

CONTACT


JM FINANCIAL

February - 2008

JM FINANCIAL MUTUAL FUND



The Triple Benefit Scheme



Introducing JM Tax Gain Fund (An Open ended equity linked saving scheme). A fund that explores the triple benefit advantage of Tax Saving, capital appreciation and Tax Free returns.

SMS JM to 56161
Call Toll-Free 1800-22-3132
NFO CLOSSES 25th March '08

JM TAX GAIN FUND
 AN OPEN ENDED EQUITY LINKED SAVING SCHEME

JM FINANCIAL MUTUAL FUND

Investment Objective: The investment objective is to generate long-term capital growth from a diversified and actively managed portfolio of equity and equity related securities and to enable investors a deduction from total income, as permitted under the Income Tax Act, 1961 from time to time. However, there can be no assurance that the investment objective of the scheme will be achieved.

Statutory Details: Trustee: JM Financial Trustee Company Private Limited. Investment Manager: JM Financial Asset Management Private Limited. Sponsor: JM Financial Limited.
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 / Scheme of JM Financial Mutual Fund does not indicate the future performance of the schemes of JM Financial Mutual Fund. The Sponsor is not responsible or liable for any loss resulting from the operation of the fund beyond the initial contribution made by it of an aggregate amount of Rupees Two lacs towards setting up of the Mutual Fund, which has been invested in JM Equity Fund. The scheme (at Portfolio level) should have a minimum of 20 investors and no single investor should account for more than 25% of its corpus immediately after close of the NFO i.e. at the time of allotment. On completion of the lock-in period of three years, both the above conditions should be complied with on an ongoing basis for each calendar quarter. JM Tax Gain Fund is only the name of the scheme and does not in any manner indicate either the quality of the scheme, its future prospects or returns. Investors in the Scheme 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 Offer Document. Please refer to the Offer Document of the scheme which can be obtained free of cost from any of the JM Financial Mutual Fund Investment Service Centres or distributors. Units issued under the Scheme will not be redeemed until the expiry of three years from the date of allotment in accordance with the EL99 guidelines. Please read the Offer Document carefully before investing.

Equity

ECONOMY

India's cumulative fiscal deficit during Apr - Dec'07 reduced tremendously to 51.4% of the budgeted target compared to 63.8% for the same period last year. Sharp rise in Tax and Non Tax revenues and reduction of non plan expenditure on revenue account are the key drivers of the fall in this month's fiscal deficit. Income Tax collection has shown phenomenal growth at 42.7% this fiscal compared with 27% last fiscal. The Industrial Production fell to 5.3% in November 2007 due to lower growth in Manufacturing.

WPI inflation rate for the week ending 12 January 2008 stood 3.83%, higher from last week due to rise in prices of non food articles and manufactured products despite decline in food articles prices. The Wholesale Price Index (WPI) stood at 216.7. The YTD average WPI inflation for FY08 is 4.68%, which is lower than average inflation of 4.89% for the same period in FY07.

Foreign exchange reserves increased to \$ 288.32 bn during the week ending 25 January 2008.

In the wake of weakening economic outlook and increasing downside risks to growth, Federal Reserve has lowered its benchmark interest rate in an emergency move. The central bank cut the target fed funds rate by 75bps to 3.5% from 4.25% and then by another 50bps to 3.00%. RBI however has focused on inflation and maintained a status quo in the monetary policy last month.

CORPORATE

The Q3 results announced shows divergent performance trends both inter and intra sectors. While financials have reported a bottomline growth of 48% YoY, healthcare and utilities have reported a 2-5% YoY decline in earnings. Given the current investor mood of low tolerance to bad news companies, stocks only with relatively strong earnings visibility will drive the performance of the portfolios.

In 3QFY08, revenue growth for BSE-500 was 19%, and earnings growth was 15%. The topline growth leaders were financials, telecom, software and capital goods. Utilities and healthcare were the big laggards. In 3QFY08, revenue growth for BSE-500 was 19%, and earnings growth was 15%. As new capacities come on stream over the next 6-12 months, better operating leverage should drive margin improvement.

STOCK MARKET

January witnessed the peak of key stock indices and the largest single month fall in India. Volatility was extremely high and a 1000 point movement in Sensex was almost daily affair during the third week. In a single day, Sensex moved over 2000 points. Sensex and

Nifty declined by 2638 points (-13.0%) and 1001 points (-16.31%) to close at 17,649 and 5,137 respectively. Volumes dropped drastically following 10% drop in key indices within minutes of opening on January 22. Thereafter, daily average volumes dropped over 35% in cash and 30% in Futures as retail investors were trapped by system driven position square up on January 22. Sensex and Nifty had respectively lost 13% and 16% in January. Mid and small cap indices had respectively lost over 20% and 24%, virtually losing the entire gains of the previous 2 months. This sharp fall in Indian stocks saw key indices bridge over half of the gap it posted against peers since November under de-coupling euphoria. In fact, the market commenced the month on a firm note and both the Sensex and Nifty had peaked at their best on January 8. Negative sentiment set in on January 16 and its worst was seen on January 22. FII's were keen sellers in cash, throughout the month, and they withdrew over \$4.2 billion in cash the largest ever in a month. But in futures they improved their participation by \$2.4 billion. Domestic institutions were keen buyers, particularly after the sharp fall, and mutual funds made net fresh investment of over \$1.4 billion, the largest since May 2006 when the market made the sharpest correction in the current bull phase. Liquidity continued to be the key concern and the reduced flow of liquidity into the system in developed markets from respective central banks, unlike during the previous month when they pumped unlimited liquidity, was the key negative factor for markets across the board. India was no exception to this global trend. It was a sharp correction, after two months of November and December 2007. Top gaining sectors of the previous two months were the worst affected this month. Consumer Durables, Reality, Metals Oil & Gas indices have all lost over 20% this month. Banking was the least affected, on the back of improved earnings in third quarter, and it dropped by only 6%.

MARKET OUTLOOK

The Indian markets have seen huge volatility in line with the various global markets. At 17464 (as of 31st Jan'08), the markets look attractive but we should expect a certain amount of volatility in the near term. Post the Q3 results, the next event to look forward to is the Union Budget. We strongly believe that most of the bad news – including the scare of global slowdown - has been discounted by the markets. From the current levels our view is that the markets have a 5% downside and 25% upside over the next one year and as such risk reward is clearly in favour of investment into equities. (Source: Bloomberg)

Derivatives

The Sensex made an all-time high of 21206 in the month of January and corrected nearly 6000 points before closing the month at 17648, 13% down from its 2007 close. The cost-of-carry at the beginning of the month was very high and the fund was fully deployed into arbitrage. However, the correction in the indices led to a panic-selling all over, especially in the F&O segment because of huge leveraged positions, MTM money calls from the brokers and increased volatility margins by the exchanges. As a result most of the stock futures were trading at huge discounts to their cash market prices. The scheme took advantage of this and reversed upto 35-40% of its arbitrage positions at good profits. Due to the uncertainty in the domestic as well as global markets, the cost-of-carry for the February series is on the lower side. We may see a bit lower returns in the next month, but it's always seen in the past that a few good months and a few bad months average out to yield handsome annualized tax free returns for the whole year. The total market-wide open interest has decreased by more than 50% - from more than Rs. 130,000 crs in mid-Jan to Rs 60,000 crs approx. However, the steep correction in the markets has provided a good opportunity to our arbitrage schemes to book huge profits leading to rewarding the investors in the New Year 2008 with a handsome dividend declaration in both our arbitrage schemes.

Debt

Indicators	Current Month	Last month	M-o-M Variation
Forex Reserves* USD Bln	288.31	272.72	15.59
Credit Off take* -Rs Crs	2,127,664	2,091,400	36264
Credit Deposit Ratio *	7,150.00	71.40	
WPI Inflation*(%)	3.93%	3.45%	0.0048
10-Year Yield - India* (%)	7.55%	7.79%	-0.0024
10-year Yield - USA* (%)	3.92%	4.06%	-0.0014
Exchange Rate* USD/INR	39.37	39.41	-0.04
Brent Crude per/bbl*	92.56	93.89	-1.33
Reverse Repo-Daily Avg Rs Crs	16,225.00	536.00	15,689.00
Repo Average-Daily Avg Rs Crs	242.00	5,564.00	(5,322.00)

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

Government bond yields continued to rally during the month on expectations of easing of interest rates by RBI in the monetary policy. Easing of global interest rates and comfortable liquidity position led to sustained buying in the government securities market. Soft statements from the RBI governor before the release of the monetary policy and Finance minister asking banks to cut interest rates by 50 basis points further fuelled hopes of a cut in interest rates by the RBI. Surprise and a sharp cut of 75 basis points in US interest rates before the scheduled meet led to frenzied buying in the government securities market, as the 10 year benchmark yield touched a low of 7.36%. The US Federal Reserve again cut the key interest rates by another 50 basis points to 3.00% at the scheduled meeting held on 30th Jan 2008. Sustained rally was witnessed across the curve with the maximum rally in the long end bonds. The spread between the 10-30 year government bond contracted to 24 basis points and 10-15 year government bond contracted to 14 basis points. Expectation of a cut in the domestic interest rates also led to sharp easing in INR swap rates, as the 5 year OIS rate touched a low of 6.45 before the monetary policy. Long end corporate bonds too rallied in the sync and the 10 year benchmark corporate bond yield touched a low of 8.88%. However, yields hardened as RBI kept all policy rates unchanged in the review of the monetary policy in view of inflation concerns. Sharp sell off was witnessed and the 10 year benchmark government yield rose by about 20 basis points from the lows and ended at 7.55% levels. Money market rates remained range bound on comfortable liquidity position.

Factor: Inflation

Short Term: Positive — Medium Term: Negative
RBI continued to remain hawkish on domestic inflation in the review of the monetary policy. Firming up of food

article prices and incomplete pass-through of crude oil prices is likely to exert upward pressure on inflation in the medium term. RBI has set a target of headline inflation at 4.00%-4.50% for the FY 2008, with an objective to bring it down to around 3.00% in the medium term. WPI Inflation for the month of January 2008 stood at 3.95% as compared to 3.50% in the previous month on account of sharp rise in fuel index. Fuel index rose from 330.2 in the last month to 334. Primary articles index rose from 222.1 to 222.8 and manufacturing index from 188.5 to 188.9. Going forward in the month of January 08, headline inflation is expected to remain in the band of 3.90%-4.25%. Government is also expected to take a decision on domestic fuel prices in wake higher international crude prices. (Source: Bloomberg)

Factor: Liquidity

Short Term: Neutral — Medium Term: Neutral
Domestic liquidity situation eased considerably during the month on aggressive RBI intervention in the foreign exchange market to sterilize large IPO related capital inflows. Surplus liquidity was evident as RBI received average bids worth Rs. 16255 in the daily reverse repo auction as compared to Rs. 536 cores in the previous month. As expected the RBI resumed MSS auctions to neutralize the impact of intervention in the foreign exchange market. Government balances were up by Rs. 11757 crores to Rs. 50757 crores as on 26th January 2008. Inter bank call rates & CBLO rates remained range bound and traded between the repo and reverse repo corridor in most part of the month. Yields on money market assets remained range bound on comfortable liquidity conditions. Going forward in the month of February 2008 we expect domestic liquidity to continue to remain comfortable. MSS issuances unlikely to have any major impact on system liquidity conditions.

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Debt

Factor: Global interest rates

Short Term: Positive — Medium Term: Positive

US government bond yields eased substantially on aggressive rate easing by the US Federal Reserve. In a surprise move the FOMC cut the discount rate by 75 basis points in an inter-meeting. Further the FOMC again reduced the fed funds target rate by another 50 basis points to 3.00%. The US Federal Reserve reduced interest rates on continued stress in the financial markets, tight credit conditions and downward risk to growth on account sustained weakness in the housing market. Softening in labor markets also was a cause of concern for the US Federal Reserve. The 10 year benchmark yield retracted to 3.62% as against 4.01% at the start of the month. The Next FOMC is scheduled to conduct in the month of March 08, where the US federal is further expected to ease interest rates by another 25 basis points. Meanwhile, the Bank of England and Bank of Japan kept interest rates unchanged at 5.5% and 0.50% respectively during the month. (Source: Bloomberg)

Factor: Monetary Policy

Short Term: Neutral — Medium Term: Neutral

The monetary policy did not carry a benign outlook as many had expected in case of no cuts. Policy is very neutral at best and hawkish most likely; it is not dovish. The RBI delivered the third quarterly review of the monetary policy with a focus on inflation and concerns on capital flows. All the key interest rates were kept unchanged, as against the market expectation of 25-50 basis points cut in the repo rate. The overall policy stance appeared to be neutral with a focus on price stability, emphasis on credit quality and orderly conditions in financial markets. Inflation (CPI inflation rather WPI inflation) and capital flows will continue to be focus area for RBI. Going forward we believe that RBI will continue to focus on price stability & liquidity management. Present low WPI inflation & moderation in credit off take will allow the RBI to exercise flexibility in adopting a neutral policy on interest rates in coming months. Beyond the Policy, however, there is no doubt that the hardening era of interest rates is over.

Factor: Forex

Short Term: Positive — Medium Term: Neutral

India's Forex reserves stood at a robust \$ 288 billion as on 18th January 2008. INR traded in a tight range during the month on back of excessive volatility in the

local stock market and sustained RBI intervention. INR ended marginally higher at 39.37 vis the USD as against 39.41 at the start of the month. INR touched a low of 39.75 during the month on an intraday basis as the stock market took a sharp beating on global uncertainties. Net FII sale in to the local equity market was USD \$4.25 billion during the month. However large IPO related capital inflows kept sharp depreciation of INR under check. The domestic unit is likely to trade in range of 39.25-39.50 during the month on strong local growth and weakness in USD. (Source: Bloomberg)

OUTLOOK

Government bonds expected to trade firm during the month of February 2008. Lesser government borrowing, easing global interest rate scenario and buying support from public sector banks will remain supportive for the local bond market. The GOI is expected to announce a fuel price hike this month which is unlikely to have a major impact on the market. Expectation of easing of deposit rates and lending rates by banks may also give a boost to the market. Market will focus on the impending budget for further clues on interest rates. Fiscal deficit number for the FY 2008-09 and borrowing programme for the next financial year will be the next triggers for the market. The 10-year benchmark yield is likely to be in the range of 7.40%-7.55% with a bias towards 7.40% during the month. Going forward in the month of February 2008 system liquidity is likely to remain comfortable on RBI intervention in the foreign exchange market. MSS issuances unlikely to have any major impact on systematic liquidity. Money market assets are expected to remain stable on improved liquidity situation. We expect 5 year AAA corporate bonds-GSec spreads to stabilize between 125-135 basis points.

STRATEGY

Domestic liquidity likely to remain comfortable in the near term on partial sterilization by the RBI and absence of tough stance on the short end of the curve by RBI. MSS issuances by RBI to suck out excessive liquidity is unlikely to have any major impact.

Our strategy will be to focus at the shorter end of the curve and actively seek deployment opportunities at higher yields and take advantage of the inter duration spreads. We will continue to take active trading calls and actively seek deployments at higher rates. Our strategy on long term schemes will be to keep a higher duration and take active inter maturity spread trade calls.

SNAPSHOT

INVESTMENT OBJECTIVE

The investment objective of the Scheme is to provide capital appreciation by following contrarian style of investing that refers to buying into fundamentally sound stocks that have been overlooked by the market (for reasons of short term trend) and waiting for the market to give these stocks their real value in course of time.

FUND MANAGER

Sandip Sabharwal

(Managing this fund since September, 2007 & total 11 yrs of experience in fund management & equity research).

INCEPTION

7th September, 2007

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 11.3735

Dividend Plan (Rs.) : 11.3733

CORPUS

Rs. 887.10 Crores

(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

2.25% of NAV on all investments of less than Rs.3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan

REDEMPTION TIME[‡]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0400

EXPENSE RATIO : 2.06%

([†]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/-. For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

JM Contra Fund

(An open-ended equity oriented fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto	10,301.42	11.61	
Mahindra & Mahindra	1,641.23	1.85	
Mahindra & Mahindra - Futures	2,588.72	2.92	
Maruti Udyog	6,071.47	6.84	
Auto Ancillaries	6,058.39	6.82	
Apollo Tyre	5,327.93	6.00	
Clutch Auto	730.46	0.82	
Banks	3,439.85	3.88	
Punjab National Bank	891.96	1.01	
Punjab National Bank - Futures	2,547.89	2.87	
Cement	4,737.50	5.34	
Century Textile & Inds.	4,737.50	5.34	
Construction	4,475.76	5.05	
Nagarjuna Construction Co.	2,852.23	3.22	
Unitech - Futures	1,623.53	1.83	
Consumer Durables	6,226.07	7.02	
Voltas	6,226.07	7.02	
Consumer Non Durable	4,081.50	4.60	
Balrampur Chini Mills	1,175.69	1.33	
Balrampur Chini Mills - Futures	276.30	0.31	
Gitanjali Gems	2,629.51	2.96	
Ferrous Metals	10,389.95	11.71	
Maharashtra Seamless	2,973.31	3.35	
PSL	4,460.63	5.03	
Steel Authority of India - Futures	2,956.01	3.33	
Finance	(16,379.67)	(18.47)	
Nifty - Futures	(18,237.42)	(20.56)	
Reliance Capital - Futures	1,857.75	2.09	
Industrial Capital Goods	5,377.08	6.06	
Larsen & Toubro - Futures	3,673.75	4.14	
Praj Industries - Futures	1,703.33	1.92	
Petroleum Products	3,685.39	4.15	
Reliance Petroleum - Futures	3,685.39	4.15	
Real Estate Developers	5,016.42	5.65	
Ansal Properties & Infrastructure	2,883.20	3.25	
DLF - Futures	2,133.22	2.40	
Software	21,805.32	24.59	
3i Infotech	3,913.73	4.41	
3i Infotech - Futures	595.79	0.67	
Infosys Technologies - Futures	6,191.91	6.98	
Mphasis BFL	1,078.75	1.22	
Satyam Computers Services - Futures	5,105.40	5.76	
Satyam Computers Services	1,845.69	2.08	
Tata Consultancy Service - Futures	3,074.05	3.47	
Textile Products	6,793.87	7.66	
Bombay Rayon Fashions	6,371.89	7.18	
Bombay Rayon Fashions - Futures	421.98	0.48	
Transportation	10,326.82	11.64	
Jet Airways India	4,464.48	5.03	
Spicejet	5,862.34	6.61	
Total Equity	86,335.67	97.31	
CBLO	1,042.24	1.17	
Others*	1,332.40	1.52	
Total Assets	88,710.31	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on January 31, 2008 :

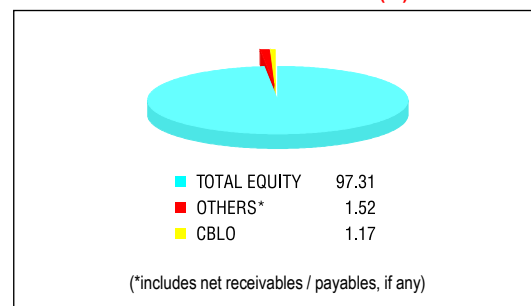
Plan	1 Mth	3 Mths	Incep.*
Growth Plan	(15.87)	(1.83)	13.74
BSE 500 Index	(16.67)	(8.03)	17.67

* Inception date = Allotment date i.e. 07.09.2007

** Benchmark Index: BSE 500 Index

Note: Absolute Returns for period less than 1 year. Past performance may or may not be sustained in future.

ASSET CLASSIFICATION (%)



JM Equity Fund

(An open-ended growth scheme)

★★★ Value Research Rating^{###}
JM EQUITY FUND
IN EQUITY - DIVERSIFIED CATEGORY
(200 Open-Ended Schemes) for 3 and 5 years
periods ending January 2008.

