth scheme), To provide optimum capital growth and appreciation.

**JM Basic Fund** (an open-ended equity oriented growth scheme), The primary objective of the Scheme will be to provide capital appreciation to its Unitholders through judicious deployment of the corpus of the scheme in sectors categorized under ‘basic industry’ in the normal parlance and in context of the Indian economy, including but not limited to, energy, petrochemicals, oil & gas, power generation & distribution and electrical equipment suppliers, metals and building material. The fund would continue to remain open-ended with a sector focus.

**JM Emerging Leaders Fund** (an open-ended equity oriented growth scheme), The primary investment objective of the scheme is to provide capital appreciation by following contrarian style of investing that refers to buying into fundamentally sound stocks that have been overlooked by the market (for reasons of short term trend) and waiting for the market to give these stocks their real value in course of time.

**JM Equity Taver Saver Fund - Series I** (a close-ended equity linked savings scheme), The investment objective is to generate long-term capital growth from a diversified and actively managed portfolio of equity and equity related securities and to enable investors a deduction from total income, as permitted under the Income Tax Act, 1961 from time to time.

**JM High Liquidity Fund** (an open-ended liquid scheme), To provide income by way of dividend (dividend plans) and capital gains (growth plan) through investing in debt and money market instruments.

**JM Money Manager Fund** (an open-ended income scheme), An open-ended liquid scheme which seeks to provide income by way of dividend (dividend option) and capital gains (growth option) through investing in debt and money market instruments.

**JM Floater Fund** (an open-ended income scheme), To provide regular income and capital appreciation through investment in floating rate debt instruments, fixed rate debt instruments swapped for floating rate returns and also fixed rate instruments.

**JM Term Fund** (an open-ended income scheme), To generate 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 Saver Fund** (an open-ended dedicated gifts scheme), To provide ultimate safety of its unitholders through investments in sovereign securities issued by the Central and State Government.

**JM Tax Gain Fund** (an open-ended equity linked savings scheme), The investment objective is to generate long-term capital growth from a diversified and actively managed portfolio of equity and equity related securities and to enable investors a deduction from total income, as permitted under the Income Tax Act, 1961 from time to time.

**JM Fixed Maturity Fund Series IV, JM Fixed Maturity Fund - Series VII, JM Fixed Maturity Fund - Series IX, JM Fixed Maturity Fund - Series X, JM Fixed Maturity Fund - Series XI, JM Fixed Maturity Fund - Series XII, JM Fixed Maturity Fund - Series XIII** (a close-ended fund offering fixed maturity plans). The investment objectives of the Schemes and the plans launched thereunder is to seek to generate regular returns through investment in fixed income securities, normally maturing in line with the time profile of the respective Plans. **JM Multi Strategy Fund** The investment objective of the Scheme is to provide capital appreciation by investing in equity and equity related securities using a combination of strategies.

**Statutory Details**


**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 lakh towards setting up of the Mutual Fund, which has been invested in JM Equipment Fund. The names of the schemes do not in any manner indicate either the quality of the schemes or their future performance 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 “Rights 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.