

CONTACT



November 2011



CONTACT

A Monthly Fund Update from JM Financial Mutual Fund

Details as on October 31, 2011

Market Update - Equity

ECONOMY

In the October 2011 credit policy RBI hiked repo rate by another 25bps along expected lines to 8.5%. Accordingly, the reverse repo rate has increased to 7.5% and the rate on the marginal standing facility has increased to 9.5%. GDP growth forecast has been reduced to 7.6%, while expectations on inflation remain unchanged at 7% by the end of FY12. Importantly, RBI stance has been shifted from hawkish to moderate, with equal focus on growth and inflation.

August IIP came in at 4.1% y-o-y versus consensus forecast of 4.8%. The manufacturing sector, which constitutes over 75% of the index, grew by 4.5% y-o-y in August, as against 3.1% in July and 4.6% in August'10. The mining sector contracted 3.4% y-o-y, mainly due to the government crackdown on illegal mining. Consumer durables grew 4.6% y-o-y after a 9% uptick in July—the pick-up here over the last few months underlines the demand momentum, at least in a section of the economy. With investments remaining subdued, the IIP outlook for the rest of 2011–12 remains weak. The FY11 year to date IIP average is at 5.6%.

Headline WPI inflation for September 2011 came in at 9.72%, as against 9.81% expected and 9.78% in August 2011. The key core inflation gauge, however edged down to 7.55%, compared to 7.77% in August 2011, suggesting that the cumulative impact of past rate hikes might be finally beginning to get the desired impact on the demand side dynamics of inflation in India. July 2011 headline numbers were revised up by 14bps to 9.36%.

STOCK MARKET

For the month of October, Sensex rose by 7.6% while the CNX Mid cap index rose by 2.4%. BSE Auto index was the best performing sector for the month while PSU and Capital Goods were the worst performing sectors. For the month of October the FII's were net buyers to the tune of US\$ 508m while Domestic Institutions were net sellers to the tune of US\$ 469m.

MARKET OUTLOOK

The markets rebounded sharply by approx 10% in last few days on global cues, however the fundamentals do not seem to support the recovery. Despite global slowdown and Eurozone problems, crude continues to be high. Lack of political will result in fizzling of the bail out package for Greece. Other European countries could also be in fray for a bail out.

China reported a lower PMI data denoting a slowdown and US also continues at the same trajectory. A few countries have resorted to interest rate cut due to growth concerns but despite growth concerns, RBI raised rates by 25bps in October as inflation is still high and sticky. It has indicated low probability of rate hike for December 2011 due to slow growth and likelihood of inflation changing its direction. In the current cycle, commodity prices have been resilient which will hinder recovery of India, as we are net importers of commodities and hence will delay repo rate cuts as well. Interest rates are near the peak, but a quick downward movement is unlikely, as inflation will reduce gradually.

INR is likely to be under pressure as capital inflows is being used to fund the current account deficit. With increase in risk aversion, capital inflows are likely to reduce which will result in reduction of reserve or lower accretion to reserve.

Q2FY12 results declared till now denoted a slowdown of economy, with PSU banks reporting relatively lower growth and increasing concerns on asset quality. Pvt Sector banks too witnessed moderation but asset quality was better than PSUs. Engineering sector witnessed weak results with lower orderbook and margins. FMCG, pharma are generally not much impacted by macro events. Tech results were either in line or positive.

EPS downgrade is expected post the result season and that will be a good time to build an aggressive long term portfolio. Currently the market is trading at PE of 14.6x for FY12E Sensex earnings.

Market Update - Derivatives

The Nifty index in October settlement was 3.53% higher than that of September. On 25th October the rate hike of 25 bps from the central bank was in line with the market expectations. However the unexpected came in the form of RBI's decision to deregulate the saving bank deposit interest rate with immediate effect. On the last day of expiry, the market wide rollovers into the November series stood at ~83%. The rollovers were higher when compared to the average three months rollovers of approx 77%. The November series started with market wide future open interest of Rs 468 bn as against Rs 376 bn seen at the start of the October expiry. Roll over cost levels in single stock futures shot up sharply to 60 - 65 bps (cost to long rollers) in most of the names clearly reflecting the long aggression. Most of our positions were rolled to the November series at higher levels as compared to the previous month. Volatility in the markets would help to churn the arbitrage portfolio and generate good returns.

Indicators	Current Month	Last Month	M-o-M Variation
Forex Reserves* USD Bln	318	313	5.65
Credit Off take* - Rs Crs	4,148,597	4,074,295	74302
Credit Deposit Ratio *	73.75	73.78	(0.03)
WPI Inflation*(%)	9.72%	9.78%	(0.06%)
10-Year Yield - India* (%)	8.85%	8.42%	0.43%
10-year Yield - USA* (%)	2.25%	1.82%	0.43%
Exchange Rate* USD/INR	48.85	48.96	(0.11)
Brent Crude per/bbl*	93.00	79.20	13.80
Reverse Repo-Daily Avg Rs Crs	4400	3400	1000
Repo Average-Daily Avg Rs Crs	59400	59300	100

* Data Reported as on month-end, Source RBI, WSS & Bloomberg.

Government bond yields continued to remain under pressure after Government of India announced the schedule of borrowing for the second half of the financial year. India announced second half borrowing calendar which turned out to be significantly higher than expected. The government announced gross borrowing of INR 2.2 trillion via bond auctions as compared the expected amount of INR 1.67 trillion. Continuous supply of government bonds and high inflation kept sentiments weak and the benchmark 10-year bond touched a new 3-yr high of 8.85%. Firm commodity prices and expectations of improvement in the global situation led to higher yields.

RBI raised the policy (repo) rate by 25 bps to 8.50% and the reverse repo rate to 7.50%. While voicing more concern about the global economic backdrop and seeing downside risks to domestic growth, RBI still sees upside risks to inflation and, therefore, decided to keep the tightening bias. However, RBI signaled a likely pause at the December meeting and possibly hereafter, if the upside risks to inflation do not materialize.

IIP for the month of August, 2011 was at 4.1% and headline inflation for the month of September, 2011 was 9.72%. Domestic liquidity situation continued to remain tight.

Factor: Inflation

Short Term: Negative

Medium Term: Neutral

Headline inflation continued to remain firm. September, 11 headline inflation came in at 9.72% as compared to 9.78% in the previous month. Food inflation, fuel index and manufactured index firmed up. The absolute index level was higher at 155.80 as against 154.90 the last month. Fuel index was higher at 168.40 as against 167 in the previous month. Primary article index was higher at 202.20 and manufacturing index higher at 138.60. The central bank estimates March, 2012 inflation to moderate to 7%. RBI expects inflation to remain elevated at close to 9% for the next couple of months before easing in Q4 of the FY 2011-12.

Factor: Liquidity

Short Term: Negative

Medium Term: Neutral

System liquidity continued to remain tight. Tight liquidity conditions were evident as RBI received average daily bids of around INR 60000 crores during the month in the daily repo auction. Inter bank call rates & CBLO remained around the repo rate on tight liquidity. Money market rates traded in a narrow range with an upward bias on 25 basis points hike by RBI and tight liquidity situation. Going forward in the month of November, 2011 it is expected that the liquidity situation may continue to remain tight. Money market rates are expected to remain firm.

Factor: Global interest rates

Short Term: Neutral

Medium Term: Neutral

US 10-year benchmark yield rose on improved economic data in US and expectation of improvement in the global economic situation. There was a general risk off environment, with the USD retracing from a high of 1.32 to the euro to touch a low of 1.42. Towards the month end, European leaders announced a broad agreement on a euro area solution. The agreement comprises a 50% voluntary haircut on Greek debt, a compulsory increase of bank capital, and an European Financial Stability Facility (EFSF) leveraged 4-5 times to around EUR 1trn. The European Central Bank (ECB) has kept interest rates on hold despite fears over the slowing pace of growth in the 17 country eurozone. The decision to keep the main interest rate at 1.5%, was based on the forecast that inflation was likely to stay above the ECB's target of close to 2% over the months ahead.

OUTLOOK

In their forward guidance, RBI signaled a pause in December, seeing the likelihood of rate action as "relatively low". Beyond December, further rate hikes "may not be warranted" if inflation pans out as expected. While the RBI still sees inflation as the dominant risk, growth risks are moving up the ranks and we are now very close to the end of the tightening cycle. Going forward, RBI's ability to tighten further would become challenging. With incipient signs of growth moderation emanating coupled with the ongoing global uncertainty, RBI will need to balance the near term growth correction with its medium term inflation objective. While we are now close to the end of the tightening cycle, the policy rate will have to stay elevated for quite a while before we can comfortably assume that inflation will slide into the comfort zone. Government bond yields are expected to remain range bound with an upward bias on the back of huge supply of government bonds and uncertainty over the fiscal slippage for the FY 2011-2012. However, the ongoing global uncertainty and expectations of pause in interest hike by RBI may protect sharp downside on bond prices.

Cut off at the auctions, global development and macro economic data will be the next triggers for the bond yields. Domestic liquidity situation likely to remain tight to neutral on RBI stance to generate liquidity conditions consistent with more effective transmission of policy actions.

Bond yields may continue to remain firm on account of continuous supply, however it is expected that the interest rate cycle may peak out in the near term and therefore offer good investment opportunity for investors having a medium to long term investment horizon.

JM Equity Fund

(An Open-Ended Growth Scheme)

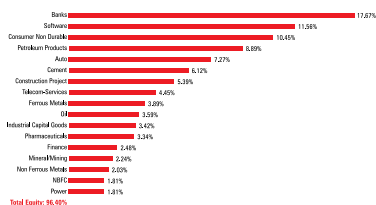
SNAPSHOT

INVESTMENT OBJECTIVE	: To provide optimum capital growth and appreciation.
FUND MANAGER	: Sanjay Chhabaria (Managing this fund since December, 2007 & total 10 yrs of experience in fund management & equity research)
INCEPTION	: 1st April, 1995
NAV DETAILS	: Growth Plan (Rs.) : 32.8694 Dividend Plan (Rs.) : 13.3798
CORPUS (July 11 - Sept 11)	: Qtly - AAUM (Rs.) : 49.00 Crores
PORTFOLIO TURNOVER RATIO	: 0.0640
EXPENSE RATIO	: 2.50%

PORTFOLIO

Issuer	% to NAV
Reliance Industries	8.89
Infosys	8.06
ICICI Bank	7.38
ITC	6.76
Larsen & Toubro	5.39
Bharti Airtel	4.45
Tata Motors	4.17
State Bank Of India	4.00
Asian Paints	3.61
Oil & Natural Gas Corp	3.59
Tata Consultancy Service	3.50
AXIS Bank	3.42
Bharat Heavy Electricals	3.42
Punjab National Bank	2.87
Jindal Steel & Power	2.77
Grasim Industries	2.66
Infrastructure Development Finance Company	2.47
Dr Reddy's Lab	2.35
Coal India	2.24
Associated Cement Companies	2.21
Maruti Udyog	2.02
Equity less than 2% of corpus	10.17
Total Equity Holdings	96.40
CBLO & Others*	3.60
Total Assets	100.00

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

RISK REPORT#

3 Years (Monthly) RF# = 8.60%

Scheme Name	Beta	Sharpe	Std. Dev.
JM Equity Fund - Growth Option	1.07	0.14	31.42

#Risk Free rate assumed to be 8.60% (91 day Treasury Bill yield on October 31, 2011) for calculation of Sharpe Ratio. Standard Deviation & Sharpe are calculated on annualised basis, using 3 years history of monthly returns (using daily frequency). #Source : MF Explorer

JM Basic Fund

(An Open-Ended Sector Scheme)