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto	502.04	5.44	
Maruti Udyog	502.04	5.44	
Auto Ancillaries	570.12	6.18	
Apollo Tyre	570.12	6.18	
Beverages	10.89	0.12	
McDowell India Spirits	10.89	0.12	
Cement	580.03	6.29	
Grasim Industries	580.03	6.29	
Construction	1,331.06	14.42	
Hindustan Construction Co.	489.24	5.30	
IVRCL Infrastructure & Projects	402.66	4.36	
Unitech	439.16	4.76	
Construction Materials	21.22	0.23	
Simplex Projects	21.22	0.23	
Consumer Durables	577.35	6.26	
Voltas	577.35	6.26	
Consumer Non Durable	503.78	5.47	
Gitanjali Gems	470.17	5.10	
Hindustan Lever	4.19	0.05	
Renaissance Jewellery	26.14	0.28	
Renaissance Jewellery - Detachable warrant	3.28	0.04	
Ferrous Metals	349.04	3.78	
JSW Steel	349.04	3.78	
Industrial Capital Goods	578.26	6.27	
Bharati Shipyards	578.26	6.27	
Industrial Products	210.70	2.28	
Nahar Industrial Enterprises	210.70	2.28	
Pesticides	469.50	5.09	
United Phosphorus	469.50	5.09	
Petroleum Products	1.57	0.02	
Reliance Industries	1.57	0.02	
Software	1,255.66	13.60	
Mphasis BFL	385.01	4.17	
Satyam Computers Services	637.94	6.91	
Tech Mahindra	232.71	2.52	
Telecom-Services	428.25	4.64	
Reliance Communications	428.25	4.64	
Textile Products	627.65	6.80	
Bombay Rayon Fashions	627.65	6.80	
Transportation	356.14	3.86	
Jet Airways India	356.14	3.86	
Total Equity	8,373.26	90.75	
CBLO	592.06	6.42	
Others*	261.84	2.83	
Total Assets	9,227.16	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

Financial Year	Record Date	Dividend (%)
Dividend Plan		
FY 2006-07	August 28, 2006	20.00%
FY 2005-06	March 27, 2006	40.00%
FY 2004-05	March 29, 2005	45.00%
FY 2003-04	November 18, 2003	20.00%

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/-.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Growth Plan	15.65	37.17	43.96	12.52
BSE Sensex**	25.25	39.11	40.24	14.05

* Inception date = Allotment date i.e. 01.04.1995

** Benchmark Index: BSE Sensex

Note: Compounded Annualised Growth Returns (CAGR) for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

RISK REPORT as on January 31, 2008 :

Scheme Name	3 Years (Monthly) RF=6%		
	Beta	Sharpe	Std. Dev.
JM Equity Fund - Growth Option	0.93	0.34	7.23%

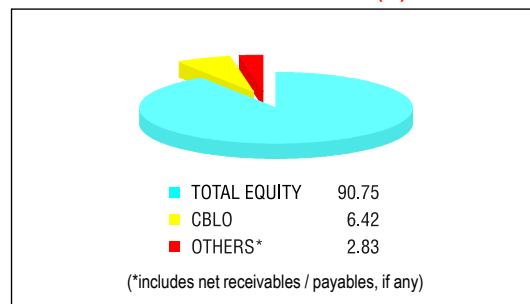
Disclaimer: Source: Mutual Funds India Explorer.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

JM Equity Fund - Growth Option	Last 1 Year	Last 3 Years	Last 5 Years
	SIP Start Date	01.02.2007	01.02.2005
Total Investment	12,000.00	36,000.00	60,000.00
Value Investment as on January 31, 2008	12,994.93	54,838.86	150,373.17
Compounded Annualised Return on Investment (%)	15.68	29.32	37.75
Benchmark Index Returns (%)	26.72	36.79	38.80

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



SNAPSHOT

INVESTMENT OBJECTIVE

To provide optimum capital growth and appreciation.

FUND MANAGER

Sanjay Chhabaria

(Managing this fund since December, 2007 & total 8 yrs of experience in fund management & equity research).

INCEPTION

1st April, 1995

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 45.4978

Dividend Plan (Rs.) : 20.4415

CORPUS

Rs. 92.27 Crores

(January 31, 2008)

MINIMUM INVESTMENT[@]

Rs. 5000/-

ENTRY LOAD

2.25% of NAV on all investments of less than Rs. 3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008.

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME[#]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0663

EXPENSE RATIO : 2.50%

(*) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

(@) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

SNAPSHOT

INVESTMENT OBJECTIVE

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

FUND MANAGER

Asit Bhandarkar

(Managing this fund since December, 2006 & total 5 yrs of experience in fund management & equity research).

INCEPTION

2nd June, 1997

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 31.9571
Dividend Plan (Rs.) : 24.0626

CORPUS

Rs. 1,311.27 Crores
(January 31, 2008)

MINIMUM INVESTMENT*

Rs. 5000/-.

ENTRY LOAD

2.25% of NAV on all investments of less than Rs.3 crores; Nil for investments of Rs.3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008.

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME*

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0399

EXPENSE RATIO : 2.10%

(*) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

(*) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

JM Basic Fund

(An open-ended sector scheme)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto Ancillaries	3,930.29	3.00	
Apollo Tyre	3,930.29	3.00	
Building Products	3,473.51	2.65	
Greenply Industries	3,473.51	2.65	
Cement	2,215.45	1.69	
Grasim Industries	2,215.45	1.69	
Construction	29,956.61	22.84	
Era Constructions (India)	5,450.05	4.16	
Hindustan Construction Co.	7,677.18	5.85	
IVRCL Infrastructure & Project - Futures	1,289.06	0.98	
IVRCL Infrastructure & Projects	4,637.61	3.54	
Madhucon Projects	113.60	0.09	
Nagarjuna Construction Co.	7,058.38	5.38	
Punj Lloyd	3,664.56	2.79	
Punj Lloyd - Futures	66.17	0.05	
Construction Materials	5,557.76	4.24	
Action Construction Equipment	5,463.15	4.17	
Simplex Projects	94.61	0.07	
Consumer Durables	6,741.17	5.14	
Voltas	6,741.17	5.14	
Consumer Non Durable	1,673.12	1.27	
Bajaj Hindustan	380.00	0.29	
Balrampur Chini Mills	832.62	0.63	
Balrampur Chini Mills - Futures	460.50	0.35	
Ferrous Metals	13,473.64	10.28	
Jai Corp	1,424.06	1.09	
Maharashtra Seamless	5,130.97	3.91	
PSL	6,918.61	5.28	
Finance	7,656.48	5.84	
Infrastructure Development Fin - Futures	2,774.71	2.12	
Infrastructure Development Fin. Company	4,881.77	3.72	
Industrial Capital Goods	26,226.37	20.00	
Bharat Earth Movers	3,141.16	2.40	
Bharati Shipyards	8,291.68	6.32	
Emco	6,445.19	4.92	
Kalpataru Power Transmission	5,220.29	3.98	
Suzlon Energy	1,577.55	1.20	
Suzlon Energy - Futures	1,550.50	1.18	
Industrial Products	15,746.85	12.00	
Everest Kanto Cylinder	3,979.21	3.03	
Sintex Industries	11,767.64	8.97	
Petroleum Products	20.72	0.02	
Reliance Industries	20.72	0.02	
Telephone Cables	4,098.69	3.13	
Finolex Cables	4,098.69	3.13	
Transportation	3,923.59	2.99	
Sanghvi Movers	3,923.59	2.99	
Total Equity	124,694.25	95.09	
CBLO	4,188.09	3.19	
Others*	2,244.82	1.72	
Total Assets	131,127.16	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

Financial Year	Record Date	Dividend (%)
FY 2007-08	January 11, 2008	36.00%
	September 21, 2007	45.00%
FY 2004-05	December 27, 2004	10.00%
FY 2003-04	March 18, 2004	10.00%
	February 18, 2004	7.50%
	January 18, 2004	10.00%
	December 18, 2003	15.00%
	November 18, 2003	30.00%
FY 2002-03	September 09, 2003	15.00%
FY 2001-01	March 25, 2003	45.00%
	March 26, 2001	7.50%
	March 17, 2001	50.00%
	February 27, 2001	50.00%
	February 03, 2001	50.00%
	December 31, 2000	25.00%

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/-.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Basic Fund	55.58	44.01	45.38	38.55
BSE BII**	72.80	NA	NA	NA

* Inception date = Allotment date i.e. 02.06.1997

** Benchmark Index: BSE Basic Industries Index (v)§

Benchmark index has been changed from S&P CNX Petrochemical Index to BSE Basic Industries Index (v) w.e.f. June 22, 2005

Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

RISK REPORT as on January 31, 2008 :

Scheme Name	3 Years (Monthly) RF=6%		
	Beta	Sharpe	Std. Dev.
JM Basic Fund - Growth Option	1.02	0.36	8.21%

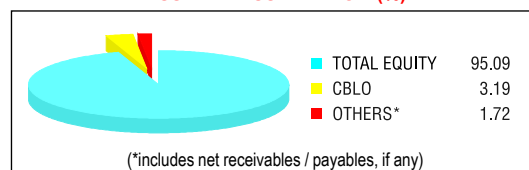
Disclaimer: Source: Mutual Funds India Explorer.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year	Last 3 Years	Last 5 Years
SIP Start Date	01.02.2007	01.02.2005	01.02.2003
Total Investment	12,000.00	36,000.00	60,000.00
Value Investment as on January 31, 2008	15,339.40	73,436.97	166,250.58
Compounded Annualised Return on Investment (%)	55.13	52.22	42.12
Benchmark Index Returns (%)	69.84	NA	NA

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



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JM Basic Fund is not sponsored, endorsed, sold or promoted by BSE. BSE makes no representation or warranty, express or implied to the investors in JM Basic Fund or any member of the public in any manner whatsoever regarding the advisability of investing in securities generally or in JM Basic Fund particularly or the ability of the index to track the sectors represented in the BSE Basic Industries Index (v). The relationship of BSE to the JM Financial Asset Management Pvt. Ltd. is in respect of the licensing of use of BSE Basic Industries Index (v) which is determined, composed and calculated by BSE without regard to the JM Financial Asset Management Pvt. Ltd. or JM Basic Fund. BSE has no obligation to take the needs of the investors of JM Basic Fund into consideration in determining, composing or calculating the BSE Basic Industries Index (v) BSE is neither responsible for nor has participated in the determination of the time or price at which the units under JM Basic Fund are to be issued or in the determination or calculation of the equation by which the units are to be redeemed for the underlying securities. BSE has no obligation or liability in connection with the administration, marketing or trading of JM Basic Fund.

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JM Emerging Leaders Fund

(An open-ended equity oriented growth scheme)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Cement	3,524.51	5.09	
Century Textile & Inds.	3,524.51	5.09	
Construction	3,779.77	5.46	
Nagarjuna Construction Co.	3,250.27	4.70	
Nagarjuna Construction Co. - Futures	529.50	0.76	
Construction Materials	6,015.12	8.69	
Action Construction Equipment	2,343.29	3.39	
Simplex Projects	3,671.83	5.30	
Consumer Non Durable	12,708.06	18.36	
Gitanjali Gems	4,080.36	5.90	
Gitanjali Gems - Futures	664.76	0.96	
Hanung Toys & Textiles	3,179.44	4.59	
Rajesh Exports	4,783.50	6.91	
Electric Utilities	3,384.59	4.89	
Asian Electronics	3,384.59	4.89	
Ferrous Metals	3,376.07	4.87	
Maharashtra Seamless	1,981.60	2.86	
PSL	1,394.47	2.01	
Industrial Capital Goods	4,923.19	7.11	
BGR Energy Systems	11.21	0.02	
Bharati Shipyards	2,308.26	3.33	
Emco	2,603.72	3.76	
Industrial Products	3,940.99	5.69	
Sintex Industries	3,940.99	5.69	
Real Estate Developers	837.92	1.21	
Ansal Properties & Infrastructure	837.92	1.21	
Software	11,130.27	16.09	
3i Infotech	2,808.43	4.06	
Bartronics India	2,235.36	3.23	
Mphasis BFL	3,168.45	4.58	
Mphasis BFL - Futures	171.74	0.25	
Tech Mahindra	2,746.29	3.97	
Telecom-Equipment & Accessories	4,420.33	6.39	
XL Telecom	4,420.33	6.39	
Textile Products	4,676.96	6.76	
Bombay Rayon Fashions	3,685.79	5.33	
Bombay Rayon Fashions - Futures	991.17	1.43	
Transportation	5,259.80	7.60	
Jet Airways India	1,944.93	2.81	
Spicejet	3,314.87	4.79	
Total Equity	67,977.58	98.21	
CBLO	866.08	1.25	
Others*	372.15	0.54	
Total Assets	69,215.81	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	Incep.*
Growth Plan	46.23	21.32
BSE 200 **	31.86	38.54

* Inception date = Allotment date i.e. 27.07.2005

** Benchmark Index: BSE 200 Index

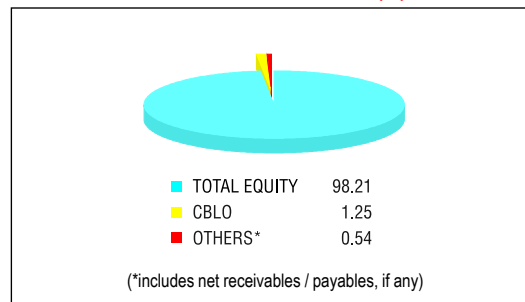
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year
JM Emerging Leaders Fund - Growth Option	
SIP Start Date	01.02.2007
Total Investment	12,000.00
Value Investment as on January 31, 2008	15,478.10
Compounded Annualised Return on Investment (%)	57.57
Benchmark Index Returns (%)	34.67

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



SNAPSHOT

INVESTMENT OBJECTIVE

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.

FUND MANAGER

Sandip Sabharwal

(Managing this fund since December, 2006 & total 11 yrs of experience in fund management & equity research).

INCEPTION

27th July, 2005

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 16.2603

Dividend Plan (Rs.) : 16.2938

CORPUS

Rs. 692.16 Crores

(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-

ENTRY LOAD

2.25% of NAV on all investments of less than Rs.3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan

REDEMPTION TIME[#]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0809

EXPENSE RATIO : 2.29%

(*) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

(®) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

SNAPSHOT

INVESTMENT OBJECTIVE

The investment objective of the Scheme is to provide capital appreciation by primarily investing in small cap and mid-cap stocks. Small cap stock is defined as any company which has a market capitalization less than 10% of the market capitalization of the last stock in S&P CNX NIFTY. Mid-cap stock is defined as any company which has a market capitalization less than the market capitalization of the last stock in S&P CNX NIFTY but greater than 10% of the market capitalization of the last stock in S&P CNX NIFTY.

FUND MANAGER

Sandip Sabharwal

(Managing this fund since April, 2007 & total 11 years of experience in fund management & equity research).

INCEPTION

30th April, 2007

NAV AS ON JANUARY 31, 2008

Regular Plan

Growth Option (Rs.) : 14.3290

Dividend Option (Rs.) : 14.3294

CORPUS

Rs. 263.25 Crores

(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

2.25% of NAV on all investments of less than Rs.3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME[‡]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0443

EXPENSE RATIO : 2.31%

(*) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

(®) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

JM Small & Mid-Cap Fund

(An open ended equity oriented fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto Ancillaries	1,433.27	5.44	
Apollo Tyre	1,433.27	5.44	
Cement	998.16	3.79	
Century Textile & Inds.	998.16	3.79	
Construction	1,749.22	6.64	
Hindustan Construction Co.	719.76	2.73	
Nagarjuna Construction Co.	1,029.46	3.91	
Construction Materials	1,208.08	4.59	
Simplex Projects	1,208.08	4.59	
Consumer Non Durable	4,076.61	15.49	
Gitanjali Gems	1,672.02	6.35	
Hanung Toys & Textiles	2,340.18	8.89	
Renaissance Jewellery	57.23	0.22	
Renaissance Jewellery - Detachable warrant	7.18	0.03	
Hotels	1,123.28	4.27	
Country Club India	1,123.28	4.27	
Industrial Capital Goods	3,141.25	11.93	
BGR Energy Systems	13.72	0.05	
Bharati Shipyard	1,338.61	5.08	
Emco	1,788.92	6.80	
Industrial Products	2,213.14	8.41	
Sintex Industries	2,213.14	8.41	
Non Ferrous Metals	1,963.87	7.46	
Sujan Towers	1,963.87	7.46	
Real Estate Developers	731.86	2.78	
Ansal Properties & Infrastructure	731.86	2.78	
Software	591.95	2.25	
3i Infotech	591.95	2.25	
Telecom-Services	1,543.44	5.86	
Tulip IT Services	1,543.44	5.86	
Textile Products	1,835.16	6.97	
Bombay Rayon Fashions	1,835.16	6.97	
Textiles & Apparel	699.27	2.66	
House of Pearl Fashions	699.27	2.66	
Transportation	2,072.59	7.87	
Spicejet	2,072.59	7.87	
Total Equity	25,381.15	96.41	
CBLO	445.35	1.69	
Others*	498.31	1.90	
Total Assets	26,324.81	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on January 31, 2008 :

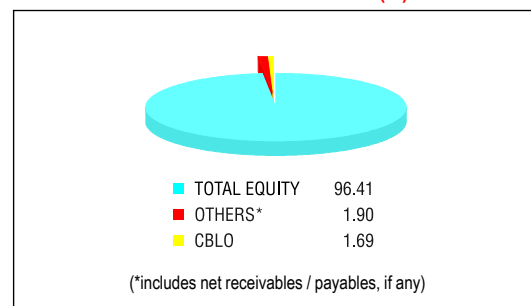
Plan	1 Mth	3 Mths	6 Mths	Incep.*
Regular Plan - Growth Option	(18.62)	2.16	29.27	43.29
CNX MCI **	(20.56)	(1.91)	18.30	39.32

* Inception date = Allotment date i.e. 30.04.2007

** Benchmark Index: CNX Mid Cap Index

Note: Absolute Returns for period less than 1 year. Past performance may or may not be sustained in future.

ASSET CLASSIFICATION (%)



DISCLAIMER : JM Small & Mid-cap Fund ("Product") is not sponsored, endorsed, sold or promoted by India Index Services & Products Limited ("IISL"). IISL makes no representation or warranty, express or implied to the owners of the Product or any member of the public regarding the advisability of investing in securities generally or in the Product particularly or the ability of the CNX Midcap Index to track general stock market performance in India. The relationship of IISL to JM Financial Asset Management Private Limited is in respect of the using of the trademark and trade name of CNX Midcap Index which is determined, composed and calculated by IISL without regard to the JM Financial Asset Management Private Limited or the Product. IISL has no obligation to take the needs of JM Financial Asset Management Private Limited or the owners of the Product into consideration in determining, composing or calculating the CNX Midcap Index. IISL is not responsible for nor has participated in the determination of the timing of, prices at, or quantities of the Product to be issued or in the determination or calculation of the equation by which the Product is to be converted into cash. IISL has no obligation or liability in connection with the administration, marketing or trading of the Product.

