Investors are hereby informed that changes are proposed in the SID and KIM of the Scheme in accordance with SEBI circular Nos. SEBI/HO/IMD/DDC1/CRP/P/2017/114 and SEBI/HO/IMD/DDC1/CRP/P/2017/126 dated October 06, 2017 and December 04, 2017 respectively. The Board of Directors of JM Financial Trustee Company Private Limited (the ‘Trustee to JM Financial Mutual Fund’) and JM Financial Asset Management Limited, (the ‘AMC’), have approved the following changes and consequently, the relevant sections of the SID/KIM of the Scheme stands amended as under:

### Particulars

<table>
<thead>
<tr>
<th>Name of Scheme</th>
<th>Current provisions</th>
<th>Proposed provisions</th>
</tr>
</thead>
<tbody>
<tr>
<td>JM Basic Fund</td>
<td>Open ended sector</td>
<td>Open ended equity scheme following a value investment strategy.</td>
</tr>
<tr>
<td>JM Value Fund</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

#### Investment Objective
- **Type of the scheme**: Open ended sector Scheme
- **Proposed provisions**:
  - JM Value Fund is an open-ended diversified equity scheme which aims to provide long term capital growth by investing primarily in a well-diversified portfolio of undervalued securities.
  - However, there can be no assurance that the investment objectives of the Scheme will be realized. The Scheme does not guarantee/indicate any returns.
- **Investment Strategy**
  - The Mutual Fund may invest in any of the following securities or a combination of the following securities subject to the Regulations and the investment objective and the terms of the scheme set out elsewhere in the Scheme Information Document.
  - The corpus of the Scheme will be invested in equity, equity related instruments, derivatives such as futures and options and fixed income securities.
  - Besides the above, the following will be the broad investment strategies:
    - Under normal circumstances, the corpus would be invested in equities and equity related securities categorized under “basic industry” in the normal parlance and in context of the Indian economy, including but not limited to, energy, petrochemicals, oil & gas, process industries, metals and building materials. The fund would continue to remain open-ended with a sector focus. Exposure of investment in individual scrip, forming a part of the Sectoral Index, shall not be restricted to 10% of NAV as Clause 10 of Seventh Schedule of SEBI Regulations has clarified that the limit of 10 percent shall not be applicable for investments in index fund or sector or industry specific scheme.

#### Asset Allocation

<table>
<thead>
<tr>
<th>Instruments</th>
<th>Normal Allocations (% of total assets)</th>
<th>Risk Profile</th>
</tr>
</thead>
<tbody>
<tr>
<td>Equity and Equity related instruments (including equity derivatives)</td>
<td>80%-100%</td>
<td>High</td>
</tr>
<tr>
<td>Debt Securities and Money Market Instruments</td>
<td>0%-20%</td>
<td>Low</td>
</tr>
<tr>
<td>Securitised debt</td>
<td>0%-20%</td>
<td>Low</td>
</tr>
</tbody>
</table>

The AMC intends to invest in derivative instruments in accordance with the SEBI Regulations, as and when opportunities arise in the derivatives markets. The investment in derivatives will be broadly in line with the investment objective of the Scheme.

#### Scheme Expenses
- **Total Expense Ratio from April 01, 2017 to March 31, 2018**: Direct Plan: 2.25, Normal Plan: 2.90
- **Product Label**
  - **This Product is suitable for investors who are seeking**
    - Capital appreciation over Long Term.
    - Investment predominantly in Equity and Equity related securities in sectors classified as ‘Basic Industries’ in the normal parlance and in context of Indian Economy.
  - *Investors should consult their financial advisers if in doubt about whether the product is suitable for them.*

All other features of the Scheme remain unchanged.

Securities and Exchange Board of India (SEBI) vide its letter no. IMD/DDC1/OW/PI/P/2018/6070/1 dated February 27, 2018 has conveyed it’s no objection to the aforesaid change(s) in fundamental attributes of the Scheme of JM Financial Mutual Fund.

The above changes will be effective from May 25, 2018

As per the SEBI Regulations, the above changes are construed as changes in the fundamental attributes of the Scheme; hence an exit option is being provided to the unitholders of the Scheme, as per Regulation 18(15A) of SEBI (Mutual Funds) Regulations, 1996.

Accordingly, the unitholders in Scheme, who do not consent to the above proposals, 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 April 23, 2018 up to and including May 22, 2018 (up to 3:00 p.m.).

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

- *pledged their units, unless they procure a release of their pledges prior to May 22, 2018 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.*

These investors understand that their principal will be at high risk.

Place: Mumbai  
Date: April 18, 2018

For further details, please contact:  
JM Financial Asset Management Limited (Investment Manager to JM Financial Mutual Fund)  
For more information, visit: www.jmfinanical.com