SNAPSHOT

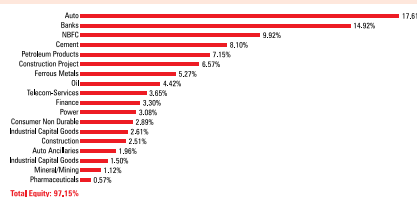
INVESTMENT OBJECTIVE	: To provide capital appreciation to its Unitholders through judicious deployment of the corpus of the Scheme in sectors categorized under "basic industry" in the normal parlance and in context of the Indian economy, including but not limited to, energy, petrochemicals, oil & gas, power generation & distribution and electrical equipment suppliers, metals and building material. The fund would continue to remain open-ended with a sector focus.
FUND MANAGER	: Asit Bhandarkar (Managing this fund since December, 2006 & total 8 yrs of experience in fund management & equity research).
INCEPTION	: 2nd June, 1997
NAV DETAILS	: Growth Plan (Rs.) : 11.9994 Dividend Plan (Rs.) : 8.3785
CORPUS (July 11 - Sept 11)	: Qtly - AAUM (Rs.) : 253.42 Crores
PORTFOLIO TURNOVER RATIO	: 0.1013
EXPENSE RATIO	: 2.34%

Issuer	% to NAV
Tata Motors	7.49
Reliance Industries	7.15
Larsen & Toubro	6.57
ICICI Bank	5.25
Associated Cement Companies	4.59
Cairn India	4.43
Bajaj Auto	4.31
Mahindra & Mahindra Financial Services	4.24
HDFC Bank	3.77
Bharti Airtel	3.65
Jai Prakash Associates	3.51
Infrastructure Development Finance Company	3.30
Mahindra & Mahindra	3.03
AXIS Bank	3.01
L&T Finance Holdings	2.93
Asian Paints	2.89
State Bank Of India	2.89
Maruti Udyog	2.77
Power Finance Corporation	2.75
JSW Steel	2.75
Action Construction Equipment	2.61
Jindal Steel & Power	2.52
Reliance Infrastructure	2.02
Equity less than 2% of corpus	8.72
Total Equity Holdings	97.15
CBLO & Others*	2.85
Total Assets	100.00

PORTFOLIO

Issuer	% to NAV
Reliance Industries	7.55
Infosys	7.10
ICICI Bank	5.42
Larsen & Toubro	5.24
Tata Motors	4.29
Bharti Airtel	3.98
Bank of Baroda	3.89
Eicher Motors	3.48
Dr Reddy's Lab	3.07
Tata Consultancy Service	2.87
Associated Cement Companies	2.81
Bharat Heavy Electricals	2.81
AXIS Bank	2.67
Nestle India	2.62
Mahindra & Mahindra Financial Services	2.58
Grasim Industries	2.53
State Bank of India	2.42
Hindalco Industries	2.11
Gujarat Ambuja Cements	2.00
Equity less than 2% of corpus	21.40
Total Equity Holdings	90.84
CBLO & Others*	9.16
Total Assets	100.00

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

RISK REPORT#

3 Years (Monthly) RF# = 8.60%

Scheme Name	Beta	Sharpe	Std. Dev.
JM Basic Fund - Growth Option	1.45	(0.05)	45.24

#Risk Free rate assumed to be 8.60% (91 day Treasury Bill yield on October 31, 2011) for calculation of Sharpe Ratio.

Standard Deviation & Sharpe are calculated on annualised basis, using 3 years history of monthly returns (using daily frequency).

#Source : MF Explorer

JM Multi Strategy Fund

(An Open-Ended Equity Oriented Scheme)

SNAPSHOT

INVESTMENT OBJECTIVE	: To provide capital appreciation by investing in equity and equity related securities using a combination of strategies.
FUND MANAGER	: Sanjay Chhabaria (Managing this fund since February, 2009 & total 10 years of experience in fund management & equity research).
INCEPTION	: 23rd September, 2008
NAV DETAILS	: Growth Plan (Rs.) : 12.0882 Dividend Plan (Rs.) : 11.2427
CORPUS (July 11 - Sept 11)	: Qtly - AAUM (Rs.) : 226.31 Crores
PORTFOLIO TURNOVER RATIO	: 0.0807
EXPENSE RATIO	: 2.37%

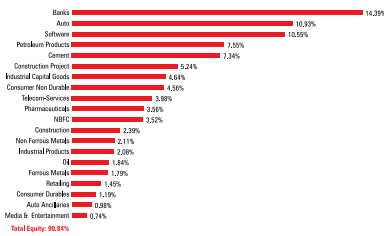
PORTFOLIO

Issuer	% to NAV
Reliance Industries	7.55
Infosys	7.10
ICICI Bank	5.42
Larsen & Toubro	5.24
Tata Motors	4.29
Bharti Airtel	3.98
Bank of Baroda	3.89
Eicher Motors	3.48
Dr Reddy's Lab	3.07
Tata Consultancy Service	2.87
Associated Cement Companies	2.81
Bharat Heavy Electricals	2.81
AXIS Bank	2.67
Nestle India	2.62
Mahindra & Mahindra Financial Services	2.58
Grasim Industries	2.53
State Bank of India	2.42
Hindalco Industries	2.11
Gujarat Ambuja Cements	2.00
Equity less than 2% of corpus	21.40
Total Equity Holdings	90.84
CBLO & Others*	9.16
Total Assets	100.00

PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

ASSET ALLOCATION BY SECTOR



RISK REPORT#

3 Years (Monthly) RF# = 8.60%

Scheme Name	Beta	Sharpe	Std. Dev.
JM Multi Strategy Fund - Growth Option	0.99	0.33	31.84

**Risk Free rate assumed to be 8.60% (91 day Treasury Bill yield on October 31, 2011) for calculation of Sharpe Ratio. Standard Deviation & Sharpe are calculated on annualised basis, using 3 years history of monthly returns (using daily frequency). #Source : MF Explorer

JM Tax Gain Fund

(An Open-Ended Equity Linked Savings Scheme)

SNAPSHOT

INVESTMENT OBJECTIVE : 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. However, there can be no assurance that the investment objective of the scheme will be achieved.

FUND MANAGER : **Sanjay Chhabaria**; (Managing this fund since October 2010 & total 10 yrs of experience in fund management & equity research).

INCEPTION : 31st March, 2008

NAV DETAILS : Growth Plan (Rs.) : 6.2172
Dividend Plan (Rs.) : 6.2172

CORPUS (July 11 - Sept 11) : Qty - AAUM (Rs.) : 44.44 Crores

PORTFOLIO TURNOVER RATIO : 0.0396

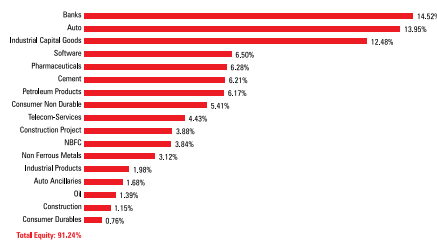
EXPENSE RATIO : 2.50%

PORTFOLIO

Issuer	% to NAV
Infosys	6.50
AXIS Bank	6.34
Reliance Industries	6.17
Eicher Motors	6.03
ITC	5.41
ICICI Bank	5.22
Bharat Heavy Electricals	4.60
Bharti Airtel	4.43
Tata Motors	4.14
Opto Circuits (India)	3.90
Larsen & Toubro	3.88
Bajaj Auto	3.79
Associated Cement Companies	3.78
Action Construction Equipment	3.74
Hindalco Industries	3.12
Bank of Baroda	2.96
Crompton Greaves	2.75

Gujarat Ambuja Cements	2.43
Divi'S Laboratories	2.17
Power Finance Corporation	2.02
Equity less than 2% of corpus	10.36
Total Equity Holdings	93.74
CBLO & Others*	6.26
Total Assets	100.00

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

RISK REPORT#

3 Years (Monthly) RF# = 8.60%

Scheme Name	Beta	Sharpe	Std. Dev.
JM Tax Gain Fund - Growth Option	0.99	0.00	31.21

**Risk Free rate assumed to be 8.60% (91 day Treasury Bill yield on October 31, 2011) for calculation of Sharpe Ratio. Standard Deviation & Sharpe are calculated on annualised basis, using 3 years history of monthly returns (using daily frequency). #Source : MF Explorer

JM Balanced Fund

(An Open-Ended Balanced Scheme)

SNAPSHOT

INVESTMENT OBJECTIVE : To provide steady current income as well as long term growth of capital.

FUND MANAGER : **Sanjay Chhabaria**; (Managing this fund since February, 2008 & total 10 years of experience in fund management & equity research).

INCEPTION : 1st April, 1995

NAV DETAILS : Growth Plan (Rs.) : 21.8700
Dividend Plan (Rs.) : 15.5988

CORPUS (July 11 - Sept 11) : Qty - AAUM (Rs.) : 8.91 Crores

PORTFOLIO TURNOVER RATIO : 0.0000

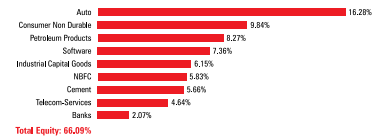
EXPENSE RATIO : 2.50%

PORTFOLIO

Issuer	% to NAV
ITC	9.84
Reliance Industries	8.27
Infosys	7.36
Bajaj Auto	6.52
Bharat Heavy Electricals	6.15
Associated Cement Companies	5.65
Mahindra & Mahindra	5.62
Bharti Airtel	4.63
Eicher Motors	4.15
Mahindra & Mahindra Financial Services	2.94
Power Finance Corporation	2.89
Equity less than 2% of corpus	2.07

Total Equity Holdings	66.09	
Non Convertible Debenture	26.48	
Union Bank Of India	26.48	CRISIL AAA
Total Debt Holdings	26.48	
CBLO & Others*	7.44	
Total Assets	100.00	

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

JM Core 11 Fund

(An Open-Ended equity oriented scheme)

SNAPSHOT

INVESTMENT OBJECTIVE : To provide long-term growth by investing predominantly in a concentrated portfolio of equity / equity related instruments

FUND MANAGER : **Asit Bhandarkar**; (Managing this fund since February, 2009 & total 8 yrs of experience in fund management & equity research).

INCEPTION : 5th March, 2008

NAV DETAILS : Growth Plan (Rs.) : 3.3493
Dividend Plan (Rs.) : 3.3493

CORPUS (July 11 - Sept 11) : Qty - AAUM (Rs.) : 63.59 Crores

PORTFOLIO TURNOVER RATIO : 0.1600

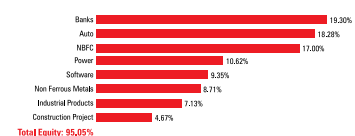
EXPENSE RATIO : 2.50%

PORTFOLIO

Issuer	% to NAV
Yes Bank	10.18%
Infosys	9.35
Tata Motors	9.24
ICICI Bank	9.12
Mahindra & Mahindra	9.04
PTC India	8.73
Hindalco Industries	8.71
Power Finance Corporation	8.53
LIC Housing Finance	8.47
Sintex Industries	7.12
Larsen & Toubro	4.67
Equity less than 2% of corpus	1.89
Total Equity Holdings	95.05
CBLO & Others*	4.95
Total Assets	100.00

\$ increase over 10% on account of market movements/change in net assets of the scheme.

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

RISK REPORT#

3 Years (Monthly)
RF**=8.60%

Scheme Name	Beta	Sharpe	Std. Dev.
JM Core 11 Fund - Growth Option	1.29	(0.40)	41.88

**Risk Free rate assumed to be 8.60% (91 day Treasury Bill yield on October 31, 2011) for calculation of Sharpe Ratio. Standard Deviation & Sharpe are calculated on annualised basis, using 3 years history of monthly returns (using daily frequency). #Source : MF Explorer

JM MIP Fund

(An Open-Ended Monthly Income Fund with no assured return. Monthly Income is not assured and is subject to the availability of the distributable surplus.)

SNAPSHOT

INVESTMENT OBJECTIVE : To generate regular income, primarily through investments in fixed income securities so as to make monthly, quarterly and annual dividend distribution, declare bonus in the growth option. The Fund would also aim to achieve capital appreciation through investing a portion of its assets in equity and equity related securities.

FUND MANAGER^ : **Shalini Tibrewala**
(Managing this fund since September, 2003 & total 14 years of experience in fund management & financial services sector).