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JM HI FI Fund (JM Housing, Infrastructure & Financial Services Fund)

(An open ended equity oriented growth fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto	212.55	4.43	
Maruti Udyog	212.55	4.43	
Banking Services	65.80	1.37	
Dena Bank	65.80	1.37	
Banks	398.63	8.32	
Canara Bank	217.65	4.54	
Punjab National Bank	180.98	3.78	
Cement	93.89	1.96	
India Cements	93.89	1.96	
Chemicals	2.91	0.06	
Supreme Petrochem	2.91	0.06	
Construction	1,209.37	25.22	
Era Constructions (India)	168.31	3.51	
Hindustan Construction Co.	181.20	3.78	
Kalindee Rail Nirman (Eng)	341.01	7.11	
Parsvnath Developers	135.30	2.82	
Unitech	383.55	8.00	
Construction Materials	195.84	4.09	
Simplex Projects	195.84	4.09	
Consumer Durables	255.19	5.32	
Voltas	255.19	5.32	
Ferrous Metals	514.78	10.74	
Jai Corp	367.93	7.68	
Maharashtra Seamless	76.42	1.59	
Shree Precoated Steels	70.43	1.47	
Finance	658.19	13.73	
Cholamandalam DBS Finance	177.03	3.69	
IL&FS Investment Managers	162.60	3.39	
Infrastructure Development Finance Company	318.56	6.65	
Industrial Capital Goods	631.33	13.18	
BGR Energy Systems	4.49	0.09	
Bharat Bijlee	142.13	2.97	
Havells India	214.61	4.48	
McNally Bharat Engineering Co	119.60	2.50	
Siemens	150.50	3.14	
Industrial Products	402.56	8.39	
Everest Kanto Cylinder	222.12	4.63	
Kalpana Industries	180.44	3.76	
Real Estate Developers	71.20	1.49	
Ansal Properties & Infrastructure	71.20	1.49	
Total Equity	4,712.24	98.30	
CBLO	109.77	2.29	
Others*	(28.71)	(0.59)	
Total Assets	4,793.30	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	Incep.*
Growth Plan	30.04	23.02
S&P**	25.83	24.37

* Inception date = Allotment date i.e. 07.04.2006

** Benchmark Index: S&P CNX Nifty Index

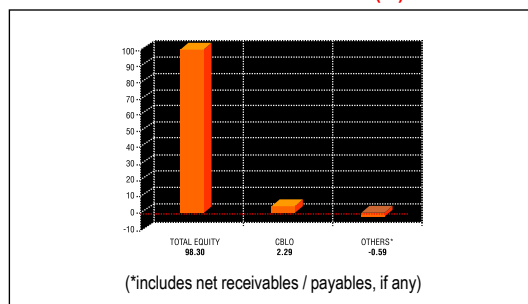
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year
JM HI FI Fund - Growth Option	
SIP Start Date	01.02.2007
Total Investment	12,000.00
Value Investment as on January 31, 2008	14,645.51
Compounded Annualised Return on Investment (%)	43.11
Benchmark Index Returns (%)	24.87

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



SNAPSHOT

INVESTMENT OBJECTIVE

To generate medium to long term capital growth from a portfolio that is substantially constituted of equity & equity related securities of companies which could benefit from the structural changes brought about by the continuing liberalization in economic policies and investments by the Government in the housing, infrastructure and financial services sectors.

FUND MANAGER

Sandeep Neema
(Managing this fund since April, 2006 & total 13 years of experience in fund management & equity research).

INCEPTION

7th April, 2006

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 14.5777

Dividend Plan (Rs.): 14.5776

CORPUS

Rs. 47.93 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

2.25% of NAV on all investments of less than Rs. 3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME[#]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0816

EXPENSE RATIO : 2.50%

(*) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

(®) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

SNAPSHOT

INVESTMENT OBJECTIVE

To provide capital appreciation to its unitholders through judicious deployment of the corpus of the scheme in the auto & auto ancillary sector.

FUND MANAGER

Asit Bhandarkar

(Managing this fund since December, 2006 & total 5 years of experience in fund management & equity research).

INCEPTION

29th June, 2004

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 21.2766
Dividend Plan (Rs.) : 16.2841

CORPUS

Rs. 11.36 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

2.25% of NAV on all investments of less than Rs.3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME[†]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0405

EXPENSE RATIO : 2.50%

([†]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

JM Auto Sector Fund

(An open-ended sector fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto	563.78	49.63	
Ashok Leyland	34.87	3.07	
Escorts India	82.05	7.22	
Mahindra & Mahindra	134.96	11.88	
Maruti Udyog	131.78	11.60	
Tata Motors	180.12	15.86	
Auto Ancillaries	362.55	31.92	
Amtek Auto	54.85	4.83	
Amtek India	81.50	7.17	
Apollo Tyre	75.15	6.62	
Clutch Auto	35.87	3.16	
Exide Industries	78.35	6.90	
FIEM Industries	36.83	3.24	
Industrial Products	184.71	16.26	
Ahmednagar Forgings	68.81	6.06	
Ramkrishna Forgings	115.90	10.20	
Total Equity	1,111.04	97.81	
CBLO	24.89	2.19	
Others*	0.02	0.00	
Total Assets	1,135.95	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

Financial Year	Record Date	Dividend (%)
Dividend Plan		
FY 2005-06	February 14, 2006	45.00%

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/-.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	Incep.*
Growth Plan	(6.89)	19.81	23.39
BSE Auto **	(12.38)	19.89	24.54

* Inception date = Allotment date i.e. 29.06.2004

** Benchmark Index: BSE Auto Sector Index

Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

RISK REPORT as on January 31, 2008 :

Scheme Name	3 Years (Monthly)		
	Beta	Sharpe	Std. Dev.
JM Auto Sector Fund - Growth Option	0.85	0.18	7.33%

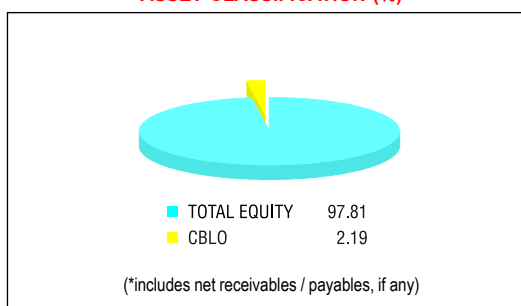
Disclaimer: Source: Mutual Funds India Explorer.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

JM Auto Sector Fund - Growth Option	Last 1 Year	Last 3 Years
	SIP Start Date	01.02.2007
Total Investment	12,000.00	36,000.00
Value Investment as on January 31, 2008	11,641.59	42,221.61
Compounded Annualised Return on Investment (%)	-5.48	10.62
Benchmark Index Returns (%)	-10.28	8.91

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



JM Healthcare Sector Fund

(An open-ended sector fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Pharmaceuticals	504.26	96.44	
Cipla	38.07	7.28	
Dishman Pharmaceuticals & Chemicals	87.37	16.71	
Glenmark Pharmaceuticals	51.93	9.93	
Indoco Remedies	34.93	6.68	
Ipca Laboratories	54.33	10.39	
Jubilant Organosys	28.46	5.44	
Lupin	58.48	11.19	
Panacea Biotech	27.95	5.35	
Ranbaxy Laboratories	46.12	8.82	
Shasun Chemical & Drug	23.38	4.47	
Sun Pharmaceuticals Industries	53.24	10.18	
Total Equity	504.26	96.44	
CBLO	26.71	5.11	
Others*	(8.22)	(1.55)	
Total Assets	522.75	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

Financial Year	Record Date	Dividend (%)
Dividend Plan		
FY 2005-06	January 12, 2006	20.00%
FY 2004-05	January 14, 2005	10.00%

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/-.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	Incep.*
Growth Plan	(5.08)	11.80	16.06
BSE Healthcare **	(5.28)	10.08	15.65

* Inception date = Allotment date i.e. 29.06.2004

** Benchmark Index: BSE Healthcare

Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

RISK REPORT as on January 31, 2008 :

Scheme Name	3 Years (Monthly)		
	Beta	Sharpe	Std. Dev.
JM Healthcare Sector Fund - Growth Option	0.72	0.10	7.03%

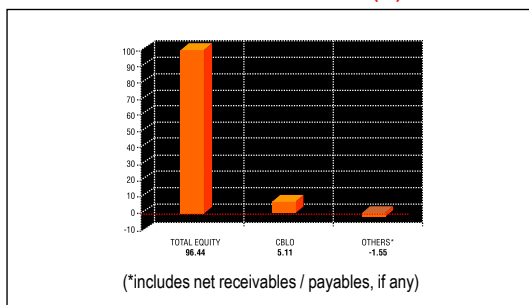
Disclaimer: Source: Mutual Funds India Explorer.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

JM Healthcare Sector Fund - Growth Option	Last	Last
	1 Year	3 Years
SIP Start Date	01.02.2007	01.02.2005
Total Investment	12,000.00	36,000.00
Value Investment as on January 31, 2008	11,541.81	39,658.13
Compounded Annualised Return on Investment (%)	-6.98	6.38
Benchmark Index Returns (%)	-8.88	5.20

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



SNAPSHOT

INVESTMENT OBJECTIVE

To provide capital appreciation to its unitholders through judicious deployment of the corpus of the scheme in the healthcare sector.

FUND MANAGER

Asit Bhandarkar

(Managing this fund since December, 2006 & total 5 years of experience in fund management & equity research).

INCEPTION

29th June, 2004

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 17.0754

Dividend Plan (Rs.) : 13.5466

CORPUS

Rs. 5.23 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

2.25% of NAV on all investments of less than Rs. 3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME[†]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.1506

EXPENSE RATIO : 2.50%

(†) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

(®) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re. 1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

SNAPSHOT

INVESTMENT OBJECTIVE

The primary investment objective of the scheme is to invest predominantly in equity & equity related instruments in the Telecom Sectors in India. Accordingly the NAV of the Scheme is linked to the equity performance of such companies. However, there can be no assurance that the investment objectives of the scheme will be realised. The scheme does not guarantee / indicate any returns.

FUND MANAGER

Asit Bhandarkar

(Managing this fund since December, 2006 & total 5 yrs of experience in fund management & equity research).

INCEPTION

7th December, 2006

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 12.4335

Dividend Plan (Rs.) : 12.4346

CORPUS

Rs. 8.06 Crores

(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

2.25% of NAV on all investments of less than Rs. 3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan

REDEMPTION TIME[‡]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0483

EXPENSE RATIO : 1.97%

([‡]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

JM Telecom Sector Fund

(An open-ended equity oriented sector fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Software	65.03	8.06	
Geodesic Information Systems	42.68	5.29	
Tech Mahindra	22.35	2.77	
Telecom-Services	682.19	84.61	
Bharti Airtel	246.47	30.57	
Reliance Communications	267.77	33.21	
Tanla Solutions	70.23	8.71	
Tulip IT Services	97.72	12.12	
Telephone Cables	43.65	5.41	
Finolex Cables	43.65	5.41	
Total Equity	790.87	98.08	
CBLO	15.78	1.96	
Others*	(0.30)	(0.04)	
Total Assets	806.35	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	Incep.*
Growth Plan	15.55	20.84
BSE Telecom **	21.74	26.48

* Inception date = Allotment date i.e. 07.12.2006

** Benchmark Index: BSE Telecom Index^([†])

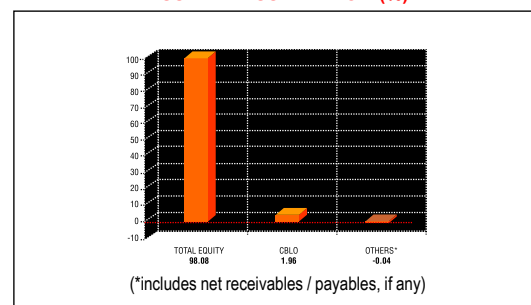
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year
JM Telecom Sector Fund - Growth Option	
SIP Start Date	01.02.2007
Total Investment	12,000.00
Value Investment as on January 31, 2008	12,199.17
Compounded Annualised Return on Investment (%)	3.08
Benchmark Index Returns (%)	9.07

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



([†]) **DISCLAIMER : BSE Telecom Index^([†])** : JM Telecom Sector Fund is not sponsored, endorsed, sold or promoted by BSE. BSE makes no representation or warranty, express or implied to the investors in JM Telecom Sector Fund or any member of the public in any manner whatsoever regarding the advisability of investing in securities generally or in JM Telecom Sector Fund particularly or the ability of the index to track the sectors represented in the BSE Telecom Index^([†]). The relationship of BSE to the JM Financial Asset Management Pvt. Ltd. is in respect of the licensing of use of BSE Telecom Index^([†]) which is determined, composed and calculated by BSE without regard to the JM Financial Asset Management Pvt. Ltd. or JM Telecom Sector Fund. BSE has no obligation to take the needs of the investors of JM Telecom Sector Fund into consideration in determining, composing or calculating the BSE Telecom Index^([†]). BSE is neither responsible for nor has participated in the determination of the time or price at which the units under JM Telecom Sector Fund are to be issued or in the determination or calculation of the equation by which the units are to be redeemed for the underlying securities. BSE has no obligation or liability in connection with the administration, marketing or trading of JM Telecom Sector Fund.

BSE does not guarantee the accuracy and/or the completeness and/or continuity of BSE Telecom Index^([†]) or any data included therein and they shall have no liability for any errors, omissions or interruptions therein or change or cessation thereof. BSE makes no warranty, express or implied, as to the results to be obtained by the JM Financial Asset Management Pvt. Ltd., investors of JM Telecom Sector Fund, or any other persons or entities from the use of BSE Telecom Index^([†]) or any data included therein. BSE makes no express or implied warranties and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to BSE Telecom Index^([†]) or any data included therein. Without limiting any of the foregoing, in no event shall BSE have any liability for any special, punitive, indirect or consequential damages (including lost profits), even if notified of the possibility of such damages.

JM Financial Services Sector Fund

(An open-ended equity oriented sector fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Banking Services	833.79	11.82	
Dena Bank	253.33	3.59	
Indian Bank	92.63	1.31	
UTI Bank	487.83	6.92	
Banks	2,215.79	31.44	
Andhra Bank	212.97	3.02	
Canara Bank	290.20	4.12	
ICICI Bank	570.17	8.09	
Indian Overseas Bank	186.36	2.64	
ING Vyasa Bank	124.28	1.76	
Karnataka Bank	193.91	2.75	
Punjab National Bank	326.92	4.64	
State Bank of India	173.39	2.46	
State Bank of India	37.01	0.53	
Yes Bank	100.58	1.43	
Finance	3,060.11	43.41	
Cholamandalam DBS Finance	414.36	5.88	
IL&FS Investment Managers	165.62	2.35	
India Infoline	360.82	5.12	
Infrastructure Development Finance Company	614.84	8.72	
JM Financial	226.82	3.22	
LIC Housing Finance	313.71	4.45	
Mahindra & Mahindra Financial Services	228.68	3.24	
Reliance Capital	390.34	5.54	
Shriram Transport Finance Co.	210.79	2.99	
SREI Infrastructure Finance	134.13	1.90	
Power	142.84	2.03	
Power Finance Corporation	142.84	2.03	
Total Equity	6,252.53	88.70	
CBLO	391.74	5.56	
Others*	403.31	5.74	
Total Assets	7,047.58	100.00	

(*includes net receivables / payables, if any)

(9) DISCLAIMER : BSE Finance Index^(c) : JM Financial Services Sector Fund is not sponsored, endorsed, sold or promoted by BSE. BSE makes no representation or warranty, express or implied to the investors in JM Financial Services Sector Fund or any member of the public in any manner whatsoever regarding the advisability of investing in securities generally or in JM Financial Services Sector Fund particularly or the ability of the index to track the sectors represented in the BSE Finance Index^(c). The relationship of BSE to the JM Financial Asset Management Pvt. Ltd. is in respect of the licensing of use of BSE Finance Index^(c) which is determined, composed and calculated by BSE without regard to the JM Financial Asset Management Pvt. Ltd. or JM Financial Services Sector Fund. BSE has no obligation to take the needs of the investors of JM Financial Services Sector Fund into consideration in determining, composing or calculating the BSE Finance Index^(c). BSE is neither responsible for nor has participated in the determination of the time or price at which the units under JM Financial Services Sector Fund are to be issued or in the determination or calculation of the equation by which the units are to be redeemed for the underlying securities. BSE has no obligation or liability in connection with the administration, marketing or trading of JM Financial Services Sector Fund.

BSE does not guarantee the accuracy and/or the completeness and/or continuity of BSE Finance Index^(c) or any data included therein and they shall have no liability for any errors, omissions or interruptions therein or change or cessation thereof. BSE makes no warranty, express or implied, as to the results to be obtained by the JM Financial Asset Management Pvt. Ltd., investors of JM Financial Services Sector Fund, or any other persons or entities from the use of BSE Finance Index^(c) or any data included therein. BSE makes no express or implied warranties and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to BSE Finance Index^(c) or any data included therein. Without limiting any of the foregoing, in no event shall BSE have any liability for any special, punitive, indirect or consequential damages (including lost profits), even if notified of the possibility of such damages.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	Incep.*
Growth Plan	71.20	59.70
BSE Finance**	58.17	50.11

* Inception date = Allotment date i.e. 07.12.2006

** Benchmark Index: BSE Finance Index^(c)§

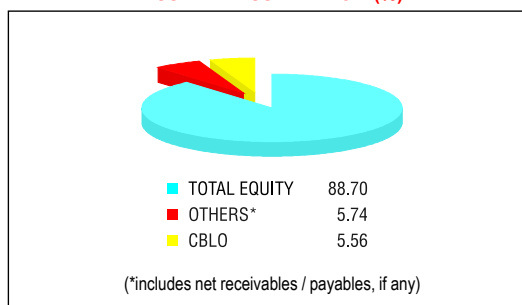
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year
JM Financial Services Sector Fund - Growth Option	
SIP Start Date	01.02.2007
Total Investment	12,000.00
Value Investment as on January 31, 2008	16,722.19
Compounded Annualised Return on Investment (%)	79.87
Benchmark Index Returns (%)	73.78

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



SNAPSHOT

INVESTMENT OBJECTIVE

The primary investment objective of the scheme is to invest predominantly in equity & equity related instruments in the Banking / Financial institution / NBFC and housing finance sectors in India. Accordingly the NAV of the Scheme is linked to the equity performance of such companies. However, there can be no assurance that the investment objectives of the scheme will be realised. The scheme does not guarantee / indicate any returns.

FUND MANAGER

Sandeep Neema

(Managing this fund since December, 2006 & total 13 years of experience in fund management & equity research).

INCEPTION

7th December, 2006

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 17.1374

Dividend Plan (Rs.) : 17.1345

CORPUS

Rs. 70.48 Crores

(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-

ENTRY LOAD

2.25% of NAV on all investments of less than Rs.3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME[#]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 0.0193

EXPENSE RATIO : 2.31%

(*) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

(®) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

SNAPSHOT

INVESTMENT OBJECTIVE

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

FUND MANAGER

Sandeep Neema

(Managing this fund since Sept., 2004 & total 13 years of experience in fund management & equity research).

INCEPTION

1st April, 1995

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 28.4438

Dividend Plan (Rs.) : 21.6224

CORPUS

Rs. 83.13 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

2.25% of NAV on all investments of less than Rs. 3 crores; Nil for investments of Rs. 3 crores and above. Nil for investments made through SIP and STP.

EXIT LOAD

0.50% of NAV on all investments of less than Rs. 3 crores, in case the investments are redeemed within 1 year of transfer / allotment of units. 0.50% of NAV on all investments of Rs. 3 crores and above, in case the investments are redeemed within 91 days of transfer / allotment of units. 2.25% of NAV on all investments made through SIP and STP, in case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME[®]

T+3 Working Days.

