NOTICE IS HEREBY GIVEN to the unit holders of JM Equity Fund (An Open Ended Equity Oriented Growth Scheme) and JM Nifty Plus Fund (An Open Ended Equity Oriented Scheme) of JM Financial Mutual Fund ("Mutual Fund"), that the Boards of Directors have decided to merge JM Financial Trustee Company Private Limited, (“JM AMC”), Investment Managers to the Mutual Fund, and JM Financial Trustee Company Private Limited, (“JM Trustee”), Trustees to the Mutual Fund have decided to merge JM Nifty Plus Fund ("merging scheme") into JM Equity Fund ("surviving scheme"), in the interest of all the unit holders in the respective Schemes and in order to benefit from better economies of scale that will allow for more efficient management of these Schemes.

The Securities and Exchange Board of India vide its letter no. OW/18024/2011 dated June 6, 2011 has accorded its no- objection to the aforesaid proposal. This notice therefore is to inform the unit holders of the aforesaid proposed merger in terms of the prevailing regulatory requirements. However no action is expected from the unit holders of the surviving scheme. If the unitholder of the merging scheme has no objection to the above-proposed merger, no action needs to be taken by him. However, in case he does not agree to the same, the unit holder of the merging scheme has the option to redeem/switch out all his units at the applicable NAV (as on the date of receipt of his redemption/switch out requests for redemption), without payment of any exit load, if applicable. This option to exit without payment of exit load can be exercised from June 30, 2011 to July 29, 2011 (both days inclusive). Redemption/ switch out requests received from unit holders of the merging scheme after the last day of the exit option will be processed for the applicable NAV of JM Equity Fund on the 1st Business Day after the merger and will be subject to the provisions of the exit load as applicable to the respective surviving scheme, viz. JM Nifty Plus Fund.

The redemption/ switch out requests may be submitted at any of the Investor Service Centres / official points of acceptance of JM Financial Mutual Fund. For the unitholders who do not redeem/ switch out, the current value of their holdings as on July 29, 2011 will be converted into units of JM Equity Fund by allotting units at the applicable NAV as on July 29, 2011 against the value of their holding in merging scheme after deduction of applicable withholding tax (in case of NRIs).

For the unitholders who do not redeem/ switch out, the current value of their holding in merging scheme as on July 29, 2011, their holding will be converted into units of the surviving scheme at the applicable NAV as on July 29, 2011, after deduction of applicable withholding tax (in case of NRIs).

For the unitholders who do not redeem/ switch out, the current value of their holding in merging scheme as on July 29, 2011, being the merger date. Further redemption/ switch out requests received, in the merging scheme as stated above, after 3 p.m. on the last day of no exit load period i.e. July 29, 2011, will be processed at applicable NAV of the respective surviving scheme i.e JM Equity Fund on the first business day after the merger and will be subject to the provisions of exit load as applicable to the respective surviving scheme.

For the unitholders who do not redeem/ switch out, the current value of their holding in merging scheme as on July 29, 2011, their holding will be converted into units of the surviving scheme at the applicable NAV as on July 29, 2011, after deduction of applicable withholding tax (in case of NRIs).

Unitholders in the above Scheme as on June 14, 2011 have been informed by individual communication of the details of the merger along with other required disclosures. Those who invest in the merging schemes after June 14, 2011 will also be kept informed of the details of the merger. Such of those unit holders who do not receive the communications latest by July 5, 2011 may contact the Registrar – M/s. Karvy Computershare Private Limited, 21, Avenue 4, Street No. 1, Banjara Hills, Hyderabad-500 034 or JMF AMC’s Corporate/ Branch office.

For further information/assistance with regard to the merger, kindly call our Investor Service Centre at Mumbai: 91-22- 3987 7777, or visit us at www.jmfinancialmf.com or e-mail us at investor@jmfinancialin.

Bhanu Katoch
Chief Executive Officer

Place : Mumbai
Date: June 22, 2011

JM Financial Asset Management Private Limited

Investment Objective: JM Equity Fund (an open-ended growth scheme), To provide optimum capital growth and appreciation. JM Emerging Leaders Fund (an open-ended equity oriented growth scheme), The primary investment objective of the scheme is to seek long term capital appreciation from investment in a portfolio of stocks across all market capitalization range. The portfolio may include those companies operating in emerging sectors of the economy or companies which exhibit potential to become leaders of tomorrow. However, there can be no assurances that the investment objective will be achieved. JM Nifty Plus Fund (an open-ended equity oriented scheme), JM Nifty Plus Fund will be a Scheme which will endeavor to outperform the benchmark by predominantly investing in the constituents of S & P CNX Nifty in the same weightages as its composition and through deployment of surplus cash in debt and money market instruments and derivative instruments. JM Multi Strategy Fund (an open-ended equity oriented scheme), The investment objective of the Scheme is to provide capital appreciation by investing in equity and equity related securities using a combination of strategies.


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 if an amount of Rupees One lakh 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. Please read the Scheme Information Document & Statement of Additional Information carefully before investing.