INCEPTION : 18th September, 2003

NAV DETAILS : Growth Plan (Rs.) : 15.7629
Dividend Plans:
Monthly Div. option (Rs.): 10.2560
Quarterly Div. option (Rs.): 11.8774
Annual Div. option (Rs.): 12.6632

CORPUS (July 11 - Sept 11) : Qtlly - AAUM (Rs.) : 6.02 Crores

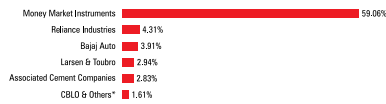
EXPENSE RATIO : 2.25%

^ The equity component is managed by a equity Fund Manager.

PORTFOLIO

Issuer	% to NAV	Rating
Associated Cement Companies	2.83	
Larsen & Toubro	2.94	
Bajaj Auto	3.91	
Reliance Industries	4.30	
Total Equity Holdings	13.98	
Money Market Instruments	59.06	
Certificate of Deposits		
State Bank of Mysore	4.06	ICRA A1+
United Bank of India	4.98	ICRA A1+
Commercial Paper		
India Infoline Investment Services	0.83	ICRA A1+
Reliance Capital	24.56	ICRA A1+
Religare Finvest	24.63	ICRA A1+
Corporate Debt	25.34	
Shriram Finance Company	10.96	CARE AA+
Britannia	2.77	CRISIL AAA
UTI Bank	11.61	ICRA AAA
Total Debt Holdings	84.40	
CBLO & Others*	1.62	
Total Assets	100.00	

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

PORTFOLIO STATISTICS

Current Yield	10.66%
Duration	0.2645 years
Average Maturity	0.2939 years

JM Arbitrage Advantage Fund

(An Open-Ended Equity Oriented Interval Scheme)

Value Research Rating***

JM ARBITRAGE ADVANTAGE FUND ★★ ★
Category: Arbitrage, Total Funds Considered: 18,
No. of funds rated: 15, Period: 36 months ending October 2011.

SNAPSHOT

INVESTMENT OBJECTIVE : To generate income through arbitrage opportunities emerging out of mispricing between the cash market and the derivatives market and through deployment of surplus cash in fixed income instruments.

FUND MANAGER : **Chaitanya Choksi**
(Managing this fund since Feb 1, 2011 and has around 10 years of work experience in the field of equity research and capital markets.)

INCEPTION : 18th July, 2006

NAV DETAILS : Dividend Plan (Rs.) : 10.2801
Growth Plan (Rs.) : 14.3558

CORPUS (July 11 - Sept 11) : Qtlly - AAUM (Rs.) : 53.35 Crores

PORTFOLIO TURNOVER RATIO : 0.1805

EXPENSE RATIO : 1.00%

PORTFOLIO

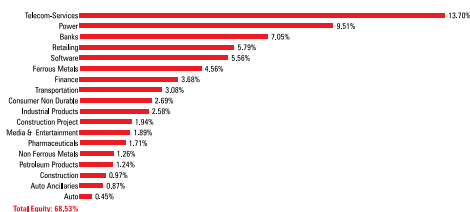
Issuer	Market Value (Rs. In Lacs)	% to NAV	Market Value (Rs. In Lacs)
Auto	19.22	0.45	(19.39)
TVS Motor	19.22	0.45	
TVS Motor - Futures			(19.39)
Auto Ancillaries	36.86	0.87	(37.22)
Apollo Tyre	36.86	0.87	
Apollo Tyre - Futures			(37.22)
Banks	300.39	7.05	(302.99)
Dena Bank	300.39	7.05	
Dena Bank - Futures			(302.99)
Construction	41.50	0.97	(41.70)
IVRCL Infrastructure & Projects	41.50	0.97	
IVRCL Infrastructure & Projects - Futures			(41.70)

Construction Project	82.66	1.94	(83.66)
Lanco Infratech	82.66	1.94	
Lanco Infratech - Futures			(83.66)
Consumer Non Durable	114.40	2.69	(115.30)
Shree Renuka Sugars	114.40	2.69	
Shree Renuka Sugars - Futures			(115.30)
Ferrous Metals	194.42	4.56	(194.94)
JSW Steel	194.42	4.56	
JSW Steel - Futures			(194.94)
Finance	156.84	3.68	(158.03)
IFCI	156.84	3.68	
IFCI - Futures			(158.03)
Industrial Products	109.91	2.58	(110.79)
Jain Irrigation Systems	109.91	2.58	
Jain Irrigation Systems - Futures			(110.79)
Media & Entertainment	80.65	1.89	(81.28)
Deccan Chronicle Holdings	80.65	1.89	
Deccan Chronicle Holdings - Futures			(81.28)
Non Ferrous Metals	53.49	1.26	(53.84)
Sterlite Industries	53.49	1.26	
Sterlite Industries - Futures			(53.84)
Petroleum Products	52.65	1.24	(52.99)
Reliance Industries	52.65	1.24	
Reliance Industries - Futures			(52.99)
Pharmaceuticals	72.78	1.71	(73.26)
Aurobindo Pharma	41.02	0.96	
Aurobindo Pharma - Futures			(41.26)
Cipla	11.82	0.28	
Cipla - Futures			(11.88)
Orchid Chemicals & Pharma	19.94	0.47	
Orchid Chemicals & Pharma - Futures			(20.12)
Power	405.08	9.51	(408.62)
GVK Power & Infrastructure	51.12	1.20	
GVK Power & Infrastructure - Futures			(51.84)
National Hydroelec Power Corporation	353.96	8.31	
National Hydroelec Power Corporation - Futures			(356.78)
Retailing	246.51	5.79	(248.03)
Pantaloon Retail (India)	246.51	5.79	
Pantaloon Retail (India) - Futures			(248.03)
Software	237.04	5.56	(237.63)
3i Infotech	16.35	0.38	
3i Infotech - Futures			(16.51)
Financial Technologies (India)	47.59	1.12	
Financial Technologies (India) - Futures			(47.92)
Firstsource Solutions	121.21	2.84	
Firstsource Solutions - Futures			(122.30)
Hexaware Technologies	28.61	0.67	
Hexaware Technologies - Futures			(28.46)
Rohta India	23.28	0.55	
Rohta India - Futures			(22.44)
Telecom-Services	583.56	13.70	(589.66)
Mahanagar Tel Nigam	92.80	2.18	
Mahanagar Tel Nigam - Futures			(93.83)
Reliance Communications	130.95	3.07	

Reliance Communications - Futures			(132.10)
Tata Communication	75.64	1.78	
Tata Communication - Futures			(76.34)
Tata Teleservices (Maharashtra)	284.17	6.67	
Tata Teleservices (Maharashtra) - Futures			(287.39)
Transportation	131.19	3.08	(131.94)
Jet Airways India	82.42	1.93	
Jet Airways India - Futures			(82.70)
Shipping Corporation of India	48.77	1.15	
Shipping Corporation of India - Futures			(49.24)
Total Equity Holdings	2919.15	68.53	(2941.27)
Fixed Deposit	1050.00	24.65	
HDFC Bank	650.00	15.26	
Yes Bank	400.00	9.39	
Total Debt Holdings	1050.00	24.65	
CBLO & Others*	290.49	6.82	
Total Assets	4259.64	100.00	

Note: Nifty Futures that are sold is a complete hedge against the purchase of Nifty Basket.

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

Although classified under Equity category, Risk ratios are not calculated for JM Arbitrage Advantage Fund as the scheme is benchmarked to CLFI.

JM High Liquidity Fund

(An Open - Ended Liquid Scheme)

CRISIL AAAMfs RATED #

(# Please refer to the back cover page.)

Value Research Rating###

JM HIGH LIQUIDITY FUND - REGULAR ★★★★★

JM HIGH LIQUIDITY FUND - INSTITUTIONAL ★★★★★

JM HIGH LIQUIDITY FUND - SUPER INSTITUTIONAL ★★★★★

Category: Liquid, Total Funds Considered: 118,

No. of funds rated: 101, Period: 18 months ending October 2011.

SNAPSHOT

INVESTMENT OBJECTIVE : To provide income by way of dividend (dividend plans) and capital gains (growth plan) through investing in debt and money market instruments.

FUND MANAGER : **Shalini Tibrewala**

(Managing this fund since December, 1997 & total 14 years of experience in fund management & financial services sector).

INCEPTION : **Regular Plan**: 31st December, 1997
Regular Plan - DDO: 2nd July, 2001
Regular Plan - Bonus: 9th Sept., 2002
Regular Plan - Quarterly Div.: 23rd September, 2003
Growth Plan - Bonus: 17th August, 2002
Institutional Plan: 4th April, 2003
Institutional Plan - DDO: 28th July, 2003
Super Institutional Plan: 19th May, 2004.

NAV DETAILS : **Regular Plan**
 Growth Option (Rs.): 28.1509
 Weekly Dividend Option (Rs.): 10.8944
 Daily Dividend Option (Rs.): 10.4302
 Bonus Option (Rs.): 14.7831
 Quarterly Dividend Option (Rs.): 15.9336
Institutional Plan
 Growth Option (Rs.): 16.9904
 Weekly Dividend Option (Rs.): 10.6475
 Daily Dividend Option (Rs.): 10.0159
Super Institutional Plan
 Growth Option (Rs.): 16.1595
 Weekly Dividend Option (Rs.): 10.0470
 Daily Dividend Option (Rs.): 10.0165

CORPUS (July 11 - Sept 11) : Qly - AAUM (Rs.): 3801.84 Crores

EXPENSE RATIO : 0.26%

PORTFOLIO

Issuer	% to NAV	Rating
Money Market Instruments	89.78	
Certificate of Deposits		
Allahabad Bank	1.98	ICRA A1+
Andhra Bank	2.65	CARE A1+
AXIS Bank	0.67	CRISIL A1+
Bank of Maharashtra	1.33	CRISIL A1+
Canara Bank	1.99	CRISIL A1+
Central Bank of India	3.23	CARE A1+
Corporation Bank	0.60	CRISIL A1+
Dhanlakshmi Bank	1.24	CARE A1+
Indian Overseas Bank	3.33	CRISIL A1+
Indusind Bank	2.66	CRISIL A1+
ING Vysya Bank	2.68	CRISIL A1+
Jammu & Kashmir Bank	1.32	CRISIL A1+
Oriental Bank of Commerce	2.65	CRISIL A1+
Punjab National Bank	5.28	ICRA A1+
Punjab National Bank	0.66	CARE A1+
State Bank of Bikaner & Jaipur	3.96	CRISIL A1+
State Bank of Patiala	0.40	CRISIL A1+
UCO Bank	0.67	CRISIL A1+
Vijaya Bank	1.33	CARE A1+

Commercial Paper

Alembic Pharma	1.32	CRISIL A1+
Apollo Tyres	1.32	CRISIL A1+
Century Enka	1.06	CRISIL A1+
Century Textiles & Ind.	1.33	CARE A1+
Electrosteel Casting	1.32	CARE A1+
Fullerton India Credit Co.	1.32	ICRA A1+
Godrej Agrovet	0.80	ICRA A1+
Gruh Finance	0.67	CRISIL A1+
Gujarat Fluorochem.	0.92	ICRA A1+
HDFC	4.02	ICRA A1+
Hindustan Petroleum Co	0.67	CRISIL A1+
HSIL	0.66	ICRA A1+

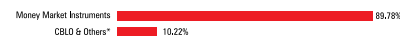
IL&FS Fin. Services	1.34	ICRA A1+
India Infoline Investment Services	2.67	ICRA A1+
Indian Oil Corporation	2.67	CRISIL A1+
Kesoram Industries	1.32	CARE A1+
Magma Fincorp	1.32	CARE A1+
Muthoot Finance	1.32	CRISIL A1+
Nirma	3.17	CRISIL A1+
Reliance Capital	2.60	ICRA A1+
Religare Finvest	4.59	ICRA A1+
Religare Securities	2.51	CRISIL A1+
SBI Global Factors	4.02	CRISIL A1+
Schwing Stetter India	0.26	ICRA A1+
Shree Renuka Sugars	3.95	ICRA A1+
Tata Capital	2.68	ICRA A1+
Usha Martin	1.32	CARE A1+

Total Debt Holdings **89.78**

CBLO & Others* **10.22**

Total Assets **100.00**

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 11 for Further Details

PORTFOLIO STATISTICS

High Liquidity Fund

Current Yield	9.43%
Duration	0.0937 years
Average Maturity	0.0937 years

JM Money Manager Fund - Regular Plan

(An Open - Ended Debt Scheme)

Value Research Rating###

JM MONEY MANAGER FUND - Regular ★★★★★

Category: Ultra Short Term, Total Funds Considered: 175,

No. of funds rated: 139, Period: 18 months ending October 2011.