PORTFOLIO TURNOVER

RATIO : 1.0055

EXPENSE RATIO : 2.50%

(*) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

(®) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

JM Balanced Fund

(An open-ended balanced scheme)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto Ancillaries	78.05	0.94	
Apollo Tyre	78.05	0.94	
Banks	1,132.72	13.62	
Andhra Bank	143.15	1.72	
ICICI Bank	331.80	3.99	
Industrial Development Bank of India	221.40	2.66	
Karnataka Bank	436.37	5.25	
Cement	553.06	6.66	
Century Textile & Inds.	438.92	5.28	
Grasim Industries	61.98	0.75	
India Cements	52.16	0.63	
Construction	1,388.37	16.70	
Era Constructions (India)	87.66	1.05	
IVRCL Infrastructure & Projects	447.40	5.38	
Kalindee Rail Nirman (Eng)	124.56	1.50	
Unitech	728.75	8.77	
Consumer Non Durable	794.88	9.56	
ITC	304.08	3.66	
Renaissance Jewellery	199.92	2.40	
Ruchi Soya Industries	290.88	3.50	
Ferrous Metals	765.89	9.21	
Maharashtra Seamless	382.10	4.60	
Monnet Ispat	140.88	1.69	
PSL	242.91	2.92	
Finance	209.44	2.52	
Cholamandalam DBS Finance	209.44	2.52	
Industrial Capital Goods	275.91	3.32	
Alstom	144.97	1.74	
BGR Energy Systems	6.36	0.08	
Emco	64.09	0.77	
McNally Bharat Engineering Co	60.49	0.73	
Industrial Products	182.37	2.19	
Bharat Forge	182.37	2.19	
Media	77.77	0.94	
Deccan Chronicle Holdings	77.77	0.94	
Petroleum Products	0.32	0.00	
Reliance Industries	0.32	0.00	
Software	633.28	7.61	
3i Infotech	352.80	4.24	
Mphasis BFL	280.48	3.37	
Total Equity	6,092.06	73.27	
Commercial Paper	29.83	0.36	
IDBI Home Fin.	29.83	0.36	A1+
Non Convertible Debentures	526.46	6.33	
Nabard	400.50	4.82	AAA
DSP Merrill Lynch Capital	19.97	0.24	AAA(fso)
State Bank of India	105.99	1.27	AAA
Floating Rate Bonds	500.52	6.02	
Indian Railway Fin. Corp.	80.52	0.97	AAA
Union Bank of India	420.00	5.05	AA+
Privately Placed Debenture	211.53	2.54	
Citicorp Maruti Finance	161.66	1.94	AAA
GE Capital Services India	10.04	0.12	AAA
Kotak Mahindra Invnt.	39.83	0.48	A1+
Total Debt	1,268.34	15.25	
CBLO	911.05	10.96	
Others*	41.70	0.52	
Total Assets	8,313.15	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

Financial Year	Record Date	Dividend (%)
Dividend Plan		
FY 2005-06	February 16, 2006	19.30%
FY 2004-05	March 29, 2005	25.00%
FY 2003-04	November 18, 2003	10.00%
	September 09, 2003	10.00%
Growth Plan		
FY 2003-04	December 19, 2003	40.00%
	September 09, 2003	72.00%

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/-.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Yr	3 Yrs	5 Yrs	Incep.*
Growth Plan	20.47	30.80	31.70	19.17
CBFI **	20.37	23.85	24.82	NA

* Inception date = Allotment date i.e. 01.04.1995

** Benchmark Index: CRISIL Balanced Fund Index

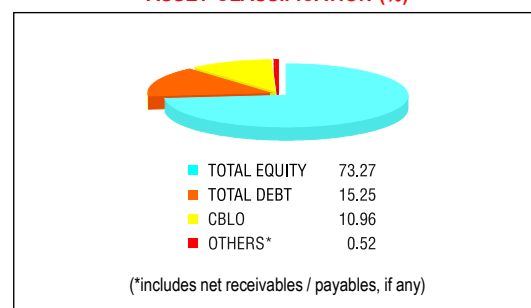
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year	Last 3 Years	Last 5 Years
JM Balanced Fund - Growth Option			
SIP Start Date	01.01.2007	01.01.2005	01.01.2003
Total Investment	12,000.00	36,000.00	60,000.00
Value Investment as on January 31, 2008	12,916.31	53,983.99	122,277.46
Compounded Annualised Return on Investment (%)	14.41	28.15	28.92
Benchmark Index Returns (%)	20.37	23.67	23.78

Past performance may or may not be sustained in future. Investment of Rs.1,000/- p.m. is assumed to be made on the 1st of every month, if not then the next business day.

ASSET CLASSIFICATION (%)



JM MIP Fund

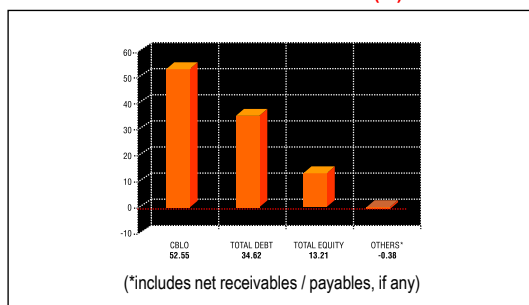
(An open-ended monthly income fund with no assured return. Monthly Income is not assured and is subject to the availability of the distributable surplus.)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto Ancillaries	53.52	3.89	
Apollo Tyre	53.52	3.89	
Banks	36.10	2.62	
HDFC Bank	36.10	2.62	
Beverages	0.54	0.04	
McDowell India Spirits	0.54	0.04	
Construction Materials	51.42	3.73	
Action Construction Equipment	46.43	3.37	
Simplex Projects	4.99	0.36	
Consumer Non Durable	36.67	2.67	
Renaissance Jewellery	36.58	2.66	
Renaissance Jewellery - Detachable warrant	0.09	0.01	
Industrial Capital Goods	0.26	0.02	
BGR Energy Systems	0.26	0.02	
Power Generation	3.34	0.24	
Power Grid Corp. of India	3.34	0.24	
Total Equity	181.85	13.21	
Certificate of Deposits	97.32	7.07	
ICICI Bank	97.32	7.07	A1+
Non Convertible Debenture	144.75	10.52	
Reliance Industries	144.75	10.52	AAA
Floating Rate Bonds	230.01	16.71	
Union Bank of India	210.00	15.26	AA+
UTI Bank	20.01	1.45	LAA+
Securitized	4.46	0.32	
Indian Retail ABS Trust Srs 47-A1	4.46	0.32	LAAA(SO)
Total Debt	476.54	34.62	
CBLO	723.10	52.55	
Others*	(5.36)	(0.38)	
Total Assets	1,376.13	100.00	

(*includes net receivables / payables, if any)

ASSET CLASSIFICATION (%)



DIVIDEND HISTORY :

FY 2007-08[§]		
Dividend Plan - Monthly Div. option	:	6.1300%
Dividend Plan - Quarterly Div. option	:	1.8390%
FY 2006-07[§]		
Dividend Plan - Monthly Div. option	:	7.356%
Dividend Plan - Quarterly Div. option	:	7.317%
Dividend Plan - Annual Div. option	:	9.000%
FY 2005-06[§]		
Dividend Plan - Monthly Div. option	:	6.1870%
Dividend Plan - Quarterly Div. option	:	6.8700%
Dividend Plan - Annual Div. option	:	11.5000%
FY 2004-05[§]		
Dividend Plan - Monthly Div. option	:	5.2010%
Dividend Plan - Quarterly Div. option	:	5.1420%
FY 2003-04		
Dividend Plan - Monthly Div. option	:	3.90 %
Dividend Plan - Quarterly Div. option	:	4.00 %

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	Incep.*
Growth Plan	8.72	9.49	8.77
CMIP In **	10.94	9.93	9.02

* Inception date = Allotment date i.e. 18.09.2003

** Benchmark Index: CRISIL MIP Blended Index

Note: Absolute Returns for period less than 1 year. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Current Yield	: 9.15 %
Duration	: 0.0668 years
Avg Maturity	: 0.1141 years

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 Sept., 2003 & total 10 years of experience in fund management & financial services sector).

LAUNCH DATE

August, 2003

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 14.4440

Dividend Plan -

Monthly Div. option (Rs.) : 10.9168

Quarterly Div. option (Rs.) : 11.2978

Annual Div. option (Rs.) : 12.0178

CORPUS

Rs. 13.76 Crores

(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 10000/-.

ENTRY LOAD

Nil

EXIT LOAD

0.50% of NAV on all investments upto and including Rs. 5 lakhs, if redeemed or switched out within 3 months of investment and Nil for investments exceeding Rs. 5 lakhs. However, no exit load is applicable for investors availing Systematic Withdrawal Option.

PLANS / OPTIONS

Dividend plan with Monthly, Quarterly and Annual options & Growth plan

DIVIDEND FREQUENCY *

Monthly / Quarterly / Annual

REDEMPTION TIME[†]

T+2 Working Days.

EXPENSE RATIO : 2.25%

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

(*) Dividends shall be declared at the discretion of the Trustee subject to availability of distributable profits as computed in accordance with SEBI (Mutual Funds) Regulations, 1996.

([†]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

SNAPSHOT

INVESTMENT OBJECTIVE

The primary investment objective of the scheme is to generate income through arbitrage opportunities emerging out of mis-pricing between the cash market and the derivatives market and through deployment of surplus cash in fixed income instruments.

FUND MANAGER

Biren Mehta

(Managing this fund since July, 2006 & total 17 years of experience in fund management & capital markets).

LAUNCH DATE

June, 2006

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 11.4386

Dividend Plan (Rs.) : 10.3050

CORPUS

Rs. 1,060.02 Crores

(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

Nil

EXIT LOAD

0.50% of NAV on all investments if redeemed within 30 days of transfer / allotment of units.

PLANS / OPTIONS

Dividend plan (Payout & Reinvestment options) & Growth plan.

REDEMPTION TIME[‡]

T+2 (^) Working Days.

(^) Refer Page 16.

PORTFOLIO TURNOVER

RATIO : 0.6361

EXPENSE RATIO : 1.69%

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/-. For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re. 1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

([‡]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

JM Arbitrage Advantage Fund

(An Open-Ended Equity Oriented Interval Fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. in Lacs)	% to NAV	Market Value (Rs. in Lacs) Futures	Rating	Issuer	Market Value (Rs. in Lacs)	% to NAV	Market Value (Rs. in Lacs) Futures	Rating
Auto	96.68	0.09			Finance	548.32	0.51		
Ashok Leyland	68.09	0.06			IFCI	150.08	0.14		
Ashok Leyland - Futures			(68.89)		IFCI - Futures			(151.25)	
Escorts India	28.59	0.03			LIC Housing Finance	57.14	0.05		
Escorts India - Futures			(28.96)		LIC Housing Finance - Futures			(57.91)	
Banks	6,388.81	6.01			Reliance Capital	341.10	0.32		
Allahabad Bank	365.35	0.34			Reliance Capital - Futures			(344.41)	
Allahabad Bank - Futures			(370.02)		Gas Utilities	296.01	0.28		
Andhra Bank	800.18	0.75			Reliance Natural Resources	296.01	0.28		
Andhra Bank - Futures			(805.92)		Reliance Natural Resources - Futures			(298.45)	
Bank of Baroda	904.38	0.85			Industrial Capital Goods	204.22	0.19		
Bank of Baroda - Futures			(910.08)		Larsen & Toubro	204.22	0.19		
Bank of India	40.22	0.04			Larsen & Toubro - Futures			(205.73)	
Bank of India - Futures			(40.60)		Media & Entertainment	1,376.21	1.29		
ICICI Bank	1,099.97	1.04			Adlabs Films	375.72	0.35		
ICICI Bank - Futures			(1,106.78)		Adlabs Films - Futures			(379.68)	
Indian Overseas Bank	248.58	0.23			New Delhi Television	1,000.49	0.94		
Indian Overseas Bank - Futures			(250.81)		New Delhi Television - Futures			(998.03)	
Kotak Mahindra Bank	79.20	0.07			Metals & Mining	106.97	0.10		
Kotak Mahindra Bank - Futures			(80.15)		Neyveli Lignite Corporation	106.97	0.10		
Oriental Bank of Commerce	113.57	0.11			Neyveli Lignite Corporation - Futures			(106.97)	
Oriental Bank of Commerce - Futures			(114.62)		Petroleum Products	7,498.97	7.08		
Punjab National Bank	969.53	0.91			Bongaigaon Refinery	33.10	0.03		
Punjab National Bank - Futures			(952.13)		Bongaigaon Refinery - Futures			(33.48)	
Union Bank	1,767.83	1.67			Chennai Petroleum	540.43	0.51		
Union Bank - Futures			(1,787.50)		Chennai Petroleum - Futures			(547.40)	
Cement	813.24	0.77			Hindustan Petroleum	214.08	0.20		
Associated Cement Companies	28.80	0.03			Hindustan Petroleum - Futures			(216.07)	
Associated Cement Companies - Futures			(28.77)		Reliance Industries	6,706.04	6.33		
India Cements	180.01	0.17			Reliance Industries - Futures			(6,743.65)	
India Cements - Futures			(181.05)		Reliance Petroleum	5.32	0.01		
Ultratech Cement	604.43	0.57			Reliance Petroleum - Futures			(5.37)	
Ultratech Cement - Futures			(605.78)		Pharmaceuticals	440.88	0.41		
Construction	921.32	0.87			Divi'S Laboratories	34.97	0.03		
Hindustan Construction Co.	17.76	0.02			Divi'S Laboratories - Futures			(35.20)	
Hindustan Construction Co. - Futures			(17.95)		Orchid Chemicals & Pharma	403.13	0.38		
Punjab Lloyd	903.56	0.85			Orchid Chemicals & Pharma - Futures			(408.92)	
Punjab Lloyd - Futures			(903.15)		Ranbaxy Laboratories	2.78	0.00		
Consumer Durables	41.57	0.04			Ranbaxy Laboratories - Futures			(2.81)	
Volta	41.57	0.04			Power	4,089.15	3.85		
Volta - Futures			(41.72)		Jaiprakash Hydro-Power	47.66	0.04		
Consumer Non Durable	233.47	0.22			Jaiprakash Hydro-Power - Futures			(48.47)	
Bajaj Hindustan	216.60	0.20			National Thermal Power Corporation	277.17	0.26		
Bajaj Hindustan - Futures			(217.91)		National Thermal Power Corporation - Futures			(272.57)	
Mc Dowell	16.87	0.02			Reliance Energy	3,764.32	3.55		
Mc Dowell - Futures			(16.98)		Reliance Energy - Futures			(3,777.26)	
Ferrous Metals	4,746.80	4.47			Real Estate Developers	119.63	0.11		
Jindal Steel & Power	2,146.58	2.03			Omaxe	119.63	0.11		
Jindal Steel & Power - Futures			(2,164.55)		Omaxe - Futures			(120.92)	
Maharashtra Seamless	119.22	0.11			Retail	1,361.17	1.28		
Maharashtra Seamless - Futures			(119.98)		Pantaloon Retail (India)	1,361.17	1.28		
Sesa Goa	2,230.91	2.10			Pantaloon Retail (India) - Futures			(1,375.00)	
Sesa Goa - Futures			(2,238.99)		Software	777.36	0.74		
Steel Authority of India	66.70	0.06			3i Infotech	39.69	0.04		
Steel Authority of India - Futures			(66.52)		3i Infotech - Futures			(40.37)	
Tata Iron & Steel	183.39	0.17							
Tata Iron & Steel - Futures			(181.77)						

continued on next page

JM Arbitrage Advantage Fund (Contd....)

(An Open-Ended Equity Oriented Interval Fund)

Issuer	Market Value (Rs. in Lacs)	% to NAV (Rs. in Lacs) Futures	Market Value (Rs. in Lacs) Futures	Rating
Infosys Technologies	260.83	0.25		
Infosys Technologies - Futures			(262.52)	
NIIT Technologies	181.95	0.17		
NIIT Technologies - Futures			(185.40)	
TATA Consultancy Service	294.89	0.28		
TATA Consultancy Service - Futures			(296.43)	
Telecom-Services	1,609.26	1.52		
GTL	402.64	0.38		
GTL - Futures			(403.65)	
Mahanagar Tel. Nigam	1,048.66	0.99		
Mahanagar Tel. Nigam - Futures			(1,033.68)	
Tata Teleservices (Maharashtra)	157.96	0.15		
Tata Teleservices (Maharashtra) - Futures			(159.56)	
Total Equity	31,670.04	29.83		
Certificate of Deposits	234.06	0.22		
State Bank of India	234.06	0.22		P1+
Fixed Deposit Scheme	30,100.00	28.38		
HDFC Bank	800.00	0.75		
HDFC Bank	1,000.00	0.94		
HDFC Bank	3,500.00	3.30		
HDFC Bank	2,000.00	1.89		
HDFC Bank	500.00	0.47		
HDFC Bank	500.00	0.47		
HDFC Bank	1,000.00	0.94		
HDFC Bank	500.00	0.47		
HDFC Bank	500.00	0.47		
Jammu & Kashmir Bank	1,000.00	0.94		
Jammu & Kashmir Bank	800.00	0.75		
Jammu & Kashmir Bank	1,000.00	0.94		
Jammu & Kashmir Bank	2,000.00	1.89		
Jammu & Kashmir Bank	2,500.00	2.36		
Jammu & Kashmir Bank	2,000.00	1.89		
Punjab National Bank	1,500.00	1.42		
Punjab National Bank	3,000.00	2.83		
Punjab National Bank	2,000.00	1.89		
Punjab National Bank	500.00	0.47		
Punjab National Bank	3,500.00	3.30		
Floating Rate Bonds	3,280.08	3.10		
Global Trade Fin.	2,900.00	2.74		P1+
Union Bank of India	130.00	0.12		AA+
UTI Bank	250.08	0.24		LAA+
Treasury Bills	66.32	0.06		
91 Days T-Bill 15/02/08	66.32	0.06		SOV
Total Debt	33,680.46	31.76		
CBLO & Others*	40,651.84	38.41		
Total Assets	106,002.34	100.00		

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

Financial Year	Record Date	Dividend (%)
FY 2007-08	January 18, 2008	2.00%
	September 21, 2007	2.50%
	June 22, 2007	2.00%
FY 2006-07	March 23, 2007	2.00%
	December 22, 2006	2.20%

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/-.

PERFORMANCE (%) as on January 31, 2008 :

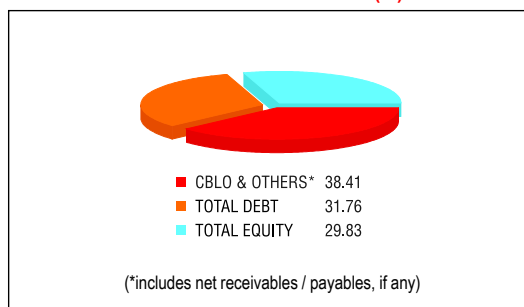
Plan	1 Year	Incep.*
Growth Plan	9.92	9.12
CLFI **	7.44	6.97

* Inception date = Allotment date i.e. 18.07.2006

** Benchmark Index: CRISIL Liquid Fund Index

Note: Absolute Returns for period less than 1 year. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

ASSET CLASSIFICATION (%)



(^) 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 Period	Applications for redemption / switchout	Applicable NAV for the redemption/switchout
For July 2007 - 26.07.2007	All redemptions received till 20.07.2007 before 3.00 p.m.	NAV of 26.07.2007
For August 2007 - 30.08.2007	All redemptions received on 20.07.2007 after 3.00 p.m. and during the period 21.07.2007 to 24.08.2007 before 3.00 p.m.	NAV of 30.08.2007

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

Investors will not have to bear entry load, wherever applicable, for their inter-equity and intra equity scheme switches except in case of (i) switches to / from JM Arbitrage Advantage Fund from / to any equity scheme and (ii) switches from any scheme to an equity scheme during its New Fund Offer period.

SNAPSHOT

INVESTMENT OBJECTIVE

The primary investment objective of the scheme is to generate income through arbitrage opportunities emerging out of mis-pricing between the cash market and the derivatives market and through deployment of surplus cash in fixed income instruments.

However, there can be no assurance that the investment objective of the scheme will be realized. The scheme does not guarantee/indicate any returns.

FUND MANAGER

Biren Mehta

(Managing this fund since March, 2005 & total 17 years of experience in fund management & capital markets)

LAUNCH DATE

February, 2005

NAV AS ON JANUARY 31, 2008

Growth Option (Rs.) : 12.3001

Dividend Option (Rs.) : 10.3196

Bonus Option (Rs.) : 11.3971

CORPUS

Rs. 32.93 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.

ENTRY LOAD

Nil

EXIT LOAD

On all investments of less than and including Rs. 1 crore : 2% for investments redeemed within 25 days from the date of allotment; 1.5% for investments redeemed within 85 days from the date of allotment; 1% for investments redeemed within 175 days from the date of allotment.