SNAPSHOT

INVESTMENT OBJECTIVE : To generate stable long term returns with low risk strategy and capital appreciation/accretion through investments in debt instruments and related securities besides preservation of capital.

FUND MANAGER : **Vikas Agrawal**

(Managing this fund since July, 2011 & has total 8 years of experience in fixed income market).

INCEPTION : **Regular Plan - Growth**: 27th Sept, 2006
Regular Plan - DDO: 27th Sept, 2006
Regular Plan - WDO: 26th July, 2007
Regular Plan - FDO: 26th Sept, 2008

NAV DETAILS : **Regular Plan** - Growth option (Rs.): 14.2412
 Daily Dividend option (Rs.): 10.0112
 Weekly Dividend option (Rs.): 10.4903
 Fortnightly Dividend option (Rs.): 10.1865

CORPUS (July 11 - Sept 11) : Qly - AAUM (Rs.): 288.74 Crores

EXPENSE RATIO : 0.48%

PORTFOLIO

Issuer	% to NAV	Rating
Money Market Instruments	99.19	
Certificate of Deposits		
Allahabad Bank	13.34	ICRA A1+
Canara Bank	13.38	CRISIL A1+
Indusind Bank	4.00	CRISIL A1+
Punjab National Bank	3.56	CARE A1+
Vijaya Bank	12.49	CARE A1+
Commercial paper		
India Infoline Investment Services	12.26	ICRA A1+
Reliance Capital	13.34	ICRA A1+
Religare Finvest	26.82	ICRA A1+
Corporate Debt		
Union Bank of India	0.05	CRISIL AAA
Total Debt Holdings	99.24	
CBLO & Others*	0.76	
Total Assets	100.00	

ASSET ALLOCATION (REGULAR PLAN)



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

PORTFOLIO STATISTICS

Regular Plan

Current Yield	10.16%
Duration	0.1181 years
Average Maturity	0.1181 years

JM Money Manager Fund - Super Plan

(An Open - Ended Debt Scheme)

Super Plan - CRISIL AAAMfs RATED #

(* Please refer to the back cover page.)

Value Research Rating###

JM MONEY MANAGER FUND - SUPER ★★★★★

Category: Ultra Short Term, Total Funds Considered: 175
No. of funds rated: 139, Period: 18 months ending October 2011.

SNAPSHOT

INVESTMENT OBJECTIVE : To generate stable long term returns with low risk strategy and capital appreciation/accretion through investments in debt instruments and related securities besides preservation of capital.

FUND MANAGER : **Vikas Agrawal**
(Managing this fund since July, 2011 & has total 8 years of experience in fixed income market).

INCEPTION : **Super Plan - Growth**: 27th Sept, 2006
Super Plan - DDO: 27th Sept, 2006
Super Plan - WDO: 12th October, 2007
Super Plan - FDO: 2nd April, 2008

NAV DETAILS : **Super Plan**
Growth option (Rs.): 14.5637
Daily Dividend option (Rs.): 10.0118
Weekly Dividend option (Rs.): 10.5208
Fortnightly Dividend option (Rs.): 10.2358

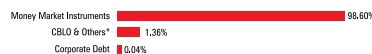
CORPUS (July 11 - Sept 11) : Qly - AAUM (Rs.) : 203.22 Crores

EXPENSE RATIO : 0.35%

PORTFOLIO

Issuer	% to NAV	Rating
Money Market Instruments	98.60	
Certificate of Deposits		
AXIS Bank	9.44	CRISIL A1+
Bank of Maharashtra	9.40	CRISIL A1+
Dhanlakhmi Bank	9.41	CARE A1+
Punjab National Bank	6.90	CARE A1+
State Bank of Mysore	0.26	ICRA A1+
Yes Bank	9.42	ICRA A1+
Commercial Paper		
Reliance Capital	18.74	ICRA A1+
Religare Securities	1.12	CRISIL A1+
Simplex Infrastructures	9.42	CARE A1+
TRL Krosaki Refractories	5.66	ICRA A1+
Usha Martin	18.83	CARE A1+
Corporate Debt		
Union Bank of India	0.04	CRISIL AAA
Total Debt Holdings	98.64	
CBLO & Others*	1.36	
Total Assets	100.00	

ASSET ALLOCATION (SUPER PLAN)



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

PORTFOLIO STATISTICS

Super Plan

Current Yield	9.88%
Duration	0.1219 years
Average Maturity	0.1219 years

JM Money Manager Fund - Super Plus Plan

(An Open - Ended Debt Scheme)

Super Plus Plan - CRISIL AAAMfs RATED #

(* Please refer to the back cover page.)

Value Research Rating###

JM MONEY MANAGER FUND - SUPER PLUS ★★★★★

Category: Ultra Short Term, Total Funds Considered: 175
No. of funds rated: 139, Period: 18 months ending October 2011.

SNAPSHOT

INVESTMENT OBJECTIVE : To generate stable long term returns with low risk strategy and capital appreciation/accretion through investments in debt instruments and related securities besides preservation of capital.

FUND MANAGER : **Shalini Tibrewala**
(Managing this fund since September, 2006 & has total 14 years of experience in fund management & financial services sector).

INCEPTION : **Super Plus Plan - Growth**: 27th Sept, 2006
Super Plus Plan - DDO: 27th Sept, 2006
Super Plus Plan - WDO: 16th July, 2007
Super Plus Plan - FDO: 12th July, 2007

NAV DETAILS : **Super Plus Plan -**
Growth option (Rs.): 14.5642
Daily Dividend option (Rs.): 10.0053
Weekly Dividend option (Rs.): 10.5203
Fortnightly Dividend option (Rs.): 10.2869

CORPUS (July 11 - Sept 11) : Qly - AAUM (Rs.) : 753.15 Crores

EXPENSE RATIO : 0.50%

PORTFOLIO

Issuer	% to NAV	Rating
Money Market Instruments	90.61	
Certificate of Deposits		
AXIS Bank	2.42	CRISIL A1+
Bank of Maharashtra	4.82	CRISIL A1+
Canara Bank	14.42	CRISIL A1+
Dhanlakhmi Bank	2.41	CARE A1+
Oriental Bank of Commerce	1.89	CRISIL A1+
Punjab National Bank	9.59	CARE A1+
Punjab National Bank	2.85	ICRA A1+
The Ratnakar Bank	2.40	ICRA A1+
UCO Bank	14.49	CRISIL A1+
Commercial Paper		
Century Textiles & Ind.	4.83	CARE A1+
Export Import Bank	2.12	CRISIL A1+
India Infoline Investment Services	9.58	ICRA A1+
Manappuram Finance	2.40	CRISIL A1+
Reliance Capital	7.19	ICRA A1+
Religare Finvest	2.42	ICRA A1+
Shree Renuka Sugars	4.86	ICRA A1+
Subros	1.92	ICRA A1+
Corporate Debt		
ICICI Bank	0.30	CARE AAA
Union Bank of India	2.04	CRISIL AAA
UTI Bank	1.27	ICRA AAA
Cash Management Bill		
48 Days Cash Mgt. Bill	0.97	GOI SOV
Total Debt Holdings	95.20	
CBLO & Others*	4.80	
Total Assets	100.00	

ASSET ALLOCATION (SUPER PLUS PLAN)



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

PORTFOLIO STATISTICS

Super Plus Plan

Current Yield	9.71%
Duration	0.1476 years
Average Maturity	0.1476 years

JM Floater Fund - Long Term Plan

(An Open-Ended Income Scheme)
(Formerly known as JM Liquid Plus Fund)

CRISIL AAAMfs RATED**

** Please refer to the back cover page.

SNAPSHOT

INVESTMENT OBJECTIVE : 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 and money market instruments.

FUND MANAGER : **Shalini Tibrewala**
(Managing this fund since March, 2006 & has total 14 years of experience in fund management & financial services sector).

INCEPTION : **Regular Plan**: 25th June, 2003
Regular Plan - DDO: 22nd May, 2007
Regular Plan - WDO: 22nd May, 2007
Premium Plan: 13th October, 2004
Premium Plan - DDO: 15th May, 2007
Premium Plan - WDO: 18th May, 2007

NAV DETAILS : **Regular Plan** -
Growth option (Rs.): 16.1186
Dividend option (Rs.): 16.1738
Daily Dividend option (Rs.): 10.0031
Wkly Dividend option (Rs.): 10.4469

Premium Plan -
Growth option (Rs.): 15.5433
Dividend option (Rs.): 10.3149
Daily Dividend option (Rs.): 10.0031
Wkly Dividend option (Rs.): 10.4805

CORPUS (July 11 - Sept 11) : Qtly - AAUM (Rs.): 6.11 Crores

EXPENSE RATIO : 0.51%

PORTFOLIO

Issuer	% to NAV	Rating
CBLO & Others*	100.00	
Total Assets	100.00	

ASSET ALLOCATION BY SECTOR

CBLO & Others* 100.00%

PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

PORTFOLIO STATISTICS

Current Yield	8.42%
Duration	0.0027 years
Average Maturity	0.0027 years

JM Floater Fund - Short Term Plan

(An Open-Ended Liquid Scheme)

SNAPSHOT

INVESTMENT OBJECTIVE : 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 and money market instruments.

FUND MANAGER : **Shalini Tibrewala**
(Managing this fund since September, 2006 & total 14 years of experience in fund management & financial services sector).

INCEPTION : 25th June, 2003

NAV DETAILS : **Floater Fund Short Term Plan**
Growth option (Rs.) : 16.3810
Dividend option (Rs.) : 10.0883

CORPUS (July 11 - Sept 11) : Qtly - AAUM (Rs.) : 2.81 Crores

EXPENSE RATIO : 0.25%

PORTFOLIO

Issuer	% to NAV	Rating
CBLO & Others*	100.00	
Total Assets	100.00	

ASSET ALLOCATION BY SECTOR

CBLO & Others* 100.00%

PERFORMANCE (%)

Kindly Refer Page No. 11 for Further Details

PORTFOLIO STATISTICS

JM Floater Fund - Short Term Plan	
Current Yield	8.42%
Duration	0.0027 Years
Avg. Maturity	0.0027 Years

JM Short Term Fund

(An Open-Ended Income Scheme)

Value Research Rating##

JM SHORT TERM FUND - INSTITUTIONAL PLAN ★★★★★

JM SHORT TERM FUND - REGULAR PLAN ★★★

Category: Ultra Short Term, Total Funds Considered: 175,
No. of funds rated: 139, Period: 18 months ending October 2011.

SNAPSHOT

INVESTMENT OBJECTIVE : To generate regular 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.

FUND MANAGER : **Girish Hisaria**
(Managing this fund since July 2009 & has total 7 years of experience in Fixed Income Markets).

INCEPTION : **Regular Plan**: 25th June, 2002
Regular Plan - DDO: 31st March, 2011
Institutional Plan: 4th April, 2003
Institutional Plan - DDO: 6th April, 2011

NAV DETAILS : **Regular Plan** -
Growth option (Rs.): 20.2713
Dividend option (Rs.): 11.5722
Daily Dividend option (Rs.): 10.0055
Institutional Plan -
Growth option (Rs.): 14.6773
Dividend option (Rs.): 10.5049
Daily Dividend option (Rs.): 10.0068

CORPUS (July 11 - Sept 11) : Qtly - AAUM (Rs.) : 353.76 Crores

EXPENSE RATIO : 0.78%

PORTFOLIO

Issuer	% to NAV	Rating
Money Market Instruments	100.32	
Certificate of Deposits		
Allahabad Bank	15.69	ICRA A1+
Bank of Maharashtra	7.86	CRISIL A1+
Central Bank of India	7.84	CARE A1+
Corporation Bank	7.85	CRISIL A1+
Dhanlakshmi Bank	15.10	CARE A1+
Commercial Paper		
Edelweiss Financial Services	7.89	CRISIL A1+
Muthoot Finance	14.56	CRISIL A1+
Reliance Capital	15.68	ICRA A1+
Religare Finvest	7.85	ICRA A1+
Total Debt Holdings	100.32	
CBLO & Others*	-0.32	
Total Assets	100.00	

ASSET ALLOCATION BY SECTOR

Money Market Instruments 100.32%
(0.32%) CBLO & Others*

PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

PORTFOLIO STATISTICS

Current Yield	10.34%
Duration	0.1316 Years
Avg. Maturity	0.1316 Years

JM Income Fund

(An Open-Ended Income Scheme)

CRISIL AAAMfs RATED #

Please refer to the back cover page.

SNAPSHOT

INVESTMENT OBJECTIVE : 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.

FUND MANAGER : **Girish Hisaria**
(Managing this fund since July 2009 & has total 7 years of experience in Fixed Income Markets).

INCEPTION : 1st April, 1995
Growth - Bonus Option: 18th March, 2002

NAV DETAILS : Growth option (Rs.) : 30.5407
Dividend option (Rs.) : 10.8051
Growth - Bonus option (Rs.) : 12.4945

CORPUS (July 11 - Sept 11) : Qtlly - AAUM (Rs.) : 11.15 Crores

EXPENSE RATIO : 2.25%

PORTFOLIO

Issuer	% to NAV	Rating
Money Market Instruments	45.19	
Certificate of Deposits		
Dhanlakshmi Bank	18.12	CARE A1+
Commercial Paper		
Muthoot Finance	27.07	CRISIL A1+
Corporate Debt	30.72	
Shriram Finance Company	6.04	CARE AA+
Union Bank of India	13.72	CRISIL AAA
UTI Bank	10.96	ICRA AAA
Total Debt Holdings	75.91	
CBLO & Others*	24.09	
Total Assets	100.00	

ASSET ALLOCATION BY SECTOR



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

PORTFOLIO STATISTICS

Current Yield	9.91%
Duration	0.2000 Years
Avg. Maturity	0.2018 Years

JM G-Sec Fund

(An Open-Ended Dedicated Gilt Scheme)

Value Research Rating###

JM G-SEC - REGULAR PLAN ★★★★★

Category: Gilt Medium & Long Term, Total Funds Considered: 49,
No. of funds rated: 32, Period: 18 months ending October 2011.

SNAPSHOT

INVESTMENT OBJECTIVE : To provide ultimate level of safety to its unitholders through investments in sovereign securities issued by the Central and State Government.

FUND MANAGER : **Girish Hisaria**
(Managing this fund since July 2009 & has total 7 years of experience in Fixed Income Markets).

INCEPTION : **Regular Plan** : 29th September, 1999
Regular Plan - Growth - Bonus : 30th November, 2002

NAV DETAILS : **Regular Plan** -
Growth option (Rs.) : 31.6476
Dividend option (Rs.) : 14.8668
Growth - Bonus option (Rs.) : 15.3906

CORPUS (July 11 - Sept 11) : Qtlly - AAUM (Rs.) : 21.69 Crores

EXPENSE RATIO : 2.25%

PORTFOLIO

Issuer	% to NAV	Rating
CBLO & Others*	100.00	
Total Assets	100.00	

ASSET ALLOCATION (REGULAR)



PERFORMANCE (%)

Kindly Refer Page No. 10 for Further Details

PORTFOLIO STATISTICS

Current Yield	8.42%
Duration	0.0027 Years
Avg. Maturity	0.0027 Years

(*) Others may include net receivables / payables, cash, cash equivalents, stocks in transition and other instruments such as warrants, convertibles etc.

ANNEXURE FOR RETURNS OF ALL THE SCHEMES

Performance as on October 31, 2011									
Scheme Name	October 29, 2010 to October 31, 2011		October 30, 2009 to October 29, 2010		October 31, 2008 to October 30, 2009		Since inception till October 31, 2011 (CAGR)		Inception Date
	Absolute Returns (Rs.) (initial investment of Rs. 10000)	Scheme Returns (%)	Absolute Returns (Rs.) (initial investment of Rs. 10000)	Scheme Returns (%)	Absolute Returns (Rs.) (initial investment of Rs. 10000)	Scheme Returns (%)	Absolute Returns (Rs.) (initial investment of Rs. 10000)	Scheme Returns (%)	
Equity Funds									
Funds Managed by Sanjay Chhabaria									
JM Balanced Fund	8874	(11.26)	12433	24.33	14611	46.11	65092	11.95	1-Apr-95
Bench Mark Crisil Balanced Fund Index	9467	(5.33)	11977	19.77	14518	45.18	N A	N A	
JM Equity Fund	8210	(17.90)	12053	20.53	15602	56.02	32869	7.43	1-Apr-95
Bench Mark BSE Sensex	8838	(11.62)	12605	26.05	16240	62.40	54294	10.73	
S & P Nifty*	8852	(11.48)	12772	27.72	16328	63.28	53791	10.67	
JM Multi Strategy Fund	7421	(25.79)	11886	18.86	20489	104.89	12088	6.30	23-Sep-08
Bench Mark BSE 500	8415	(15.85)	13084	30.84	17205	72.05	13029	8.90	
S & P Nifty*	8852	(11.48)	12772	27.72	16328	63.28	12907	8.57	
JM Tax Gain Fund	7762	(22.38)	12436	24.36	14110	41.10	6217	(12.41)	31-Mar-08
Bench Mark BSE 500	8415	(15.85)	13084	30.84	17205	72.05	10984	2.65	
S & P Nifty*	8852	(11.48)	12772	27.72	16328	63.28	11251	3.34	
Funds Managed by Asit Bhandarkar									
JM Basic Fund	6732	(32.68)	10659	6.59	17176	71.76	96777	17.04	2-June-97
Bench Mark BSE 200 Index	8480	(15.20)	12950	29.50	17133	71.33	58904	13.08	
S & P Nifty*	8852	(11.48)	12772	27.72	16328	63.28	50017	11.81	
JM Core 11 Fund	6920	(30.80)	10786	7.86	15618	56.18	3349	(25.85)	5-Mar-08
Bench Mark BSE Sensex	8850	(11.50)	12286	22.86	18077	80.77	10703	1.87	
S & P Nifty*	8859	(11.41)	12459	24.59	17977	79.77	10823	2.19	
Funds Managed by Chaitanya Choksi									
JM Arbitrage Advantage Fund	10755	7.55	10428	4.28	10542	5.42	14356	7.07	18-July-06
Bench Mark Crisil Liquid Fund Index	10798	7.98	10433	4.33	10624	6.24	14074	6.67	
Debt Funds									
Funds Managed by Girish Hisaria									
JM Gsec Fund -Regular Plan	10458	4.58	10327	3.27	11624	16.24	31648	9.99	29-Sep-99
Bench Mark I Sec Composite Index	10496	4.96	10562	5.62	10814	8.14	N A	N A	
JM Income Fund	10533	5.33	10405	4.05	9648	(3.52)	30541	6.96	1-Apr-95
Bench Mark Crisil Composite Bond Fund Index	10587	5.87	10530	5.30	10987	9.87	N A	N A	
JM Short Term Fund	10884	8.84	10582	5.82	11161	11.61	20271	7.84	24-June-02
Bench Mark Crisil Liquid Fund Index	10798	7.98	10433	4.33	10624	6.24	17056	5.87	
Funds Managed by Vikas Agrawal									
JM Money Manager Fund Regular Plan	10948	9.48	10534	5.34	10553	5.53	14241	7.18	27-Sep-06
Bench Mark Crisil Liquid Fund Index	10798	7.98	10433	4.33	10624	6.24	13924	6.71	
JM Money Manager Fund Super Plan	10936	9.36	10605	6.05	10751	7.51	14654	7.79	27-Sep-06
Bench Mark Crisil Liquid Fund Index	10798	7.98	10433	4.33	10624	6.24	13924	6.71	
Funds Managed by Shalini Tibrewala									
JM Floater Long Term Fund - Reg	10793	7.93	10485	4.85	10555	5.55	16119	5.88	25-June-03
Bench Mark Crisil Liquid Fund Index	10798	7.98	10433	4.33	10624	6.24	16156	5.91	
JM MIP Fund	10323	3.23	10721	7.21	10667	6.67	15763	5.76	18-Sep-03
Bench Mark Crisil MIP Blended Index	10333	3.33	10859	8.59	11779	17.79	17902	7.43	
JM Money Manager Fund Super Plus Plan	10889	8.89	10508	5.08	10664	6.64	14564	7.66	27-Sep-06
Bench Mark Crisil Liquid Fund Index	10798	7.98	10433	4.33	10624	6.24	13924	6.71	

*Additional Benchmark

ANNEXURE FOR RETURNS OF ALL THE SCHEMES

Performance for Liquid Schemes	Simple Annualised Returns					CAGR Returns				Inception Date
Scheme Name	1 Week	2 Week	1 mth	3 mths	6 mth	1 year	2 years	3 years	Since Allotment	
Funds Managed by Shalini Tibrewala										
JM High Liquidity Fund	8.92	8.92	8.97	8.86	8.90	8.66	4.88	6.01	7.76	31-Dec-97
Bench Mark Crisil Liquid Fund Index	8.22	8.18	8.02	8.03	7.95	7.94	4.36	6.25	NA	
JM Floater Short Term Fund	8.03	8.00	7.67	7.78	7.71	7.32	4.67	5.10	6.08	25-June-03
Bench Mark Crisil Liquid Fund Index	8.22	8.18	8.02	8.03	7.95	7.94	4.36	6.25	5.91	
Returns on Investment of Rs. 10,000 as on October 31, 2011										
JM High Liquidity Fund	10892	10892	10897	10886	10890	10847	10462	10657	28151	31-Dec-97
Bench Mark Crisil Liquid Fund Index	10822	10818	10802	10803	10795	10777	10405	10682	NA	
JM Floater Short Term Fund	10803	10800	10767	10778	10771	10719	10443	10560	16381	25-June-03
Bench Mark Crisil Liquid Fund Index	10822	10818	10802	10803	10795	10777	10405	10682	16156	

Past performance may or may not be sustained in future and the same may not necessarily provide the basis for comparison with other investment.

Benchmark in terms of 10 Year dated GOI security/1 Year T-Bill is not available. Absolute returns is computed on investment is of Rs 10,000. Returns are computed on Compounded Annual Growth Rate (CAGR) basis. Performance of dividend option would be Net of Dividend distribution tax, if any. Load is not considered for computation of returns. Mutual Fund Investments are subject to market risks. Please read the Scheme Information Document and Statement of Additional Information carefully before investing.

DIVIDEND HISTORY (for past 3 years)

JM Equity Fund

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12	NIL	-
FY 2010-11	NIL	-
FY 2009-10	March 19, 2010	1.50

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future. The face value per unit is Rs. 10/-.

JM Basic Fund

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12	NIL	-
FY 2010-11	NIL	-
FY 2009-10	March 19, 2010	1.00

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future. The face value per unit is Rs. 10/-.

JM Balanced Fund

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12	NIL	-
FY 2010-11	NIL	-
FY 2009-10	March 19, 2010	1.00

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future. The face value per unit is Rs. 10/-.

JM Multi Strategy Fund

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12	NIL	-
FY 2010-11	NIL	-
FY 2009-10	March 19, 2010	1.00

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future. The face value per unit is Rs. 10/-.