On all investments above Rs. 1 crore: 0.50% for investments redeemed / switched out within 25 days from the date of allotment.

PLANS / OPTIONS

Dividend (Payout & Reinvestment option), Growth & Bonus options.

REDEMPTION TIME[†]

T+2^(*) Working Days.

EXPENSE RATIO : 1.23%

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/-. For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

([†]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

JM Equity & Derivative Fund

(An income scheme - interval fund)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. in Lacs)	% to NAV	Market Value (Rs. in Lacs) Futures	Rating
Media & Entertainment	268.59	8.16		
New Delhi Television	268.59	8.16		
New Delhi Television - Futures			(267.93)	
Retail	238.28	7.24		
Pantaloon Retail (India)	238.28	7.24		
Pantaloon Retail (India) - Futures			(240.70)	
Software	115.50	3.51		
NIIT Technologies	115.50	3.51		
NIIT Technologies - Futures			(117.69)	
Total Equity	622.37	18.91		
Fixed Deposit Scheme	925.00	28.09		
HDFC Bank	125.00	3.80		
Jammu & Kashmir Bank	800.00	24.29		
Floating Rate Bonds	600.02	18.22		
Union Bank of India	550.00	16.70		AA+
UTI Bank	50.02	1.52		LAA+
Total Debt	1,525.02	46.31		
CBLO & Others*	1,145.54	34.78		
Total Assets	3,292.93	100.00		

(*includes net receivables / payables, if any)

DIVIDEND / BONUS HISTORY :

Dividend Option :

FY 2007-08 [§]	:	6.3000%
FY 2006-07 [§]	:	8.3910%
FY 2005-06 [§]	:	3.4400%

Bonus Option :

80 : 1000 on 28/08/2006

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	Incep.*
Growth Plan	8.15	7.37
CLFI**	7.44	6.13

* Inception date = Allotment date i.e. 04.03.2005

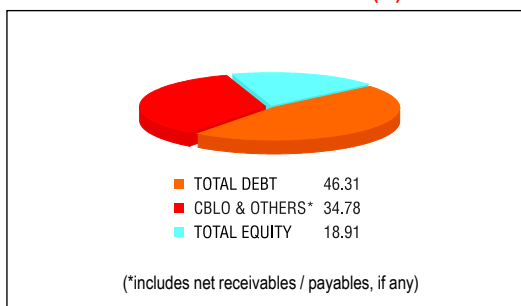
** Benchmark Index: CRISIL Liquid Fund Index

Note: Absolute Returns for period less than 1 year. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Current Yield	: 7.98 %
Duration	: 1.7037 years
Avg Maturity	: 1.7700 years

ASSET CLASSIFICATION (%)



([^]) 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 Period	Applications for redemption / switchout	Applicable NAV for the redemption/switchout
For July 2007 - 26.07.2007	All redemptions received till 20.07.2007 before 3.00 p.m.	NAV of 26.07.2007
For August 2007 - 30.08.2007	All redemptions received on 20.07.2007 after 3.00 p.m. and during the period 21.07.2007 to 24.08.2007 before 3.00 p.m.	NAV of 30.08.2007

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

Investors will not have to bear entry load, wherever applicable, for their inter-equity and intra equity scheme switches except in case of (i) switches to / from JM Arbitrage Advantage Fund from / to any equity scheme and (ii) switches from any scheme to an equity scheme during its New Fund Offer period.

JM High Liquidity Fund

(An open-ended liquid scheme)

CRISIL AAAF RATED #
Please refer to the back cover page.

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
JM HIGH LIQUIDITY FUND			
Certificate of Deposits	65,263.28	24.46	
Canara Bank	1,161.05	0.44	P1+
Canara Bank	2,365.20	0.89	P1+
Canara Bank	2,319.11	0.87	P1+
Corporation Bank	4,948.52	1.85	P1+
Corporation Bank	2,443.74	0.92	P1+
Federal Bank	77.58	0.03	P1+
ICICI Bank	1,938.99	0.73	A1+
ICICI Bank	1,988.05	0.74	A1+
ICICI Bank	2,481.08	0.93	A1+
IDBI	9,268.20	3.47	PR1+
Indian Overseas Bank	2,434.51	0.91	P1+
Oriental Bank of Commerce	2,327.82	0.87	P1+
Punjab National Bank	2,373.69	0.89	A1+
State Bank of Bikaner & Jaipur	7,270.07	2.72	P1+
State Bank of Hyderabad	2,431.45	0.91	A1+
State Bank of India	4,906.01	1.84	P1+
State Bank of India	5,946.78	2.23	P1+
State Bank of Indore	1,379.11	0.52	P1+
State Bank of Mysore	2,420.61	0.91	A1+
State Bank of Patiala	2,353.13	0.88	A1+
State Bank of Saurashtra	2,428.58	0.91	A1+
Commercial Paper	15,499.63	5.80	
HDFC	4,620.21	1.73	P1+
ICICI Home Finance	2,304.61	0.86	A1+
Pidilite Industries	2,903.93	1.09	P1+
Rabo India Finance	500.46	0.19	P1+
Tata Motors	4,944.53	1.85	P1+
Unitech	225.89	0.08	F1+(ind)
Deep Discount Bond	68.84	0.03	
HDFC	68.84	0.03	AAA
Floating Rate Bonds	37,646.24	14.11	
Century Textiles & Ind.	15,000.00	5.62	F1+
Citi Fin. Con. Finance	2,509.21	0.94	AAA
Citicorp Finance	210.00	0.08	AAA
Citicorp Maruti Fin.	1,001.72	0.38	AAA
Global Trade Fin.	10,000.00	3.75	P1+
Global Trade Fin.	1,100.00	0.41	P1+
Indian Railway Fin. Corp.	825.31	0.31	AAA
Mah. & Mah. Fin. Ser.	1,500.00	0.56	P1+
Nicholas Piramal India	1,000.00	0.37	A1+
Raymond	2,000.00	0.75	PR1+
Sterlite Technologies	2,500.00	0.94	P1

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Non Convertible Debenture			
Export Import Bank of India	1,490.22	0.56	AAA
HDFC	2,490.98	0.93	LAAA
Privately Placed Debenture	47,538.85	17.81	
Birla Global Finance	38.85	0.01	A1+
DSP ML Capital	5,000.00	1.87	P1+(so)
ECL Finance	10,000.00	3.75	P1+
IL&FS	2,500.00	0.94	F1+
India Infoline Invt. Services	10,000.00	3.75	A1+
Investsmart Fin. Services	5,000.00	1.87	A1+
Multifaced Finstock	10,000.00	3.75	P1+
Ranbaxy	5,000.00	1.87	P1+
Securitized	5,171.80	1.94	
Collateralised Debt Trust Sr. 12 - Class A1	2,292.99	0.86	P1+(so)
GE Loan Trust Series I	2,500.00	0.94	LAA(so)
India Loan Sec. Series VI Trust 2006 Sr.A	328.27	0.12	AAA(so)
Indian Retail ABS Trust Srs 47-A1	40.17	0.02	LAAA(so)
Retail Trust II March 2005 Series A1	10.37	0.00	AAA(so)
Treasury Bills	2.11	0.00	
91 Days T-Bill 15/02/08	2.11	0.00	SOV
Total Debt	175,171.95	65.64	
CBLO	117.35	0.04	
Others*	91,572.78	34.32	
Total Assets	266,862.08	100.00	
JM HIGH LIQUIDITY FUND - PREMIUM PLAN - DAILY DIVIDEND OPTION			
Total Debt	0.00	0.00	
CBLO	201.19	95.96	
Others*	8.46	4.04	
Total Assets	209.65	100.00	

(*includes net receivables / payables, if any)

(** shadow rating)

continued on next page

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 10 years of experience in fund management & financial services sector).

LAUNCH DATE

December, 1997

Super Institutional Plan

May 2004.

Premium Plan - Daily Div. Option

February, 2006

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.)	: 21.8382
Dividend Plan (Rs.)	: 10.4972
Daily Dividend Plan (Rs.)	: 10.4302
Growth Plan - Bonus option (Rs.)	: 11.4682
Dividend Plan - Qtly. Dividend option (Rs.)	: 12.5727
Institutional Plan - Growth option (Rs.)	: 13.1750
Dividend option (Rs.)	: 10.2594
Daily Dividend option (Rs.)	: 10.0159
Super Institutional Plan - Growth option (Rs.)	: 12.5279
Daily Dividend option (Rs.)	: 10.0165
Wkly. Dividend option (Rs.)	: 10.0000
Premium Plan - Daily Dividend option (Rs.)	: 10.0000

CORPUS

Rs. 2,670.72 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/- for Regular plan, Rs 1 lakh for Regular - Daily Dividend plans / Institutional plan - Daily Dividend option, Rs. 1 crore for Institutional plan & Rs. 5 crore for Super Institutional plan.

ENTRY LOAD

Nil

EXIT LOAD

Nil

PLANS / OPTIONS

Dividend (Weekly), Growth, Bonus, Daily & Quarterly Dividend plan.

Premium plan with Daily Dividend option.

Institutional plan with Growth, Dividend with Daily & Weekly Dividend options.

Super Institutional plan with Growth, Dividend, Weekly & Daily Dividend options.

DIVIDEND FREQUENCY*

Regular plan - Daily / Weekly / Quarterly

Institutional plan - Daily / Weekly

Super Institutional plan - Daily / Weekly.

REDEMPTION TIME[#]

T+1 Working Days.

SNAPSHOT

Contd....

EXPENSE RATIO :

High Liquidity Fund : 0.16%
High Liquidity Fund - Premium Plan
Daily Dividend Option: 0.12%

(*) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/-. For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

(*) Dividends shall be declared at the discretion of the Trustee subject to availability of distributable profits as computed in accordance with SEBI (Mutual Funds) Regulations, 1996.

(*) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

JM High Liquidity Fund (Contd....)

(An open-ended liquid scheme)

DIVIDEND / BONUS HISTORY :

FY 2007-08 [§]	
Dividend Plan	: 5.3500%
Daily Dividend Plan	: 6.1180%
Inst. Plan - Dividend option	: 5.2200%
Inst. Plan - Daily Dividend option	: 5.8738%
Super Inst. Plan - Weekly Div. option	: 2.2220%
Super Inst. Plan - Daily Div. option	: 5.8746%
Premium Plan - Daily Div. option	: 5.4483%
FY 2006-07 [§]	
Dividend Plan	: 5.906%
Daily Dividend Plan	: 7.049%
Inst. Plan - Dividend option	: 5.855%
Inst. Plan - Daily Dividend option	: 6.868%
Super Inst. Plan - Weekly Div. option	: 5.944%
Super Inst. Plan - Daily Div. option	: 6.982%
Premium Plan - Daily Div. option	: 6.918%
FY 2005-06 [§]	
Dividend Plan	: 4.5880%
Daily Dividend Plan	: 5.0985%
Inst. Plan - Dividend option	: 4.9020%
Inst. Plan - Daily Dividend option	: 5.2423%
Super Inst. Plan - Weekly Div. option	: 5.2540%
Super Inst. Plan - Daily Div. option	: 5.5167%
Premium Plan - Daily Div. option	: 0.8614%
FY 2004-05 [§]	
Dividend Plan	: 22.3350%
Daily Dividend Plan	: 4.2926%
Inst. Plan - Dividend option	: 4.4630%
Inst. Plan - Daily Dividend option	: 4.4686%
Super Inst. Plan - Weekly Div. option	: 3.9730%
Super Inst. Plan - Daily Div. option	: 4.0218%
FY 2003-04	
Dividend Plan	: 4.950%
Daily Dividend Plan	: 4.333%
Dividend Plan - Quarterly option	: 19.000%
Dividend Plan - Annual option	: 19.000%
Inst. Plan - Dividend option	: 4.205%
Inst. Plan - Daily Dividend option	: 2.866%
FY 2002-03 (Dividend Plan)	
	: 1.180%
FY 2001-02 (Dividend Plan)	
	: 7.275%
FY 2000-01 (Dividend Plan)	
	: 7.525%
FY 1999-00 (Dividend Plan)	
	: 8.500%

Growth Plan - Bonus option :

190 : 1000 on 23/10/2006

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Month	3 Months	6 Months	
Growth Plan	8.24	8.18	7.47	
CLFI**	5.98	6.35	6.20	
Plan	1 Year	3 Years	5 Years	Incep.*
Growth Plan	7.46	6.27	5.63	8.05
CLFI**	7.44	6.08	5.38	NA

* Inception date = Allotment date i.e. 31.12.1997

** Benchmark Index: CRISIL Liquid Fund Index

Note: Simple Annualised returns for period less than 1 year. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

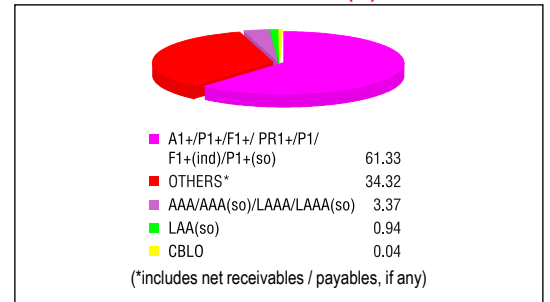
PORTFOLIO STATISTICS :

High Liquidity Fund

Current Yield	: 9.05 %
Duration	: 0.3000 years
Avg Maturity	: 0.3000 years

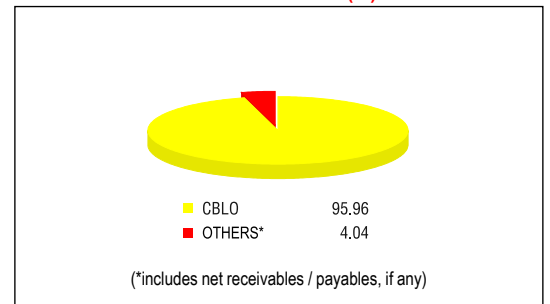
JM HIGH LIQUIDITY FUND

RATING PROFILE (%)



JM HIGH LIQUIDITY FUND - PREMIUM PLAN

RATING PROFILE (%)



JM Money Manager Fund

(An open-ended income scheme)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Portfolio of REGULAR PLAN			
Certificate of Deposits	6,305.35	9.42	
Canara Bank	568.68	0.85	P1+
Federal Bank	509.11	0.76	P1+
ICICI Bank	97.32	0.15	A1+
State Bank of Bikaner & Jaipur	2,427.06	3.62	P1+
State Bank of India	2,632.04	3.93	P1+
Union Bank of India	71.14	0.11	A1+
Non Convertible Debenture	72.37	0.11	
Reliance Industries	72.37	0.11	AAA
Privately Placed Debenture	92,485.66	138.11	
Birla Global Finance	2,500.00	3.73	A1+
Citi Fin. Con. Finance	2,485.66	3.71	AAA
ECL Finance	5,000.00	7.47	P1+
ECL Finance	10,000.00	14.93	P1+
India Infoline	12,500.00	18.67	F1
India Infoline Invt. Services	5,000.00	7.47	A1+
India Infoline Invt. Services	10,000.00	14.93	A1+
Indiabulls Fin. Ser.	15,000.00	22.40	P1+
Multifaced Finstock	10,000.00	14.93	P1+
Religare Finvest	5,000.00	7.47	A1
Sharekhan Fin. Ser.	15,000.00	22.40	A1
Securitized	2,516.07	3.76	
Credit Asset Trust Series XVI - Class A2	2,516.07	3.76	F1+(ind)
Total Debt	101,379.45	151.40	
CBLO	58.53	0.09	
Others*	(34,471.16)	(51.49)	
Total Assets	66,966.82	100.00	

Portfolio of SUPER PLAN

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Certificate of Deposits	545.74	48.83	
Citi Bank	228.78	20.47	P1+
ICICI Bank	291.96	26.12	A1+
Union Bank of India	25.00	2.24	A1+
Commercial Paper	59.66	5.34	
IDBI Home Fin.	59.66	5.34	A1+
Non Convertible Debenture	72.37	6.48	
Reliance Industries	72.37	6.48	AAA
Total Debt	677.77	60.65	
CBLO	606.69	54.29	
Others*	(166.87)	(14.94)	
Total Assets	1,117.59	100.00	

Portfolio of SUPER PLUS PLAN

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Certificate of Deposits	119,268.68	37.92	
AXIS Bank	2,364.45	0.75	P1+
AXIS Bank	4,731.77	1.50	P1+
Canara Bank	3,009.25	0.96	P1+
Export Import Bank of India	4,741.31	1.51	P1+
Federal Bank	1,745.53	0.55	P1+
Federal Bank	2,307.48	0.73	P1+
Hong Kong Bank	1,971.53	0.63	F1+
HSBC Bank	1,981.16	0.63	F1+
ICICI Bank	1,938.99	0.62	A1+
ICICI Bank	2,413.31	0.77	A1+
ICICI Bank	4,274.38	1.36	A1+
ICICI Bank	2,313.80	0.74	A1+
Jammu & Kashmir Bank	2,481.30	0.79	P1+
Jammu & Kashmir Bank	2,485.01	0.79	P1+
Jammu & Kashmir Bank	2,399.74	0.76	P1+

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
NABARD	2,368.78	0.75	AAA
Oriental Bank of Commerce	1,477.42	0.47	P1+
Punjab National Bank	32,250.99	10.25	A1+
Punjab National Bank	2,358.77	0.75	A1+
Punjab National Bank	2,469.74	0.79	A1+
Punjab National Bank	4,738.39	1.51	A1+
State Bank of Bikaner & Jaipur	2,423.12	0.77	P1+
State Bank of Hyderabad	2,423.72	0.77	A1+
State Bank of Hyderabad	2,416.50	0.77	A1+
State Bank of India	9,882.38	3.14	P1+
State Bank of India	2,432.44	0.77	P1+
State Bank of Patiala	2,439.60	0.78	A1+
State Bank of Patiala	2,420.10	0.77	A1+
State Bank of Travancore	2,372.10	0.75	P1+
UCO Bank	4,962.66	1.58	P1+
Union Bank of India	672.96	0.21	A1+
Commercial Paper	36,711.14	11.66	
Britannia Ind.	2,371.23	0.75	P1+
Financial Technologies	1,972.71	0.63	F1
HDFC	108.77	0.03	P1+
HDFC	1,481.77	0.47	P1+
India Infoline Invt. Ser.	2,396.51	0.76	A1
Motilal Oswal Sec.	2,465.70	0.78	P1+
Pidilite Industries	3,871.91	1.23	P1+
Rabo India Finance	2,412.57	0.77	P1+
Rabo India Finance	1,993.96	0.63	P1+
Rabo India Finance	1,351.49	0.43	P1+
Sharekhan	4,801.67	1.53	A1
Sharekhan	2,466.30	0.78	A1
Sharekhan	2,260.56	0.72	A1
Sobha Developers	2,304.93	0.73	A1
Unitech	3,947.51	1.26	F1+(ind)
Unitech	503.55	0.16	F1+(ind)
Floating Rate Bonds	66,790.00	21.23	
Berger Paints	4,100.00	1.30	P1+
Blue Star	2,000.00	0.64	PR1+
Citicorp Finance	260.00	0.08	AAA
Dewan Housing Fin. Corp	430.00	0.14	AA+
Finolex Cables	1,500.00	0.48	P1+
Hero Cycles	1,000.00	0.32	P1+**
Hero Cycles	6,000.00	1.91	P1+
Hindustan National Glass	1,000.00	0.32	PR1+
Hindustan National Glass	2,000.00	0.64	PR1+
Hindustan National Glass	2,500.00	0.79	PR1+
Kalpataru Power Trans.	2,500.00	0.79	PR1+
Nicholas Piramal India	14,000.00	4.45	A1+
Redington India	3,000.00	0.95	P1+
Redington India	1,000.00	0.32	P1+
Redington India	1,000.00	0.32	P1+
Redington India	4,000.00	1.27	P1+
Shree Cement	8,500.00	2.70	PR1+
Sterlite Technologies	5,000.00	1.59	P1
Sterlite Technologies	3,000.00	0.95	P1
Transport Corp.	4,000.00	1.27	PR1+
Non Convertible Debentures	13,939.84	4.42	
HDFC	493.11	0.16	LAAA
Citi Financial Con. Fin.	199.76	0.06	AAA
DSP Merrill Lynch Capital	109.84	0.03	AAA(fso)
ICICI Bank	1,499.90	0.48	AAA
ICICI Bank Bonds Option A-1	181.97	0.06	AAA
Infrastructure Dev. Fin. Corp	109.64	0.03	AAA (ind)
Nabard	5,006.24	1.59	AAA
Nabard	4,566.93	1.45	AAA

continued on next page

SNAPSHOT

INVESTMENT OBJECTIVE

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

FUND MANAGER

Shalini Tibrewala
(Managing this fund since September, 2006 & total 10 years of experience in fund management & financial services sector).

LAUNCH DATE

September, 2006

NAV AS ON JANUARY 31, 2008

Regular Plan -

Growth option : 10.9728
Daily Dividend option : 10.0000
Weekly Dividend option : 10.0605

Super Plan -

Growth option : 10.9653
Daily Dividend option : 10.0000
Weekly Dividend option : 10.0372

Super Plus Plan -

Growth option : 11.1709
Daily Dividend option : 10.0041
Weekly Dividend option : 10.0790
Fortnightly Dividend option : 10.0646

CORPUS

Rs. 3,826.04 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-

ENTRY LOAD

Nil

EXIT LOAD

Nil for Regular & Super plan. Super Plus plan : 0.1% if redeemed within 7 calendar days from the date of allotment of units.

PLANS / OPTIONS

Regular plan, Super plan & Super Plus plan with Growth option, Daily Div. option, Weekly Div. option, Fortnightly Div. option

DIVIDEND FREQUENCY*

Daily / Weekly / Fortnightly (with compulsory reinvestment).

REDEMPTION TIME[†]

T+1 Working Days.

EXPENSE RATIO :

Regular Plan : 0.34%
Super Plan : 0.29%
Super Plus Plan : 0.31%

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/-. For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re. 1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

(*) Dividends shall be declared at the discretion of the Trustee subject to availability of distributable profits as computed in accordance with SEBI (Mutual Funds) Regulations, 1996.

([†]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

JM Money Manager Fund (Contd....)

(An open-ended income scheme)

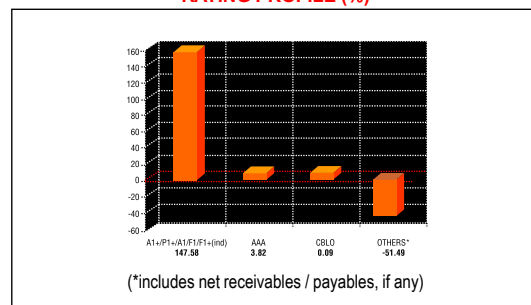
Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Power Fin. Corp.	1,011.17	0.32	AAA
Reliance Industries	72.37	0.02	AAA
State Bank of India	688.91	0.22	AAA
Privately Placed Debenture	91,400.00	29.04	
Bombay Dyeing & Mfg.	5,000.00	1.59	A1+**
Emaar MGF Land	2,500.00	0.79	PR1+**
Federal Mogul Goetze	1,000.00	0.32	PR1+
India Infoline	17,500.00	5.56	F1
India Infoline Investment Ser.	600.00	0.19	A1
India Infoline Invt. Services	5,000.00	1.59	A1
India Infoline Invt. Services	9,000.00	2.86	A1
India Infoline Invt. Services	15,000.00	4.77	A1+
India Infoline Invt. Services	5,000.00	1.59	A1
Indiabulls Fin. Ser.	3,100.00	0.99	P1+
L & T Finance	10,000.00	3.18	PR1+**
Magma Shrachi Fin.	2,500.00	0.79	PR1+
Rathi Global Finance	7,500.00	2.38	A1
Religare Finvest	200.00	0.06	A1
Religare Finvest	5,000.00	1.59	A1**
Shriram Transport Fin. Co.	2,500.00	0.79	F1+**
Securitized	1,635.61	0.52	
Collateralised Debt Trust Sr. 12 - Class A2	116.43	0.04	P1+(so)
ULS Trust Series I - Series A1 20/06/08	1,519.18	0.48	F1+(ind)
Treasury Bills	1,272.43	0.41	
364 Days T-Bill 14/03/08	24.81	0.01	SOV
91 Days T-Bill 15/02/08	1,247.62	0.40	SOV
Total Debt	331,017.70	105.20	
CBLO	3,927.39	1.25	
Others*	(20,425.06)	(6.45)	
Total Assets	314,520.03	100.00	

(*includes net receivables / payables, if any)

(**shadow rating)

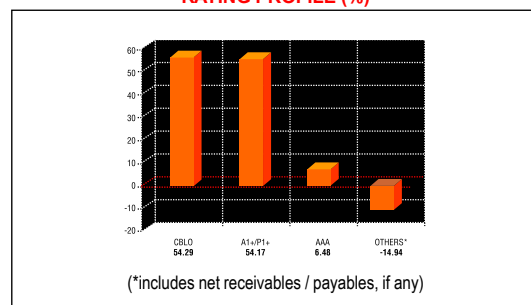
JM MONEY MANAGER FUND - REGULAR PLAN

RATING PROFILE (%)



JM MONEY MANAGER FUND - SUPER PLAN

RATING PROFILE (%)



DIVIDEND HISTORY :

FY 2007-08[§]

Regular Plan - Daily Dividend option	: 5.6463%
Regular Plan - Weekly Dividend option	: 2.9830%
Super Plan - Daily Dividend option	: 5.4332%
Super Plan - Weekly Dividend option	: 2.0060%
Super Plus Plan - Daily Dividend option	: 6.9472%
Super Plus Plan - Weekly Dividend option	: 3.7550%
Super Plus Plan - Fortnightly Dividend option	: 3.9800%

FY 2006-07[§]

Regular Plan - Dividend option	: 3.713%
Super Plan - Dividend option	: 3.765%
Super Plus Plan - Dividend option	: 4.058%

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	Incep.*
Regular Plan - Growth option	7.08	7.14
Super Plan - Growth option	6.91	7.09
Super Plus Plan - Growth option	8.80	8.58
CLFI**	7.44	7.16

* Inception date = Allotment date i.e. 27.09.2006

** Benchmark Index: CRISIL Liquid Fund Index

Note: Simple Annualised returns for period less than 1 year. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Regular Plan

Current Yield	: 11.22 %
Duration	: 0.1995 years
Avg Maturity	: 0.2881 years

Super Plan

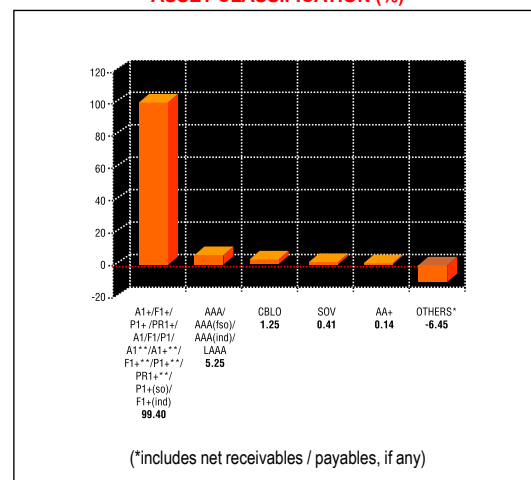
Current Yield	: 8.84 %
Duration	: 0.1509 years
Avg Maturity	: 0.1515 years

Super Plus Plan

Current Yield	: 9.45 %
Duration	: 0.3900 years
Avg Maturity	: 0.3900 years

JM MONEY MANAGER FUND - SUPER PLUS PLAN

ASSET CLASSIFICATION (%)



JM Liquid Plus Fund

(An open-ended income scheme)
(formerly known as JM Floater Fund - Long Term Plan)

Premium Plan:
CRISIL AAAF RATED #
Please refer to the back cover page.

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Certificate of Deposits	3,050.03	37.73	
Canara Bank	198.57	2.46	P1+
Federal Bank	92.13	1.14	P1+
ICICI Bank	484.75	6.00	A1+
Oriental Bank of Commerce	819.21	10.13	P1+
State Bank of India	397.89	4.92	P1+
State Bank of Indore	1,057.48	13.08	P1+
Commercial Paper	2,064.53	25.55	
Rabo India Finance	498.49	6.17	P1+
Rabo India Finance	623.77	7.72	P1+
Unitech	942.27	11.66	F1+(ind)
Floating Rate Bonds	1,880.75	23.27	
Indian Railway Fin. Corp.	100.65	1.25	AAA
Sterilite Technologies	1,000.00	12.37	P1
Union Bank of India	490.00	6.06	AA+
UTI Bank	290.10	3.59	LAA+
Privately Placed Debenture	1,000.00	12.37	
India Infoline Invt. Services	1,000.00	12.37	A1
Securitized	0.94	0.01	
Retail Trust II March 2005 Series A1	0.94	0.01	AAA(so)
Total Debt	7,996.25	98.93	
CBLO	38.18	0.47	
Others*	48.85	0.60	
Total Assets	8,083.28	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

FY 2007-08[§]	
Regular Plan - Daily Div. option	: 5.2001%
Regular Plan - Weekly Div. option	: 4.2160%
Premium Plan - Daily Div. option	: 5.4039%
Premium Plan - Weekly Div. option	: 4.4100%
Premium Plan - Div. option	: 5.8900%
FY 2006-07[§]	
Long Term Plan - Premium Plan - Div. option	: 5.579%
FY 2005-06[§]	
Long Term Plan - Premium Plan - Div. option	: 5.3830%
FY 2004-05[§]	
Long Term Plan - Premium Plan - Div. option	: 2.1890%

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	Incep.*
Regular Plan	7.33	6.33	5.42
CLFI**	7.44	6.08	5.39

* Inception date = Allotment date i.e. 25.06.2003

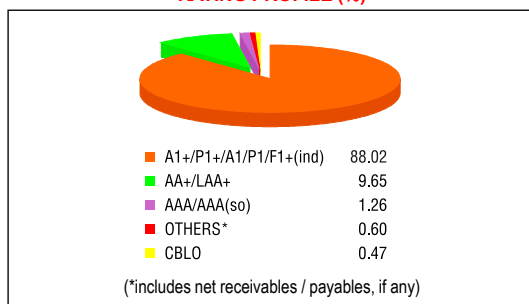
** Benchmark Index: CRISIL Liquid Fund Index

Note: Absolute Returns for period less than 1 year. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Current Yield	: 8.92 %
Duration	: 0.2679 years
Avg Maturity	: 0.2700 years

RATING PROFILE (%)



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 & total 10 years of experience in fund management & financial services sector).

LAUNCH DATE

June 2003.
Liquid Plus Fund - Premium Plan (LPF-PP): September, 2004

NAV AS ON JANUARY 31, 2008

Regular Plan -

Growth option (Rs.) : 12.7500
Dividend option (Rs.) : 12.7915
Daily Dividend option (Rs.) : 10.0004
Wkly Dividend option (Rs.) : 10.0703

Premium Plan -

Growth option (Rs.) : 12.2473
Dividend option (Rs.) : 10.1321
Daily Dividend option (Rs.) : 10.0004
Wkly Dividend option (Rs.) : 10.0960

CORPUS

Rs. 80.83 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-.
Liquid Plus Fund - Premium Plan:
Rs. 1 lakh.

ENTRY LOAD

Nil

EXIT LOAD

0.50% on all investments upto and including Rs. 5 lakhs, if such investments are redeemed or switched out within 90 days of investment. Nil for investments above Rs. 5 lakhs.

Liquid Plus Fund - Premium Plan: Nil

PLANS / OPTIONS

Regular plan & Premium plan with Dividend & Growth options.

DIVIDEND FREQUENCY *

Regular Plan: Daily / Weekly / Quarterly.
Liquid Plus Fund - Premium Plan: Daily / Weekly / Fortnightly.

REDEMPTION TIME[‡]

T+1 Working Days.

EXPENSE RATIO : 0.54%

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

(*) Dividends shall be declared at the discretion of the Trustee subject to availability of distributable profits as computed in accordance with SEBI (Mutual Funds) Regulations, 1996.

([‡]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

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 & total 10 years of experience in fund management & financial services sector).

LAUNCH DATE

June, 2003

NAV AS ON JANUARY 31, 2008

Short Term Plan -

Growth option (Rs.) : 13.0824
Dividend option (Rs.) : 10.0883

CORPUS

Rs. 39.93 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-

ENTRY LOAD

Nil

EXIT LOAD

Nil

PLANS / OPTIONS

Short Term plan with Dividend & Growth options.

DIVIDEND FREQUENCY *

Daily

REDEMPTION TIME[#]

T+1 Working Days.

EXPENSE RATIO : 0.25%

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

(*) Dividends shall be declared at the discretion of the Trustee subject to availability of distributable profits as computed in accordance with SEBI (Mutual Funds) Regulations, 1996.

([#]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

JM Floater Fund

(An open-ended liquid scheme)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Portfolio of SHORT TERM PLAN			
Certificate of Deposits	594.73	14.90	
Oriental Bank of Commerce	71.03	1.78	P1+
State Bank of India	523.70	13.12	P1+
Floating Rate Bonds	1,590.30	39.83	
Union Bank of India	700.00	17.53 [#]	AA+
UTI Bank	890.30	22.30 [#]	LAA+
Treasury Bills	21.82	0.55	
91 Days T-Bill 15/02/08	21.82	0.55	SOV
Total Debt	2,206.85	55.28	
CBLO	11.72	0.29	
Others*	1774.37	44.43	
Total Assets	3,992.94	100.00	

(*includes net receivables / payables, if any)

[#] Increase over 15% on account of market movements / change in net assets of the scheme.

★★★ Value Research Rating^{###}
JM FLOATER FUND - Short Term Plan
IN DEBT - FLOATING RATE SHORT TERM
CATEGORY (20 Schemes) for 18 month period
ending January 2008.

DIVIDEND HISTORY :

FY 2007-08 [§]	Short Term Plan - Dividend option	: 5.8584%
FY 2006-07 [§]	Short Term Plan - Dividend option	: 6.742%
FY 2005-06 [§]	Short Term Plan - Dividend option	: 5.3910%
FY 2004-05 [§]	Short Term Plan - Dividend option	: 4.7500%
FY 2003-04	Short Term Plan - Dividend option	: 0.6040%

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Mth	3 Mths	6 Mths	1 Year	3 Years	Incep.*
Short Term Plan	7.08	7.28	7.04	7.23	6.54	6.01
CLFI**	5.98	6.35	6.20	7.44	6.08	5.39

* Inception date = Allotment date i.e. 25.06.2003

** Benchmark Index: CRISIL Liquid Fund Index

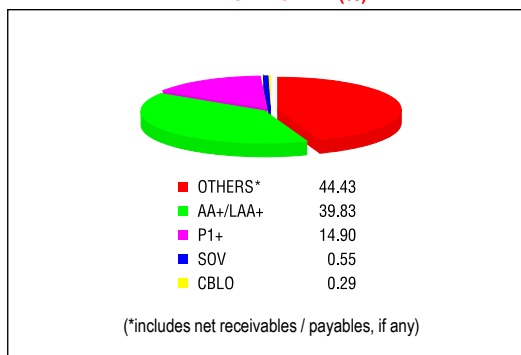
Note: Simple Annualised returns for period less than 1 year for JM Floater Fund - Short Term Plan. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Short Term Plan

Current Yield	: 8.05 %
Duration	: 0.1914 years
Avg Maturity	: 0.1922 years

JM FLOATER FUND - SHORT TERM PLAN RATING PROFILE (%)



JM Short Term Fund

(An open-ended income scheme)

★ ★ ★ ★ Value Research Rating###

JM SHORT TERM FUND
IN DEBT - SHORT TERM CATEGORY
(22 Schemes) for 18 month period
ending January 2008.

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Certificate of Deposits	493.66	4.10	
Punjab National Bank	493.66	4.10	A1+
Government Securities	2,519.35	20.93	
5.87% GOI - 02/01/2010	971.80	8.07	SOV
7.99% GOI - 09/07/2017	1,547.55	12.86	SOV
Floating Rate Bonds	5,500.00	45.70	
Global Trade Fin.	1,500.00	12.46	P1+
Kesoram Industries	1,000.00	8.31	PR1+
Mah. & Mah. Fin. Ser.	1,000.00	8.31	P1+
SBI Factors & Comm.	1,000.00	8.31	A1+
Sterite Technologies	1,000.00	8.31	P1
Non Convertible Debentures	3,798.27	31.55	
HDFC	493.11	4.10	LAAA
ICICI Bank Bonds Option A-1	29.81	0.25	AAA
IDBI	491.11	4.08	AA+
Indian Railway Fin. Corp.	500.29	4.16	AAA
Infrastructure Leasing & Fin. Ser.	501.21	4.16	AAA (ind)
Nabard	600.75	4.99	AAA
Power Fin. Corp.	205.07	1.70	AAA
State Bank of India	476.94	3.96	AAA
Tata Tea	499.98	4.15	LAA+
Securitized	8.37	0.07	
Asset Securitisation Trust	8.37	0.07	AAA(so)
Total Debt	12,319.65	102.35	
CBLO	1,035.63	8.60	
Others*	(1,317.86)	(10.95)	
Total Assets	12,037.42	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

FY 2007-08 [§]		
Dividend Plan	:	5.7540%
Inst. Plan - Dividend option	:	8.2590%
FY 2006-07 [§]		
Dividend Plan	:	2.885%
Inst. Plan - Dividend option	:	6.403%
FY 2005-06 [§]		
Dividend Plan	:	3.2600%
Inst. Plan - Dividend option	:	4.8030%
FY 2004-05 [§]		
Dividend Plan	:	4.0360%
Inst. Plan - Dividend option	:	4.1240%
FY 2003-04		
Dividend Plan	:	4.762%
Inst. Plan - Dividend option	:	4.710%
FY 2002-03		
Dividend Plan	:	3.60%

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Growth Plan	9.94	7.25	6.59	6.90
CLFI **	7.44	6.08	5.38	5.42

* Inception date = Allotment date i.e. 24.06.2002

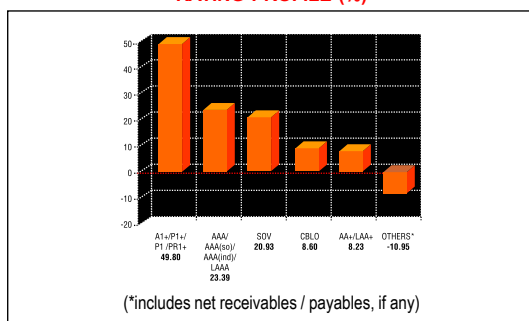
** Benchmark Index: CRISIL Liquid Fund Index

Note: Absolute Returns for period less than 1 year. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Current Yield	: 8.53 %
Duration	: 1.9731 years
Avg Maturity	: 2.6454 years

RATING PROFILE (%)



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

Mohit Verma
(Managing this fund since August, 2007 & total 14 years of experience in financial services sector out of which 8 years of experience in the interest rate markets).

LAUNCH DATE

June, 2002

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.) : 14.5400
Dividend Plan (Rs.) : 11.4810

Institutional Plan -

Growth option (Rs.) : 10.3854
Dividend option (Rs.) : 10.4046

CORPUS

Rs. 120.37 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-
Institutional Plan : Rs. 1 lakh.

ENTRY LOAD

Nil

EXIT LOAD

Nil

PLANS / OPTIONS

Dividend (Payout & Reinvestment option) & Growth.
Institutional Plan with Dividend & Growth option.

DIVIDEND FREQUENCY[†]

Fortnightly

REDEMPTION TIME[‡]

T+1 Working Days.