JM Tax Gain Fund

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12	NIL	-
FY 2010-11	NIL	-
FY 2009-10	NIL	-

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future. The face value per unit is Rs. 10/-.

JM Core 11 Fund

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12	NIL	-
FY 2010-11	NIL	-
FY 2009-10	NIL	-

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future. The face value per unit is Rs. 10/-.

JM MIP Fund

JM MIP Fund - Monthly Div. Option

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12 ⁵	July 11 - Sept 11	0.09
	Apr 11 - June 11	0.15
FY 2010-11 ⁵	Jan 11 - March 11	NIL
	Oct 10 - Dec 10	0.15
	July 10 - Sept 10	0.15
	April 10 - June 10	0.15
FY 2009-10 ⁵	Jan 10 - March 10	0.15
	Oct 09 - Dec 09	0.15
	July 09 - Sept 09	NIL
	April 09 - June 09	0.04

JM MIP Fund - Quarterly Div. Option

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12 ⁵	-	-
FY 2010-11 ⁵	-	-
FY 2009-10 ⁵	-	-

JM MIP Fund - Annual Div. Option

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12 ⁵	NIL	-
FY 2010-11 ⁵	NIL	-
FY 2009-10 ⁵	NIL	-

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable.

Past performance may or may not be sustained in future.

The face value per unit is Rs. 10/-.

⁵ Includes Dividend Distribution Tax.

JM Arbitrage Advantage Fund

Financial Year	Record Date	Dividend (Rs. per unit)
FY 2011-12	September 2011	0.160
	June 2011	0.175
FY 2010-11	March 2011	0.175
	December 2010	0.175
FY 2009-10	September 2010	0.12
	June 2010	0.08
	March 2010	0.06
FY 2009-10	January 2010	0.10
	September 2009	0.08
	June 2009	0.15

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future.

The face value per unit is Rs. 10/-.

JM High Liquidity Fund

Financial Year	Plan	Dividend (Rs. per unit)
FY 2011-12 ⁵	Regular Plan - Weekly Dividend Option	0.4641
	Regular Plan - Daily Dividend Option	0.5302
FY 2011-12 ⁵	Regular Plan - Quarterly Dividend Option	-
	Inst. Plan - Weekly Dividend option	0.4561
FY 2011-12 ⁵	Inst. Plan - Daily Dividend option	0.5121
	Super Inst. Plan - Weekly Div. option	0.2176
FY 2011-12 ⁵	Super Inst. Plan - Daily Div. option	0.5152
	FY 2010-11 ⁵	Regular Plan - Weekly Dividend Option
FY 2010-11 ⁵	Regular Plan - Daily Dividend Option	0.6665
	Regular Plan - Quarterly Dividend Option	-
FY 2010-11 ⁵	Inst. Plan - Weekly Dividend option	0.5713
	Inst. Plan - Daily Dividend option	0.6403
FY 2010-11 ⁵	Super Inst. Plan - Weekly Div. option	0.2032
	Super Inst. Plan - Daily Div. option	0.6400
FY 2009-10 ⁵	Regular Plan - Weekly Dividend Option	0.3903
	Regular Plan - Daily Dividend Option	0.4454
FY 2009-10 ⁵	Regular Plan - Quarterly Dividend Option	-
	Inst. Plan - Weekly Dividend option	0.3815
FY 2009-10 ⁵	Inst. Plan - Daily Dividend option	0.4278
	Super Inst. Plan - Weekly Div. option	-
FY 2009-10 ⁵	Super Inst. Plan - Daily Div. option	0.4278

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future.

The face value per unit is Rs. 10/-.

⁵ Includes Dividend Distribution Tax

JM Money Manager Fund

Financial Year	Plan	Dividend (Rs. per unit)
FY 2011-12 ⁵	Regular Plan - Daily Dividend option	0.5583
	Regular Plan - Weekly Dividend option	0.4845
FY 2011-12 ⁵	Regular Plan - Fortnightly Dividend option	0.5138
	Super Plan - Daily Dividend option	0.5508
FY 2011-12 ⁵	Super Plan - Weekly Dividend option	0.4786
	Super Plan - Fortnightly Dividend option	0.5093
FY 2011-12 ⁵	Super Plus Plan - Daily Dividend option	0.5240
	Super Plus Plan - Weekly Dividend option	0.4554
FY 2011-12 ⁵	Super Plus Plan - Fortnightly Dividend option	0.4878
	FY 2010-11 ⁵	Regular Plan - Daily Dividend option
FY 2010-11 ⁵	Regular Plan - Weekly Dividend option	0.6038
	Regular Plan - Fortnightly Dividend option	0.6383
FY 2010-11 ⁵	Super Plan - Daily Dividend option	0.7006
	Super Plan - Weekly Dividend option	0.6158
FY 2010-11 ⁵	Super Plan - Fortnightly Dividend option	0.6573
	Super Plus Plan - Daily Dividend option	0.6251
FY 2010-11 ⁵	Super Plus Plan - Weekly Dividend option	0.5509

FY 2009-10 ⁵	Super Plus Plan - Fortnightly Dividend option	0.5877
	Regular Plan - Daily Dividend option	0.3994
FY 2009-10 ⁵	Regular Plan - Weekly Dividend option	0.3425
	Regular Plan - Fortnightly Dividend option	0.3662
FY 2009-10 ⁵	Super Plan - Daily Dividend option	0.5787
	Super Plan - Weekly Dividend option	0.4943
FY 2009-10 ⁵	Super Plan - Fortnightly Dividend option	0.5337
	Super Plus Plan - Daily Dividend option	0.4942
FY 2009-10 ⁵	Super Plus Plan - Weekly Dividend option	0.4223
	Super Plus Plan - Fortnightly Dividend option	0.4591

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future. The face value per unit is Rs. 10/-.

⁵ Includes Dividend Distribution Tax.

JM Floater Fund - LTP

Financial Year	Plan	Dividend (Rs. per unit)
FY 2011-12 ⁵	Regular Plan - Dividend option	-
	Regular Plan - Daily Dividend option	0.4601
FY 2011-12 ⁵	Regular Plan - Weekly Dividend option	0.4113
	Premium Plan - Dividend option	0.4456
FY 2011-12 ⁵	Premium Plan - Weekly Dividend option	0.4175
	Premium Plan - Daily Dividend Option	0.4659
FY 2010-11 ⁵	Regular Plan - Daily Dividend option	0.5950
	Regular Plan - Weekly Dividend option	0.5182
FY 2010-11 ⁵	Premium Plan - Dividend option	0.5665
	Premium Plan - Weekly Dividend option	0.5284
FY 2010-11 ⁵	Premium Plan - Daily Dividend Option	0.6052
	FY 2009-10 ⁵	Regular Plan - Daily Dividend option
FY 2009-10 ⁵	Regular Plan - Weekly Dividend option	0.3639
	Premium Plan - Dividend option	0.4061
FY 2009-10 ⁵	Premium Plan - Weekly Dividend option	0.3735
	Premium Plan - Daily Dividend Option	0.4358

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future.

The face value per unit is Rs. 10/-.

⁵ Includes Dividend Distribution Tax.

JM Floater Fund - STP

Financial Year	Plan	Dividend (Rs. per unit)
FY 2011-12 ⁵	Short Term Plan - Daily Dividend Option	0.4386
FY 2010-11 ⁵	Short Term Plan - Daily Dividend Option	0.5733
FY 2009-10 ⁵	Short Term Plan - Daily Dividend Option	0.3703

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future.

The face value per unit is Rs. 10/-.

⁵ Includes Dividend Distribution Tax

JM Short Term Fund

Financial Year	Plan	Dividend (Rs. per unit)
FY 2011-12 ⁵	Regular Plan - Dividend Option	0.5674
	Inst. Plan - Dividend Option	0.5307
FY 2011-12 ⁵	Regular Plan - Daily Dividend Option	0.5363
	Inst. Plan - Daily Dividend Option	0.5346
FY 2010-11 ⁵	Regular Plan - Dividend Option	0.6807
	Inst. Plan - Dividend Option	0.6516
FY 2009-10 ⁵	Regular Plan - Dividend Option	0.5944
	Inst. Plan - Dividend Option	0.5708

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future.

The face value per unit is Rs. 10/-.

⁵ Includes Dividend Distribution Tax.

JM G-Sec Fund

Financial Year	Plan	Dividend (Rs. per unit)
FY 2011-12 ⁵	Regular Plan - Div. Option	-
	FY 2010-11 ⁵	0.25
FY 2009-10 ⁵	-	-

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. Past performance may or may not be sustained in future.

The face value per unit is Rs. 10/-.

⁵ Includes Dividend Distribution Tax.

JM EQUITY SCHEMES AT A GLANCE

Introduction of no Entry Load and treatment of Exit Load.

In accordance with the requirements specified by the SEBI circular no. SEBI/IMD/CIR No.4/168230/09 dated June 30, 2009, no entry load will be charged for fresh purchase / additional purchase / switch-in transactions accepted by the Fund with effect from August 1, 2009. Similarly, no entry load will be charged with respect to applications for fresh registrations under Systematic Investment Plan/Systematic Transfer Plan accepted by the Fund with effect from August 1, 2009.

Also, in compliance with SEBI Circular no. SEBI / IMD / CIR No. 7 /173650 / 2009 dated August 17, 2009, parity among all classes of unit holders in terms of charging exit load shall be made applicable at the portfolio level with effect from August 24, 2009.

Load Structure:

Entry Load: NIL for all Open-ended Equity Schemes.

Exit Load: As mentioned in the table hereunder:

Minimum criteria for Investment & Redemption

Purchase : As mentioned in the reckoner table for normal transactions other than through SIP/STP.

Additional Purchase : Rs. 1,000/- or any amount thereafter in all schemes except JM Tax Gain Fund.

Repurchase : Minimum redemption from existing Unit Accounts for normal transactions other than through STP/SWP would be

- Rs. 500 and any amount thereafter OR
- 50 units or any number of units there after subject to keeping a minimum balance of 500 units or Rs. 5000/- whichever is less.
- for all the units in the folio for the respective plan if the available balance is less than Rs. 500/- or less than 50 units on the day of submission of valid redemption request.

Reckoner and Default Options

In case an investor fails to specify his preference of Plans/ Sub- Plans/Options/Sub-Options, in the below mentioned schemes, the default Plans/ Sub-Plans/ Options/ Sub-Options would be as under :

EQUITY SCHEMES

Sr. no.	Schemes	Allotment Date	Currently available facilities			Default Option	Default Sub Option	Exit Load @@@	Lock-in Periods @@@	Redemption Time#
			Min. investment amnt.	Options	Sub Options					
1	JM - Arbitrage Advantage Fund	July 18, 2006	Rs. 5000/-	Dividend Plan Growth Plan	Payout / Reinvestment	Growth Plan	Reinvestment	0.50%	30 Days	T+3 (*) Business Days
2	JM Balanced Fund	April 1, 1995	Rs. 5000/-	Dividend Plan Growth Plan	Payout / Reinvestment	Growth Plan	Reinvestment	1.00%	365 Days	T+3 Business Days
3	JM Basic Fund	June 2, 1997	Rs. 5000/-	Dividend Plan Growth Plan	Payout / Reinvestment	Growth Plan	Reinvestment	1.00%	365 Days	T+3 Business Days
4	JM Core 11 Fund	March 5, 2008	Rs. 5000/-	Dividend Plan Growth Plan	Payout / Reinvestment	Growth Plan	Reinvestment	1.00%	365 Days	T+3 Business Days
5	JM Equity Fund	April 1, 1995	Rs. 5000/-	Dividend Plan Growth Plan	Payout / Reinvestment	Growth Plan	Reinvestment	1.00%	365 Days	T+3 Business Days
6	JM Multi Strategy Fund	September 23, 2008	Rs. 5000/-	Dividend Plan Growth Plan	Payout / Reinvestment	Growth Plan	Reinvestment	1.00%	365 Days	T+3 Business Days
7	JM Tax Gain Fund	March 31, 2008	Rs. 500/- or in multiples of Rs. 500/- each	Dividend Plan Growth Plan	Payout	Growth Plan	Payout	NIL	&&	T+3 Business Days

&& JM Tax Gain Fund : - The scheme falls in the ELSS category and is eligible for tax benefits under section 80C of Income Tax Act. There is a lock-in period of 3 years under the Scheme.