EXPENSE RATIO : 0.90%

^(®) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/- . For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re. 1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

^(†) Dividends shall be declared at the discretion of the Trustee subject to availability of distributable profits as computed in accordance with SEBI (Mutual Funds) Regulations, 1996.

^(‡) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

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

Mohit Verma

(Managing this fund since August, 2007 & total 14 years of experience in financial services sector out of which 8 years of experience in the interest rate markets).

LAUNCH DATE

December, 1994

NAV AS ON JANUARY 31, 2008

Growth Plan (Rs.)	: 30.4028
Dividend Plan (Rs.)	: 10.7563
Growth Plan - Bonus option (Rs.)	: 12.4380

CORPUS

Rs. 23.60 Crores
(January 31, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-

ENTRY LOAD

Nil

EXIT LOAD

0.40% for investments upto Rs. 5 lakhs if redemptions / switches are carried out within a period of 90 days from the date of investment. Nil for investments more than Rs. 5 lakhs.

PLANS / OPTIONS

Dividend (Payout & Reinvestment option), Growth & Growth - Bonus option.

DIVIDEND FREQUENCY*

Quarterly

REDEMPTION TIME[‡]

T+2 Working Days.

EXPENSE RATIO : 2.00%

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/-. For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re.1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

(*) Dividends shall be declared at the discretion of the Trustee subject to availability of distributable profits as computed in accordance with SEBI (Mutual Funds) Regulations, 1996.

([‡]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

JM Income Fund

(An open-ended income scheme)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Government Securities	528.70	22.40	
8.33% GOI - 07/06/2036	528.70	22.40	SOV
Non Convertible Debentures	927.67	39.30	
ICICI Bank Bonds Option A-1	302.10	12.80	AAA
Power Fin. Corp.	307.61	13.03	AAA
State Bank of India	317.96	13.47	AAA
Securitized	1.26	0.05	
Retail Trust II March 2005 Series A1	1.26	0.05	AAA(so)
Total Debt	1,457.63	61.75	
CBLO	1,275.48	54.04	
Others*	(372.64)	(15.79)	
Total Assets	2,360.47	100.00	

(*includes net receivables / payables, if any)

DIVIDEND / BONUS HISTORY :

Dividend Plan :

FY 2006-07 [§]	2.500%	FY 2000-01	10.00%
FY 2005-06 [§]	3.526%	FY 1999-00	17.25%
FY 2004-05 [§]	1.64%	FY 1998-99	20.50%
FY 2003-04	10.20%	FY 1997-98	18.00%
FY 2002-03	10.00%	FY 1996-97	16.00%
FY 2001-02	14.25%		

Growth Plan - Bonus option :

12.5 : 1000 on 14/03/04	50 : 1000 on 24/12/02
25 : 1000 on 14/12/03	35 : 1000 on 24/09/02
25 : 1000 on 14/09/03	15 : 1000 on 28/06/02
22 : 1000 on 14/06/03	1 : 1 on 25/03/02
20 : 1000 on 14/04/03	

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Growth Plan	6.33	4.43	4.73	9.04
CCBFI **	7.81	5.45	5.01	NA

* Inception date = Allotment date i.e. 01.04.1995

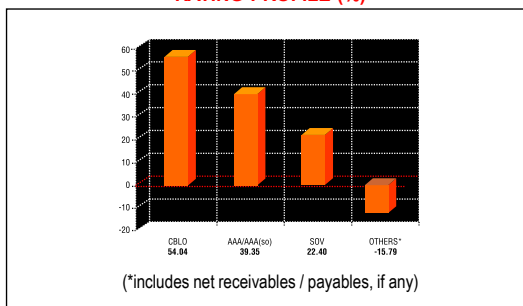
** Benchmark Index: CRISIL Composite Bond Fund Index

Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Current Yield	: 8.72 %
Duration	: 4.4950 years
Avg Maturity	: 8.9004 years

RATING PROFILE (%)



JM G-Sec Fund

(An open-ended dedicated gilts scheme)

PORTFOLIO as on January 31, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Portfolio of REGULAR PLAN			
Government Securities	211.48	65.67	
8.33% GOI - 07/06/2036	211.48	65.67	SOV
Treasury Bills	248.10	77.04	
364 Days T-Bill 14/03/08	248.10	77.04	SOV
Total Debt	459.58	142.71	
CBLO	74.78	23.22	
Others*	(212.32)	(65.93)	
Total Assets	322.04	100.00	

Portfolio of PF PLAN			
Government Securities	211.48	101.30	
8.33% GOI - 07/06/2036	211.48	101.30	SOV
Treasury Bills	198.48	95.07	
364 Days T-Bill 14/03/08	198.48	95.07	SOV
Total Debt	409.96	196.37	
CBLO	6.22	2.98	
Others*	(207.41)	(99.35)	
Total Assets	208.77	100.00	

Portfolio of PF PLUS PLAN			
Government Securities	634.44	86.57	
8.33% GOI - 07/06/2036	634.44	86.57	SOV
Treasury Bills	521.01	71.09	
364 Days T-Bill 14/03/08	521.01	71.09	SOV
Total Debt	1,155.45	157.66	
CBLO	212.27	28.96	
Others*	(634.86)	(86.62)	
Total Assets	732.86	100.00	

(*includes net receivables / payables, if any)

DIVIDEND / BONUS HISTORY :

	Regular Plan - Dividend option	PF Plan - Dividend option
FY 2007-08 [§]	-	-
FY 2006-07 [§]	2.8 %	-
FY 2005-06 [§]	3.8500 %	-
FY 2004-05 [§]	1.7040 %	-
FY 2003-04	10.75 %	-
FY 2002-03	10.00 %	15.00 %
FY 2001-02	23.00 %	-
FY 2000-01	12.00 %	-
FY 1999-00	6.50 %	-

Regular Plan - Bonus Option :

15 : 1000 on 14/06/06	5 : 1000 on 14/06/04
20 : 1000 on 14/03/06	12.5 : 1000 on 14/03/04
7.5 : 1000 on 15/12/05	25 : 1000 on 14/12/03
6.5 : 1000 on 15/09/05	30 : 1000 on 14/09/03
10 : 1000 on 14/06/05	25 : 1000 on 14/06/03
10 : 1000 on 14/03/05	20 : 1000 on 14/04/03
5 : 1000 on 14/12/04	7 : 1000 on 19/12/02

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/-.

[§] Includes Dividend Distribution Tax.

PERFORMANCE (%) as on January 31, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Regular Plan	4.68	4.13	4.82	9.95
PF Plan	4.30	4.24	5.25	10.50
I-SEC **	9.93	7.08	6.41	NA

Plan	1 Year	3 Years	Incep.*
PF Plus Plan	1.85	3.49	2.98
I-SEC **	9.93	7.08	5.07

* Inception date = Allotment date i.e.:

Regular & PF Plan : 29.09.1999

PF Plus Plan : 15.01.2004

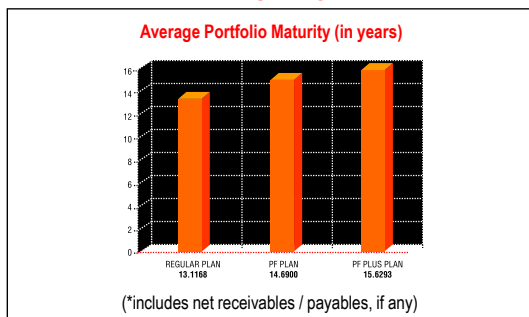
** Benchmark Index: I-SEC Composite Index

Note: Absolute Returns for period less than 1 year. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Regular Plan	Current Yield	: 7.22 %
	Duration	: 5.1852 years
	Avg Maturity	: 13.1168 years
PF Plan	Current Yield	: 7.29 %
	Duration	: 5.9918 years
	Avg Maturity	: 14.6900 years
PF Plus Plan	Current Yield	: 7.33 %
	Duration	: 6.1650 years
	Avg Maturity	: 15.6293 years

MATURITIES



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

Mohit Verma

(Managing this fund since August, 2007 & total 14 years of experience in financial services sector out of which 8 years of experience in the interest rate markets).

LAUNCH DATE

Regular & PF Plan : September, 1999

PF Plus Plan : January, 2004

NAV AS ON JANUARY 31, 2008

Regular Plan -

Growth option (Rs.) : 22.0766

Dividend option (Rs.) : 10.5545

Bonus option (Rs.) : 10.7403

PF Plan -

Growth option (Rs.) : 23.0131

Dividend option (Rs.) : 21.0869

PF Plus Plan -

Growth option (Rs.) : 11.2614

Dividend option (Rs.) : 11.2639

CORPUS

Rs. 12.64 Crores

(January 31, 2008)

MINIMUM INVESTMENT[®]

Regular Plan & PF Plan : Rs. 5000/-

PF Plus Plan : Rs. 1 lakh.

ENTRY LOAD

Nil

EXIT LOAD

Regular Plan - Exit load of 0.25% for investments upto Rs. 2 Lacs redeemed or switched out within 90 days from date of investment. No exit load for investments above Rs. 2 Lacs. **PF Plan** - No exit load.

PF Plus Plan - Exit Load of 0.60% at applicable NAV if redeemed either through normal redemption or exercising Fixed Period Redemption Option (FPRO) or switched out within 180 days from the date of the investment. No exit load would be applicable for cases covered under Automatic Annual Reinvestment Option (AARO) and Automatic Capital Appreciation Withdrawal Option (ACAWO).

PLANS / OPTIONS

Regular Plan - Dividend, Growth, Growth - Bonus options.

PF Plan - Dividend and Growth options.

PF Plus Plan - Growth and Dividend options.

DIVIDEND FREQUENCY *

Regular Plan - Quarterly

REDEMPTION TIME[#]

T+2 Working Days.

EXPENSE RATIO

Regular Plan - 1.35%,

PF Plan - 1.05%

PF Plus Plan - 1.05%

([®]) After the minimum investment, additional investment under all Schemes / Plans is in multiples of Re. 1/-. For ongoing investment in an existing folio, the minimum investment will be Rs. 1,000/- and in multiples of Re. 1/- thereafter. For investing under SIF/STF/SWP option, please refer to respective scheme offer documents.

(*) Dividends shall be declared at the discretion of the Trustee subject to availability of distributable profits as computed in accordance with SEBI (Mutual Funds) Regulations, 1996.

([#]) It will be our endeavor to dispatch redemption proceeds as indicated in the table above. As per the Regulations, the Fund is required to dispatch redemption proceeds within 10 Business days of receiving a valid redemption request. For further details, investors are requested to refer to the Scheme Offer Document.

ADDENDA

THIS ADDENDUM DATED JANUARY 3, 2008 SETS OUT THE CHANGES TO BE MADE IN THE OFFER DOCUMENTS / KEY INFORMATION MEMORANDA OF ALL SCHEMES (INCLUDING JM TAX GAIN FUND) OF JM FINANCIAL MUTUAL FUND EFFECTIVE JANUARY 4, 2008

1. SYSTEMATIC PLANS: The terms and conditions of the Systematic Investment Plan ("SIP")/ Systematic Transfer Plan ("STP") and Systematic Withdrawal Plan ("SWP") being offered in terms of the offer documents are being replaced as under

The existing and prospective Investor is advised to refer to the Offer Document and Key Information Memorandum carefully of the respective schemes before applying for the enrollment under the Systematic Plan.

The Clause on "Minimum Amount of subscription" as specified in the Offer Document of the respective scheme/plan will not be applicable for investments made through the first installment of Systematic Investment /Transfer Plan subject to the fulfillment of minimum investment criteria and minimum installment criteria, during the opted period through SIP/STP (with atleast through 5 out of the first 6 installments and 10 out of the first 12 installments as the case may be). For example, the minimum investment amount for 1st investment in JM Basic Fund is Rs.5,000/-. However, in case of SIP, an investor can invest with minimum installment amount of Rs.1,000/- or Rs.500/- per month so as to meet the Minimum Investment Amount over the opted period i.e. 6/12 months respectively. The similar condition would apply to STP as well.

(A) Systematic Investment Plan (SIP): SIP is available to investors in all the open ended / close ended schemes (after conversion into open ended scheme at the end of the specified period) of JM Financial Mutual Fund. This facility is subject to change from time to time.

SIP can be done through

1. ECS Debit facility in those locations where ECS facility is available and for which the AMC has made arrangements.
2. Direct Debit facility with certain banks and for which the AMC has made arrangements.

Alternatively, the investor may submit post-dated cheques drawn on any city in India subject to the first cheque/DD being payable at the location of Point of Acceptance where the SIP request is being submitted.

To avail of the facility of Auto Debit (ECS or Direct Debit) for SIP from the second SIP installment onwards, the applicant is required to give standing instructions to his bankers in the prescribed form to debit his bank accounts at periodic intervals and credit the installment amount to the Bank Account of JM Financial Mutual Fund, directly or through any of the service providers appointed by the AMC.

The Bank Account Holder/s has/have to sign the Authorization Request Form meant for Bank in case of Auto SIP in the same order as they maintain their bank account.

The Investor is advised to contact the nearest ISC for current list of Banks accepting Direct Debit mandates or for the list of cities where ECS facility is available. The list of cities/banks for Auto Debit (through ECS/Direct Debit) may be modified/updated/changed/removed at any time in future, entirely at the discretion of JM Financial Mutual Fund, without assigning any reason or prior notice to investors. In case of removal of any city/bank from the current list, the Auto SIP instructions for investors in such locations/banks will stand automatically discontinued without any prior notice. JM Financial Asset Management Pvt. Ltd., its Registrars and other service providers will not be responsible, if the transaction is delayed or not effected or the investor's bank account is debited in advance or after the specific SIP date due to various cycles of ECS/Clearing, due to any reason.

- a) Investors can choose any one of the following six SIP dates: 1st, 5th, 10th, 15th, 20th or 25th of the month.
- b) A separate form is required for each SIP dates. Choice of multiple dates through single Form is not permitted. In case, an investor wishes to opt for multiple SIP dates in the same month, he may do so by submitting separate Scheme Application-cum-SIP Forms for each SIP due date with separate set of post dated cheques or Auto Debit forms and A/c. Opening Cheque(s)/Demand Draft(s). Any single application if received with multiple SIP dates will be summarily rejected and the amount of initial investment refunded, if the same is less than the minimum investment limit fixed for particular Scheme/ Plan/Option
- c) Minimum of 30 days time is required for 2nd installment of SIP through post-dated cheques/Auto Debit (ECS/Direct Debit) to take place after the 1st SIP/Initial Investment for each SIP date (if opted for multiple dates).
- d) The first investment under SIP has to be made through physical cheque/DD payable locally at the place of submission of the application. The first cheque/DD has to be of any valid date and not a post dated one on the date of submission. However, in case of remaining post-dated SIP cheques, from 2nd installment onwards, the cheques must contain the opted SIP dates for the entire balance period out of the permissible SIP dates i.e. 1st, 5th, 10th, 15th, 20th or 25th of a month. Similarly, in case of SIP through Auto Debit (Direct Debit/ECS), the investor should choose any of the above mentioned six SIP dates.
- e) The second SIP installment should not fall in the same calendar month
- f) In case, any particular future SIP due date falls on a non-business day or falls during a book closure period, the immediate next business day will be considered for the purpose of NAV application.
- g) The applicable NAV for all SIP installments under Liquid Funds will be of the day when the cheque gets cleared and funds are available to AMC for utilization. For non-liquid schemes, the date of submission of SIP request if the cheque is payable locally and in case of outstation payment instrument, the date of availability of funds for utilization by the AMC or T+10 day (whichever is earlier), will be considered for the allotment of NAV in case the first cheque/DD is realised. Subsequently, the opted due dates will be considered for allotment of NAV, irrespective of the date of realization for SIP investments under Non-liquid scheme.
- h) An investor will have to opt for 6 installments or in multiples of 6 installments i.e. 6, 12, 18, 24, 30 installments respectively
- i) The minimum SIP installment (each installment) will be as under:
 - (a) Rs.500/- X 12 installments or (B) Rs.1000/- X 6 installments & further in multiples of Re. 1/- or as mentioned in the Offer Documents of the respective schemes whichever is more e.g.. under JM Tax Gain Fund, the minimum investment is Rs. 500/- and in multiples of Rs. 500/- each.
- j) In order to be treated as a valid SIP application, minimum investment amount as per the Offer Document of the respective scheme e.g Rs. 5,000/- should be received by the AMC through 5 installments out of the first 6 installments and at least 10 out of the first 12 installments during the opted period. However, the SIP will be treated as discontinued as per the discretion of the AMC if AMC does not get the funds for any two consecutive SIP installments due to any reasons directly attributable to investor or his banker i.e. insufficiency of funds, instruments not drawn properly, payment stopped by investor etc. or minimum investment criteria is not met before the discontinuation due to the above or any other reasons, anytime during the opted period.
- k) In the event of non-receipt of funds for the first investment/1st SIP installment itself, the SIP will automatically be treated as discontinued ab-initio.
- l) All SIP Installments including the first one are required to be of same amount. For starting an SIP at the time of initial investment itself, the investor has to ensure that initial investment and remaining future SIP installments are of same amount.
- m) In the event of any of the installment amount being different, the AMC will treat all SIP installments as normal investments and these will be subject to normal entry/exit load as applicable on the respective dates of investments. In order to treat such installments as normal investments, the AMC reserves the right to revert and reprocess all previous SIP installments besides discontinuation of SIP for future installments or alternatively the AMC may recover the waived entry load directly from investor or by redeeming the equivalent units from the respective folio. In addition, the AMC will also charge exit load (as per applicable rates on the dates of respective SIP installments). In the event of non-fulfillment of minimum subscription criteria of the opted scheme, the AMC shall revert and refund the entire amount without any interest.

The Investment cum SIP Enrolment Form complete in all respects may be submitted at any of the ISCs of JM Financial Mutual Fund or Karvy Computershare Pvt. Ltd. In case of SIP through Auto Debit (i.e. through Direct Debit in selected banks or through ECS in selected cities), an additional form known as the SIP Auto Debit Registration cum Mandate Form (through Direct Debit/ECS) is also required to be submitted at the time of opting for SIP.

The 1st SIP cheque will be considered as Account Opening cheque for existing and new investors. The existing investor may fill-in the existing folio number, Scheme/Plan/Option Name and proceed to fill-up the respective SIP columns of the Common Application Form, if there is no other change required by him in his folio.

To subscribe to SIP, an Investors has to submit the following documents:

- i. Scheme Application cum SIP Registration Form
- ii. Locally Payable Cheque/DD for Initial Investment cum 1st SIP Installment Amount subject to the minimum amount of Rs. 500/- for 12 months SIP or Rs. 1000/- for 6 months SIP.
- iii. Post-dated cheques for remaining period drawn on any city in India OR
- iv. Auto Debit (through Direct Debit/ECS) Registration cum Mandate Form
- v. A photo copy of the cheque/cancelled cheque from the same account where future installments are to be debited if opted for SIP through Auto Debit.

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The cheque/s should be drawn in favour of the scheme/plan chosen (e.g. "JM Equity Fund") and crossed "A/C Payee Only" and payable locally and drawn on any bank, which is situated at and is a member of the Bankers Clearing House located at the place where the SIP application is submitted. In case of outstation cheques, if accepted by the AMC, the AMC shall credit the unit holder's account with the number of units at the applicable sale price on the day when clear funds are received by the Mutual Fund. However, in all cases, the first cheque/DD should be payable locally. Under Liquid Scheme, the units will be allotted based on the NAV applicable on the date of realization/utilization of funds for the respective SIP Installment.

Returned / Dishonoured cheques will not be presented again for collection.

Discontinuation of SIP: For discontinuation of SIP through ECS / Direct debit, the unitholder is required to intimate the AMC / Registrar at least 15 Calendar days prior to the next installment for the respective due date. In case of physical post-dated cheques, the minimum notice period for discontinuation is 30 calendar days. However, the AMC/Registrar will try to discontinue the SIP for remaining period on best efforts basis due to the time and process involved .