AMC would adhere to the aforesaid service standards for redemption payments on best efforts basis under normal circumstances subject to the overall 10 business days as stipulated by SEBI.

***JM - Arbitrage Advantage Fund:** The redemption shall be in terms of Interval Period defined hereinbelow.

Redemption request can be submitted to the official point of acceptance on any business day till 3.00 pm. All redemption requests received till Friday (in case such Friday is a holiday then the last business day) of the week preceding the interval period, would be processed at the NAV of the Interval Period. The Interval period will be the settlement Thursday (the settlement day for derivatives segment in the NSE which is currently last Thursday of the month) or any day which is declared as the settlement day for Derivatives segment by the NSE.

Illustrative Example:

Interval Cycle	Cut-off for for redemption / switch-out requests	Applicable NAV for redemption / switch-out
For Nov-Dec 2010	All redemptions / switch-out requests received till 24.12.2010 before 3 p.m.	NAV of 30.12.2010
For Dec - Jan 2011	All redemptions / switch-out requests received after 3 p.m. on 24.12.2010 till 3.00 pm 21.01.2011	NAV of 27.01.2011

It is clarified that the cut-off timings will also be applicable to investments made through "sweepmode".

@@@ The exit load shown in the above table are applicable for allotment of units for investment made through fresh purchases/switch-in/shift-in or through respective SIP/STP/SWP Instalments out of the fresh registration effected during the period when above exit load rates are applicable. The exit load are subject to change at any time. Hence, all Investors are advised to check the current exit load from the nearest Investor Service Centers before investment.

Intra & Inter Equity Switches:

No exit load for inter and intra equity switches except in case of (i) switches by SIP/STP investors within 24 months (for cases registered from 4.1.2008 up to 2.10.2008) and within 12 months (for cases registered upto 3.1.2008) of respective SIP/STP installments (ii) switches by STP investors (for cases registered w.e.f. 3.10.2008) within 24 months of respective STP installments (iii) switches by SIP investors (for cases registered w.e.f. 3.10.2008) within 12 months of respective SIP installments (iv) switches to / from JM Arbitrage Advantage Fund to any equity schemes.

Exit load on intra-scheme redemptions/switch outs:

The applicable exit load, if any, will be charged for redemptions/ switch outs of the scheme (i.e. at portfolio level) before the completion of the stipulated load/lock-in period. The stipulated load/lock-in period will be reckoned from the date of allotment of units for a particular transaction in the scheme (i.e. at portfolio level) till the date of redemption/ switch out from that scheme, irrespective of the number of intra-scheme switches by the investor between the aforementioned two dates (e.g switches between plans/sub-plans/options/sub-options within the scheme having the same portfolio).

However, Government levies eg. STT (wherever applicable) will continue to be deducted for every intra-scheme and inter-scheme switch-out/redemption transactions.

The above details are subject to provisions laid down in the respective Scheme Information Documents and Addenda issued from time to time.

JM DEBT SCHEMES AT A GLANCE

Load Structure:

Entry Load: NIL for all Open-ended Debt & Liquid Schemes.

Exit Load: As mentioned in the table hereunder:

Reckoner and Default Options:

DEBT SCHEMES

Sr. no.	Schemes	Currently available facilities				Default			Exit Load @@@	Lock-in Periods @@@	Redemption Time #
		Min. investment amt.	Plans	Options	Sub Options	Default Plan	Default Option	Default Sub Option			
1	JM Money Manager Fund	Rs. 5000/-	Regular Plan	Daily Dividend	Auto Reinvestment	Super Plus Plan	Daily Dividend	Auto Reinvestment	0.25%	45 Days	T+1 Business Days
				Weekly Dividend							
				Fortnightly Dividend							
				Growth							
			Super Plan	Daily Dividend	Auto Reinvestment	Super Plus Plan	Daily Dividend	Auto Reinvestment	0.10%	30 Days	
				Weekly Dividend							
				Fortnightly Dividend							
				Growth							
			Super Plus Plan	Daily Dividend	Auto Reinvestment	Super Plus Plan	Daily Dividend	Auto Reinvestment	NIL	NIL	
				Weekly Dividend							
				Fortnightly Dividend							
				Growth							
2	JM Floater Fund - Short Term Plan	Rs. 5000/-	Short Term Plan	Daily Dividend	Reinvestment	-	Daily Dividend	Auto Reinvestment	NIL	NIL	T+1 Business Days
				Growth							
3	JM G Sec Fund	Rs. 5000/-	Regular Plan	Dividend	Payout* / Reinvestment	-	Growth	Dividend Reinvestment	NIL	NIL	T+2 Business Days
				Growth							
4	JM High Liquidity Fund	Rs. 5000/-	Regular Plan	Daily Dividend	Auto Reinvestment	If investment amt is < Rs. 1 crore then Regular; If investment amount is equal to or more than Rs. 1 crore but less than Rs. 5 crores then Institutional Plan. If investment amount is equal to or more than Rs. 5 crores then Super Institutional Plan -	Daily Dividend	Auto Reinvestment	NIL	NIL	T+1 Business Days
				Weekly Dividend	Payout* / Reinvestment						
				Quarterly Dividend							
				Growth							
		Rs. 1,00,00,000/-	Institutional Plan	Daily Dividend	Auto Reinvestment		Daily Dividend	Auto Reinvestment			
				Weekly Dividend	Payout* / Reinvestment						
				Growth							
		Rs. 5,00,00,000/-	Super Institutional Plan	Daily Dividend	Auto Reinvestment		Daily Dividend	Auto Reinvestment			
				Weekly Dividend	Payout* / Reinvestment						
Growth											
5	JM Income Fund	Rs. 5000/-	-	Dividend	Payout* / Reinvestment	Growth	Dividend Reinvestment	NIL	NIL	T+2 Business Days	
				Growth							

Sr. no.	Schemes	Currently available facilities				Default			Exit Load @@@	Lock-in Periods @@@	Redemption Time #
		Min. investment amt.	Plans	Options	Sub Options	Default Plan	Default Option	Default Sub Option			
6	JM Floater Fund - Long Term Plan	Rs. 5000/-	Regular Plan	Dividend	Reinvestment/ Payout*	Premium Plan	Daily Dividend	Auto Reinvestment	NIL	NIL	T+1 Business Days
				Daily Dividend / Weekly Dividend	Auto Reinvestment						
				Growth							
			Premium Plan	Dividend	Payout* / Reinvestment		Daily Dividend	Auto Reinvestment			
				Daily Dividend / Weekly Dividend	Auto Reinvestment						
				Growth							
7	JM MIP Fund	Rs. 5,000/-	-	Monthly Dividend/ Quarterly Dividend/ Annual Dividend	Payout* / Reinvestment	-	Monthly Dividend	Payout*	0.50%	182 Days	T+2 Business Days
				Growth							
8	JM Short Term Fund	Rs. 5000/-	Regular Plan	Dividend	Payout* / Reinvestment	If investment amt is < Rs. 1 lac then Regular, else Institutional	Growth	Dividend Reinvestment	0.25%	30 Days	T+1 Business Days
				Daily Dividend	Reinvestment						
				Growth							
		Institutional Plan	Dividend	Payout* / Reinvestment							
			Daily Dividend	Reinvestment							
			Growth								
8	JM Short Term Fund	Rs. 100000/-	Institutional Plan	Dividend	Payout* / Reinvestment	-	Monthly Dividend	Payout*	0.50%	182 Days	T+2 Business Days
				Daily Dividend	Reinvestment						
				Growth							

AMC would adhere to the aforesaid service standards for redemption payments on best efforts basis under normal circumstances subject to the overall 10 business days as stipulated by SEBI.

@@@ The exit load shown in the above table are applicable for allotment of units for investment made through fresh purchases/switch-in/shift-in or through respective SIP/STP/SWP Instalments out of the fresh registration effected during the period when above exit load rates are applicable. The exit load are subject to change at any time. Hence, all Investors are advised to check the current exit load from the nearest Investor Service Centers before investment.

In case, the investor does not mention the name of Plan/Options/Sub-Options/or wherever there is an ambiguity in choice of Plan/Option/Sub-Option opted for, the AMC/Registrar will allot the units as per default Plans/Options/Sub-Options. In case, it is not possible to decide about the default Plans/Options/Sub-Options, then the application will be treated as invalid and summarily rejected.

In case of purchase transactions, where there is a mismatch in the amounts on the Transaction Slip / Application Form and the payment instrument / credit received, the AMC may at its discretion allot the units for the lesser of the two amounts and refund / utilize the excess, if any, for any other transaction submitted by the same investor, subject to the fulfillment of other regulatory requirements for the fresh transaction.

Note: Dividend shall be declared at the descretion of the Trustee subject to the availability of distributable profits as compiled in accordance with SEBI (MF) Regulations, 1996.

*No dividend under Dividend Plan shall be distributed in cash even for those unitholders who have opted for payout where such dividend on a single payout is less than Rs.100/-.

Consequently, such dividend (less than Rs.100/-) shall be compulsorily re-invested except under JM Tax Gain Fund as there is no dividend reinvestment option under the scheme.

NOTICE - ADDENDUM

NOTICE CUM ADDENDUM DATED OCTOBER 31, 2011 (Ref No. 019/2011-12)

A. ADDENDUM TO THE STATEMENT OF ADDITIONAL INFORMATION, SCHEME INFORMATION DOCUMENT(S) AND KEY INFORMATION MEMORANDUM(S) (AS APPLICABLE) OF ALL THE SCHEME(S) OF JM FINANCIAL MUTUAL FUND WITH RESPECT TO DEDUCTION OF TRANSACTION CHARGES FOR INVESTMENTS THROUGH DISTRIBUTORS/AGENTS:

Vide its Circular No. Cir/ IMD/ DF/13/ 2011 dated August 22, 2011, SEBI has permitted Asset Management Companies (AMCs) to deduct transaction charges per subscription of Rs. 10,000/- and above and the same be paid to the distributors of the Mutual Fund products.

In accordance with the said circular, JM Financial Asset Management Pvt. Ltd. (the "AMC") shall deduct the Transaction Charges on purchase / subscription received from first time mutual fund investors and investor other than first time mutual fund investors through the distributor/ agent (who have opted to receive the transaction charges) as under:

Description	First Time Mutual Fund Investor (across Mutual Funds)	Investor other than First Time Mutual Fund Investor
Lump sum subscription of Rs. 10,000 and above	Transaction charges will be Rs. 150/-	Transaction charges will be Rs. 100/-
In case of investments through Systematic Investment Plan (SIP), if the total commitment (i.e. amount per SIP installment x No. of installments) amounts to Rs. 10,000/- or more.	Transaction charges will be Rs. 150/- or Rs. 100/- as may be applicable as mentioned above. The Transaction Charges shall be deducted in 4 equal installments, from the 2nd to the 5th installment.	

Investors may note that distributors have an option to opt in or opt out of charging the transaction charge.

Transaction charges shall not be deducted for:

- (a) purchases /subscriptions for an amount less than Rs. 10,000/-;
- (b) transaction other than purchases/ subscriptions relating to new inflows, such as Switch, Systematic Transfer Plan (STP), etc.
- (c) purchases/ subscriptions made directly with the Fund (i.e. not through any distributor/agent).
- (d) Transactions, wherein the concerned distributor has not opted-in for transaction charges.
- (e) Transactions done through Stock Exchange platform.

It is also clarified that minimum investment criteria shall be monitored at the gross investment amount level (i.e. amount before deducting transaction charges).

B. THIS ADDENDUM SETS OUT THE CHANGE TO BE MADE IN THE SCHEME INFORMATION DOCUMENT ("SID") AND KEY INFORMATION MEMORANDA ("KIM") OF JM FLOATER FUND- SHORT TERM PLAN WITH EFFECT FROM DECEMBER 5, 2011

JM Floater Fund – Short Term Plan (the "Scheme"), an open ended liquid scheme, was launched in June 2003.

To enable JM Financial Asset Management Private Limited (the "AMC") to efficiently manage the portfolio of the Scheme, in light of the SEBI Regulation, it is proposed to amend the asset allocation pattern of the Scheme in accordance with the Securities Exchange Board of India (Mutual Funds) Regulations, 1996. The Board of Directors of the AMC and the Board of Directors of JM Financial Trustee Company Private Limited have approved the proposed amendment in respect of the Scheme on October 25, 2011.

The proposed asset allocation of the Scheme will be as follows:

Asset Allocation under normal circumstances:

Instruments	Indicative allocations (% of total assets)	Risk Profile
Money market and short term debt instrument maturing within less than 91 days	100%	Low-Medium

As per SEBI regulations, the change in asset allocation pattern would be construed as change in the fundamental attributes of the Scheme; hence an exit option is being provided to the unit holders of JM Floater Fund – Short Term Plan as per Regulation 18(15A) of the SEBI (Mutual Funds) Regulations, 1996.

All other features of the Scheme remain unchanged.

The above change will be effective from December 5, 2011

Accordingly the unitholders in JM Floater Fund – Short Term Plan, 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 November 3, 2011, up to and including December 2, 2011 (up to 3.00 p.m.).

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

- i) pledged their units, unless they procure a release of their pledges prior to December 2, 2011 and/ or
- ii) 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 normal 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 the AMC on or before 3.00 p.m. on December 2, 2011. If the unit holder wish to opt for the exit option set forth above, then the unit holder may redeem/switch out the units of the Plan(s) held by them at the applicable Net Asset Value without any exit load upto 3.00 p.m. on December 2, 2011.

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 immediately preceding the next business day's NAV 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.

Corporate Office:

JM Financial Asset Management Private Limited

502, 5th Floor, 'A' Wing, Laxmi Towers, Bandra Kurla Complex, Mumbai - 400051

Tel: (022) 61987777 • Fax: (022) 26528388 • E-mail: investor@jmfinancial.in

• Website: www.jmfinancialmf.com



For further details please contact any of our offices:

BRANCHES/INVESTOR SERVICE CENTERS : • **AHMEDABAD:** 201, SAMEDH complex, Next to Associated Petrol Pump, C. G. Road, Panchvati, Ahmedabad - 380 006. Tel.: (079) 26426620 / 26426630.
• **BANGALORE (MAIN):** Unit No. 205 & 206, 2nd Floor, Richmond Towers, No. 12, Richmond Road Bangalore - 560025. Tel.: (080) 42914221/4242. • **BHUBANESHWAR:** A/4 Station Square, Master Canteen, Bhubaneswar 751 003 Tel.: (0674) 6545186. • **BHOPAL :** M-16, Mansarovar Complex, Near Habibganj Railway Station, Bhopal 452 001. Tel.: (0755) 4223518 • **CHENNAI:** 2nd Floor, Ruby Regency, Dinrose Estate, Opposite to Tarapore Towers, (Behind HP Petrol Pump) Old No. 69, Anna Salai, Chennai - 600 002. Tel.: (044) 42976767, Fax: (044) 28513026. • **COIMBATORE:** Door No. 196/17, First Floor, Aiswarya Commercial Centre, Thiruvengatasamy Road, R S Puram, Coimbatore 641 002. Tel.: (0422) 4367375. • **DEHRADUN:** 57/19 Shiva Palace, Rajpur Road, Dehradun 248 001. Tel.: (0135) 2711852. • **GOA:** CL-12, Advani Business Centre, Neelkamal Arcade, Atmaram Borkar Road, Above Federal Bank, Panaji, Goa 403 001. Tel.: (0832) 6650302. • **HYDERABAD:** ABK OLBE Plaza, 8-2-618/8 & 9, 4th Floor, 403, Road No. 1, Banjara Hills, Hyderabad 500 034. Tel.: (040) 66664436 / 66780752. • **INDORE:** 129, City Centre, 570 M. G. Road, Opp. High Court, Indore - 452001. Tel.: (0731) 2533344. • **JAIPUR:** 447, 4th Floor, Ganapati Plaza, MI Road, Jaipur - 302 001. Tel.: (0141) 4002188 / 99. • **KANPUR:** Office No. 512, 5th Floor, Kan Chambers, 14/113 Civil Lines, Kanpur - 208 001, (U.P.) Tel.: (0512) 3914577, 3022754, 3022755. • **KOLKATA:** 6, Little Russell Street, 8th Floor, Kankaria Estate, Kolkata - 700 071. Tel.: (033) 40062957 - 62/65/66/67. • **LUCKNOW:** Room No.101, 1st Floor, Sky Hi, 5-Park Road, Lucknow - 226 001. Tel.: (0522) 4026636/7/6. • **LUDHIANA:** Office No. 308, SCO 18, Opp. Stock Exchange, Feroze Gandhi Market, Ludhiana - 141 001. Tel.: (0161) 5054519 / 5054520. • **MANGALORE:** Room No. 22, 2nd Floor, Manasa Towers, M G Road, Near PVS Circle, Mangalore 575 003. Tel.: (0824) 4277326 / 4266326. • **MUMBAI (Andheri):** Asha House, 28, 2nd Floor, Suren Road, Off Western Express Highway, Andheri (E), Mumbai - 400 093. Tel.: (022) 61987777 • **MUMBAI (Nariman Point):** 51, Maker Chambers III, Nariman Point Mumbai - 400021. Tel: 022- 61987777 Tel.: (022) 61987777.. • **NAGPUR:** 204, Khullar Chambers, Above Bank of Baroda, Munje Chowk, Sita Buldi, Nagpur - 440 012. Tel.: (0712) 6500171 / 72. • **NASIK:** Lower Ground 14, Suyojit Sankul, Behind HDFC Bank, Sharanpur Road, Nasik - 422 002. Tel.: (0253) 3012824. • **NEW DELHI (MAIN):** 818-819, 8th floor, Ambadeep Building, 14 K G Marg, Connaught Place, New Delhi - 110 001. Tel.: (011) 43616160. • **NOIDA:** 505, 5th floor, Ocean Complex, Plot No.6, Sector 18, Noida 201 301. Tel.: (0120) 4271915 / 4271916 • **PATNA:** 521, Ashiana Hamiwas, New Dak Bunglow Road, Patna - 800 001. Tel.: (0612) 2206796. • **PUNE:** Office # 304 & 305, 4th Floor, "Amit Shreephal" Ghole Road, 1187/25 Shivajinagar, Next to Federal Bank, Pune- 411005. Tel: (020) 30266021/22/23. • **RAJKOT:** 208, Star Chambers, 2nd Floor, Harihar Chowk, Rajkot - 360 001. Tel.: (0281) 2231303. • **SURAT:** 1ST Floor, C 110, International Trade Centre (ITC), Majuragate, Ring Road, Surat-395002 . Tel.: (0261) 6533056. • **VADODARA:** 407, 4th Floor, Siddarth Complex, Alkapuri, R C Dutt Road, Vadodara - 390 005. Tel.: (0265) 5526474 / 2350453.

ADDITIONAL JM BRANCHES*: • **JHARKHAND (RANCHI) :** 215-A, 2nd floor, Panchwati Plaza, Kuchahri Road, Ranchi - 834001 (Jharkhand). Tel.: 9934333054. • **JODHPUR :** 637-B, 3rd Floor, Bhansali Tower, Residency Road near Jaljog circle, Jodhpur - 342001. Tel.:(0291)-2635915.

* As these branches are not the Point of Acceptance, the Financial Transactions are not accepted in these branches for time-stamping.

Call Toll-free 1800-1038-345

Registrar & Transfer Agent :

Karvy Computershare Private Limited

Karvy Plaza, H. No. 8-2-596, Avenue 4, Street No. 1, Banjara Hills, Hyderabad - 500 034, Andhra Pradesh.

Tel.: (040) 23312454, Ext.: 8134/490/122/376 • (040) 23311968 • E-mail: service_jmf@karvy.com

Web transactions through

www.icidirect.com; www.kotaksecurities.com; www.kotak.com; www.idbipaisabuilder.in; www.standardchartered-wealthmanagers.co.in; www.indiaonline.com; www.njindiaonline.com; www.reliancemoney.com; www.religare.in; www.sharekhan.com; www.yesbank.in; www.angeltrade.com; www.guptaequities.com; www.hdfcbank.com; www.the-finapolis.com; www.ingim.co.in; www.bonanzonline.com; www.dawnaydayinvestments.com; www.emkayshare.com; www.arthamoney.com; www.smcindiaonline.com; www.wealthonline.in; www.sbcapsec.com; www.justtrade.in; www.almondz.com; www.fidelity.co.in; www.vsicl.com; www.wealthindia.in; www.ifastfinancials.com; www.motialoswal.com; www.tatasecurities.com; www.shriraminsight.com; www.mynetworth.networthdirect.com

Statutory Details : Trustee : JM Financial Trustee Company Private Limited. Investment Manager : JM Financial Asset Management Private Limited. Sponsor : JM Financial Limited.

##AAAmfs rating by CRISIL indicates that the fund's Portfolio holdings provide very strong protection against losses from credit defaults. The rating of CRISIL is not an opinion on the Asset Management Company's willingness or ability to make timely payment to the investor. The rating is also not an opinion on the stability of the NAV of the scheme, which would vary with the market developments.

VALUE RESEARCH RATINGS: Value Research Fund rating are a composite measure of historical risk-adjusted returns. It is purely quantitative and there is no subjective component to the fund rating. For equity and hybrid funds, the fund Ratings for the two time periods (3 and 5 years) are combined to give a single assessment. For debt funds, the Fund Ratings are based on 18 month weekly risk-adjusted performance, relative to the other funds in category. Entry and exit loads on Funds are not considered for rating purpose. Equity or hybrid funds with less than 3-year performance and debt funds with less than 18-month performance are not rated. Each category must have a minimum of 10 funds for it to be rated. VALUE RESEARCH FUND RATING: The Value Research Fund Rating (Risk -adjusted Rating) is determined by subtracting the fund's Risk Score from its Return Score. The resulting number is then assigned according to the following distribution: ★★★★★ Top 10%; ★★★★★ Next 22.5%; ★★★ Middle 35%; ★★ Next 22.5%; ★ Bottom 10%.

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 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. Source for calculation of returns of all schemes: mutualfundsindia.com**

Disclaimer: The views of the Fund Managers should not be constructed as advice. Investors must make their own investment decisions based on their specific investment objectives and financial positions and using such AMFI qualified advisors as may be necessary. Opinions expressed in various articles are not necessarily those of JM Financial Asset Management Pvt. Ltd. or any of its Directors, Officers, Employees and Personnel. Consequently, the JM Financial Asset Management Pvt. Ltd. or any of its Directors, Officers, Employees and Personnel do not accept any responsibility for the editorial content or its accuracy, completeness or reliability and hereby disclaim any liability with regard to the same.

INTRODUCTION OF KNOW YOUR DISTRIBUTOR (KYD) CERTIFICATION FOR MUTUAL FUND DISTRIBUTORS

On SEBI's advice AMFI has introduced KYD certification for new and existing distributors effective from September 1, 2010. However, the existing ARN holders may comply with KYD norms within 6 months i.e. by end of February 2011 and submit the KYD certification, failing which AMC will be constrained to suspend the payment of commission till the distributors comply with the requirements. The detailed process note is available on AMFI Website (amfiindia.com) as well as on the website of CAMS (camsonline.com)

MANDATORY KYC (KNOW YOUR CUSTOMER) CERTIFICATION FOR ALL INVESTORS

With effect from January 1, 2011, KYC (Know your Clients) through CVL (M/s CDSL Venture Ltd) is mandatory for all existing and new investors (including Joint Investors) for making any fresh/additional investments in Mutual Funds irrespective of the investment amount.