On such request, SIP will be terminated and the balance post dated cheques will be returned to the investor or the debit instructions given by the investor under ECS/Direct Debit will be treated as cancelled.

(B) SYSTEMATIC TRANSFER PLAN (STP) / SYSTEMATIC WITHDRAWAL PLAN (SWP) (These facilities are available only for Open-ended (other than JM Tax Gain Fund) Schemes

STP provides for transfer of specified amount from one scheme/plan/option in which the original investment is made to any other scheme/plan/option of JM Financial Mutual Fund, at the end of specified periodic interval viz., either weekly, fortnightly, monthly or quarterly.

Under SWP, the Unitholders shall have an option to predetermine the withdrawal from the scheme. Under the SWP facility, investors may choose between

- (a) Fixed Amount Withdrawal; and
- (b) Capital Appreciation Withdrawal

Fixed Amount Withdrawal (FAW): Under this option the investor will have the facility to automate withdrawal of a fixed amount from the scheme at Monthly / Quarterly intervals.

Capital Appreciation Withdrawal (CAW): Under Capital Appreciation Withdrawal facility, the investors will have the option to indicate automatic withdrawal of capital appreciation at varying time intervals over previous period, on monthly or quarterly basis.

In order to start the STP/SWP, the investor must have a minimum investment of Rs. 5,000/- or above or as per the minimum investment subscription amount (whichever is higher) applicable for the respective scheme/plan/option on the 1st opted STP/SWP date . However, the investor is not required to maintain the same balance after processing the 1st STP/SWP installment. The last installment may be equivalent to or less than the opted installment amount.

The minimum amount for transfer and available dates for STP are as under :

Frequency	Amount per installment [§]	Starting date during any month	Minimum mandatory installments (equal amount)	Minimum period required to start 1st STP/ extend the STP after receiving the request	Revertal and Reprocess with load or recovery of load if following conditions are not met [®]
Weekly	Rs. 1000/-	1st , 8th, 15th, 22nd (after 22nd the next date will automatically be the 1st of next month)	6	Minimum 15 calendar days	If five installments out of the first six installments could not be effected.*
Fortnightly	Rs. 1000/-	1st and 15th	6	As above	As above
Monthly	Rs. 1000/-	1st, 5th, 15th and 25th	6	As above	As above
Quarterly	Rs. 3000/-	1st Business Day of the next month subject to the minimum gap of 15 calendar days from the date of receipt of STP request and subsequently after every quarter from the start month.	2	As above	If the first two installments are not effected.*

[®] In case 5 out of the first 6 installments in monthly / weekly / fortnightly and first two in case of quarterly option are effected, the STP's will be treated as valid and there will be no revertal and reprocess with recovery of load.

[§] Further, in multiples of Re 1/- after the above minimum limit fixed for each STP installment as per the frequency opted or as per the features of respective schemes e.g. under JM Tax Gain Fund, the minimum investment is Rs. 500/- and further in multiples of Rs. 500/- each.

* Or in the event of failure of two consecutive STP installments, the STP request will stand terminated and the investor will have to make a fresh application for availing of this facility subject to the current term & conditions applicable for fresh STP cases. This condition will, however, not be applicable in case of CAW where the condition of minimum STP installments could not be met due to the capital appreciation amount being less than Rs. 100 in case of monthly option and Rs. 300 in case of quarterly option.

In the event of non-fulfillment of any of the criteria i.e. minimum subscription or minimum number of installments or failure etc., the AMC/Registrar will revert all the previous installments and reprocess the same with loads as applicable on the respective due dates. Alternatively, the AMC may recover the amount of load waived for all installments directly from the investor or by debit to his folio/s maintained with JM Financial Mutual Fund. In the event of non-fulfillment of minimum subscription criteria of the opted scheme, the AMC shall revert and refund the entire amount without any interest.

SWP facility is available on 1st, 5th, 15th and 25th of the month under monthly and 1st Business Day of the next month for quarterly SWP, subject to the minimum gap of 15 calendar days to start SWP . Subsequent quarterly SWP will fall due after completion of 3 months from the start date.

In case, it is not possible for the AMC/Registrar to start the STP/SWP from the opted start date due to the insufficiency of time given by the investor, the AMC/Registrar will automatically process the first STP/ SWP on the opted date from the next month after the opted starting month e.g. In case investor applies for STP/SWP on 18th Jan 2008 for effecting 1st STP/SWP from 1st February, 2008, AMC/Registrar may process the same from 1st of March, 2008 . In such a case, the ending period will be extended automatically by another month.

Minimum amount for withdrawal under SWP is fixed as under :

- a. Fixed Amount Withdrawal (FAW) : Rs. 1,000/- per month or Rs.3,000/- per quarter and further in multiples of Re.1/- thereafter.
- b. Capital Appreciation Withdrawal (CAW) Entire Capital Appreciation over the previous due date to current due date subject to a minimum of Rs. 100 under monthly option and Rs. 300/- under quarterly option

In case the opted STP/SWP day falls on a non-business day, the next business day shall be deemed to be the transaction day for that month or quarter as the case may be.

Each installment under STP/SWP cannot exceed the original investment amount divided by the number of installment chosen subject to the fulfillment of minimum STP/SWP criteria for respective frequency. In case of multiple STP/SWP dates, the total number of installments will be taken into account while fixing up the maximum installment amount.

STP/ SWP in JM Equity & Derivative Fund and JM Arbitrage Advantage Fund: The due date for processing STP/SWP installment for these schemes is based on the 'interval period' every month i.e. the settlement date of Future and Options Market subject to the condition that such request is made by the investor 15 days prior to the next settlement date to start the STP/SWP. In case of shortfall of notice period, the AMC/Registrar will process the 1st STP/SWP on the settlement date after the next settlement. Subsequent installments will be processed on respective settlement dates after the start date.

The due date for SWP/STP installment under quarterly option will also be on the next settlement date subject to the condition that such request is made by the investor 15 days prior to the next settlement date to start the STP/SWP. In case of shortfall of notice period, the AMC/Registrar will process the 1st STP/SWP on the settlement date after the next settlement. Subsequent installments will be processed on settlement dates after a calendar from the start date and so on.

General :

- An investor will have to opt for 6 installments or in multiples of 6 installments i.e 6,12,18,24,30 installments respectively for his STP/SWP requests
- In the event of failure of two consecutive STP/SWP installments, the STP/SWP request will stand terminated and the investor will have to make a fresh application for availing of this facility subject to the fresh existing terms & conditions . This condition will, however, not be applicable in case of CAW where the capital appreciation is less than Rs. 100 in case of monthly option and Rs. 300 in case of quarterly option.

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- In case, the investor does not mention the name of Plan, Options, Sub-Options, AMC/Registrar will allot the units as per default Plans/Options/Sub-Options. If the mode of payment of dividend is not indicated, the choice will be deemed to be Dividend Reinvestment subject to the availability of this sub-plan. However, in case the dividend payable to any unit holder is below Rs.100/- each time, then the same will be automatically reinvested subject to the availability of this sub-plan.
 - The requirements for disclosure of PAN and KYC Compliance as set out in the Offer Documents will also be applicable for investments through SIP.
 - JM Financial Asset Management Pvt. Ltd., its Registrars and other service providers shall not be responsible and liable for any damage/compensation for any loss, damage, etc. incurred by the investor, in any manner. The investor assumes the entire risk of using this facility and takes full responsibility.
2. **PERMANENT ACCOUNT NUMBER:** In accordance with Circular dated April 27, 2007 issued by the Securities and Exchange Board of India ("SEBI"), Permanent Account Number ("PAN") issued by the Income Tax authorities will be used as the sole identification number for all investors (existing and prospective) transacting in the securities market, including mutual funds, irrespective of the amount of transaction, with effect from July 02, 2007. SEBI vide its Circular dated June 25, 2007 had further clarified that until December 31, 2007, the existing and potential investors not having PAN, should apply for PAN immediately and applications for investment should be accompanied with the evidence of having applied for PAN.

In view of the above, with effect from January 1, 2008 it is mandatory for all existing and prospective investors (including joint holders, guardians of minors, NRIs etc.) to enclose a verified copy of PAN proof along with the application for any transaction in the schemes of JM Financial Mutual Fund. The verification of the PAN from the original PAN card/ letter can be done by the distributor/ broker through whom the transaction is done if PAN proof is attested by:

- investor,
- or by any one of the following under his/her signature, rubber stamp and date
- Bank Manager,
- notary,
- officials of JM Financial Mutual/ Investor Service Centres of Karvy Computershare Pvt. Ltd.

Investors transacting through approved Web Portals are also required to get their PAN verified by their Web Portals.

In case, the investor does not conform to the above requirement of submission of verified copy of PAN or produces original PAN proof for verification or the PAN details as per furnished verified copy of PAN proof does not match with the Website of Income Tax Deptt. as prescribed by SEBI, the AMC reserves the right to reject the application before allotment and refund the investment amount, without any interest.

In case of inadvertent allotment, the AMC reserves the right to refund the investment amount, without any interest.

3. **PREVENTION OF MONEY LAUNDERING:** In terms of the Prevention of Money Laundering Act, 2002, the Rules issued there under and the guidelines / circulars issued by SEBI regarding the Anti Money Laundering ("AML Laws"), all intermediaries, including Mutual Funds, have to formulate and implement a client identification programme, verification of identity and address, financial status, occupation and such other personal information.

KNOW YOUR CUSTOMER – MANDATORY W.E.F 1st FEBRUARY, 2008

With effect from 1st February, 2008, all investors (Individuals or Non Individuals) who wish to make an investment of Rs. 50,000 or above in a mutual fund scheme will be required to complete the KYC process. This would also apply to new Systematic Investment Plan (SIP) registrations on or after February 1, 2008, if each SIP installment is of value greater than or equal to Rs. 50,000.

KYC Compliance mandatory for all investors (including NRIs) investing Rs. 50,000 or more in a Mutual Fund

Joint Holders: Joint holders (including first, second and third if any, are required) to be individually KYC compliant before they can invest with any Mutual Fund. e.g. in case of three joint holders, all holders need to be KYC compliant and copies of each holder's KYC Acknowledgement must be attached to the investment application form with any Mutual Fund.

Minors: In case of investments in respect of a Minor, the Guardian should be KYC compliant and attach his KYC Acknowledgement while investing in the name of the minor. The Minor, upon attaining majority, should immediately apply for KYC compliance in his/her own capacity and intimate the concerned Mutual Fund(s) with all the folio details, in order to be able to transact further in his/her own capacity.

Power of Attorney (PoA) Holder: Investors desirous of investing through a PoA must note that the KYC compliance requirements are mandatory for both the PoA issuer (i.e. Investor) and the Attorney (i.e. the holder of PoA), both of whom should be KYC compliant in their independent capacity and attach their respective KYC Acknowledgements while investing.

For transmission (In case of death of the unit holder): If the deceased is the sole applicant, the claimant should submit his/her KYC Acknowledgement along with the request and other relevant documents to effect the transmission in his/her favour.

KYC Process

The Association of Mutual Funds of India (AMFI) has facilitated a centralized platform through CDSL Ventures Limited ("CDSL"), a wholly owned subsidiary of Central Depository Services (India) Limited, to carry out the KYC procedure, free of cost, on behalf of all Mutual Funds. CVL through its Points of Service (POS) will accept KYC Application Forms, verify documents and provide the KYC Acknowledgement (across the counter on a best effort basis). The list of PoS as well as the KYC Application Form will be displayed on our website as well as that of CDSL and AMFI. An investor can complete the KYC Application Form and submit the same along with the necessary documents (including originals if the copies are not attested) to a POS and the KYC Acknowledgement can be obtained from the POS.

For obtaining the KYC Acknowledgement:

- **Individual investors** will have to produce his Proof of identity (Photo PAN card copy or PAN card copy and copy of the passport, driving license etc.) and Proof of Address (list of documents as set out in the KYC Application Form for Individuals).
- **Non-Individual Investors** will have to produce certain documents pertaining to its constitution/registration to fulfill the KYC process (list of documents as set out in the KYC Application Form for Non-Individuals).
- **NRIs/PIOs**, in addition to the certified true copy of the passport, will also be required to furnish certified true copy of the overseas address and permanent address. If any of the documents (including attestations/ certifications) towards proof of identity or address is in a foreign language, they have to be translated to English for submission. The documents can be attested, by the Consulate office or overseas branches of scheduled commercial banks registered in India. A PIO, in addition, will also be required to submit a certified true copy of the PIO Card.

Once the KYC process is duly completed in all regards, the investor needs to produce a copy of the acknowledgement when investing for the first time with a Mutual Fund if the investment is for Rs. 50,000/- or more, for fresh investments or additional purchases in an existing folio.

An existing investor can inform the Mutual Fund to update the KYC Acknowledgement against all the folios/accounts that he has with the Mutual Fund. However, each of the holders in these folios/accounts should be KYC Compliant.

Investors must attach their KYC Acknowledgement along with the Investment Application Form(s) / Transaction Slip(s) while investing for the first time in a mutual fund after 1st FEBRUARY, 2008 if the investment is for Rs. 50,000/- or more, for fresh investments or additional purchases in an existing folio. Applications Forms / Transaction Slips not accompanied by KYC Acknowledgement are liable to be rejected by the Mutual Fund and no transactions, other than redemption, will be permitted.

Investors who have already obtained the Mutual Fund Identification Number ("MIN")

Investors who have earlier obtained the MIN from CVL by submitting the PAN copy, can invest in the schemes of the Mutual Fund by enclosing the MIN Acknowledgement along with the Investment Application Form(s) / Transaction Slip(s) while investing for the first time in a Mutual Fund, as the PAN number will be verified by CVL based on MIN.

If the MIN was obtained without submitting the PAN but with other proof of identity documents, the investor needs to carry the PAN card in original and a copy, for submission at the PoS and obtain the KYC Acknowledgement.

Further, SEBI issued circular dated 20th March, 2002, advising all intermediaries to take necessary steps to ensure compliance with the requirement of Section 12 of the Act inter-alia maintenance and preservation of records and reporting of information relating to cash and suspicious transactions to Financial Intelligence Unit-India ("FIU-IND"), New Delhi. The AMC may seek information or obtain and retain documentation used to establish identity. It may re-verify identity and obtain any missing or additional information for this purpose. The AMC, under powers delegated by the Trustee, shall have absolute discretion to seek information from investors, record investor's telephonic calls, reject any application, prevent further transactions by a Unit Holder, report suspicious transactions to FIU-IND and / or to freeze the folios, if after due

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diligence, the investor / Unit Holder / a person making the payment on behalf of the investor does not fulfill the requirements of the "Know Your Customer" or the AMC believes that the transaction is suspicious in nature as regards money laundering. In this regard the AMC reserves the right to reject any application and effect a mandatory redemption of units allotted within such time as may be reasonable or in compliance with any rules, regulations, guidelines, circular, etc. issued by any regulatory authority in this regard from time to time. If the payment for purchase of units are made by a third party (e.g. a Power of Attorney Holder, a Financing Agency, a relative, etc.), the Unit Holder may be required to give such details of such transaction so as to satisfy the AMC of the source and / or consideration underlying the transaction. The KYC documentation shall also be mandatorily complied with by the holders entering the Register of Members by virtue of operation of law e.g. transmission, etc.

Applicants / Unit holders may contact our Investor Service Centers / their distributors, if any, for any additional information / clarifications. Also, please visit our website www.JMFinancialmf.com for any other related information.

The Schemes will adhere to such guidelines / procedures as have been or may be issued by AMFI / SEBI / or any other regulatory authority in this regard from time to time.

4. **INTRA AND INTER EQUITY SWITCHES:** Currently, investors switching between equity schemes of the Mutual Fund do not pay any entry load, wherever applicable, for their inter-equity and intra-equity scheme switches except in case of (i) switches to / from JM Arbitrage Advantage Fund from / to any equity scheme and (ii) switches from any scheme to an equity scheme during its New Fund Offer period.

It has now been decided to waive the exit load for investors for inter and intra equity scheme switches except in the case of (i) switches by SIP/STP investors within the exempted period i.e. within 24 months (for fresh SIP/STP cases) and within 12 months (for earlier registered cases) of respective installments (ii) switches to / from JM Arbitrage Advantage Fund from / to any equity scheme

Consequently, the following sentence will be added in the paragraph under Switching Options appearing under the paragraph Units on Offer

"Investors will not have to bear exit load, wherever applicable, for their inter-equity and intra-equity scheme switches except in case of (i) switches by SIP/STP investors within 24 months (for fresh SIP/STP cases) and within 12 months (for earlier registered cases) of respective installments (ii) switches to / from JM Arbitrage Advantage Fund from / to any equity scheme.

5. **CHANGES IN THE LOAD STRUCTURE:**

No entry load in case of direct applications: SEBI vide its circular SEBI/IMD/Circ. No. 10/112153/07 dated December 31, 2007 has mandated that no entry load shall be charged for direct applications received by the AMC.

In accordance with the above, for existing schemes of JM Financial Mutual Fund, no entry load will be charged for:

- direct applications received by the AMC (i.e applications not routed through any distributor/agent/broker)
- applications received through internet on the AMC's website
- submitted to the AMC or its ISCs or its Collection Centers

The provision for no entry load is applicable for additional purchases (including SIPs) made by the investor directly under the same folio and switch-in (including STPs) to a scheme from other schemes if such transaction is done by the investor without routing through any Distributor/Agent/Broker i.e Direct Application.

Additional purchases (including SIPs) without broker code will be treated as direct. Any request for any modifications in the existing transaction/through fresh transaction slip should be duly signed by the investor(s) failing which no cognizance will be taken of such modification.

6. **RESIGNATION OF DR. VIJAY KELKAR:** Dr. Vijay Kelkar, Chairman of JM Financial Asset Management Private Limited (AMC) has resigned from the Board of AMC with effect from 31st December, 2007. Hence, all references pertaining to him shall stand deleted from the offer documents of all the existing schemes of JM Financial Mutual Fund.

7. **CHANGES IN THE KEY PERSONNEL OF THE AMC:** Mr. Girish Hisaria, Debt Dealer has been appointed as key personnel of the AMC.

Consequently, the paragraph "KEY EMPLOYEES OF THE AMC" stands amended in the Offer Documents / Key Information Memoranda of the Schemes of JM Financial Mutual Fund as given below :

5.3.4 KEY EMPLOYEES OF THE AMC

Name	Designation	Qualifications / Age	Experience & Background (During last 10 years)
Mr. Girish Hisaria	Debt Dealer	B.Com, MMS (Finance) / 30 years	He has 6 years of experience in Fixed Income Markets. Prior to joining the AMC, he has worked with Sahara Indian Financial Corp and Darashaw Securities Pvt Limited

ADDENDUM TO SPECIFIC OFFER DOCUMENTS

8. **Change in load structure of the equity oriented schemes of JM Financial Mutual Fund:** In order to bring about uniformity in the load structures in the equity oriented Schemes of the Fund, it has been decided to change the existing load structures of the equity oriented Schemes.

Accordingly, with effect from 4th January, 2008 the load structures of JM Equity Fund, JM Balanced Fund, JM Auto Sector Fund, JM Healthcare Sector Fund, JM Basic Fund, JM Emerging Leaders Fund, JM HI FI Fund, JM Financial Services Sector Fund, JM Telecom Sector Fund, JM Equity Tax Saver Fund – Series I, JM Small & Mid-Cap Fund and JM Contra Fund will be modified as under :

Scheme	EXISTING LOAD STRUCTURE			REVISED LOAD STRUCTURE		
	Particulars	Entry Load	Exit Load	Particulars	Entry Load	Exit Load
<ul style="list-style-type: none"> ● JM Equity Fund ● JM Emerging Leaders Fund ● JM Balanced Fund ● JM Auto Sector Fund ● JM Healthcare Sector Fund ● JM Basic Fund ● JM HI FI Fund ● JM Equity Tax Saver Fund - Series I (After the conversion of close ended into an open ended scheme) ● JM Financial Services Sector Fund ● JM Telecom Sector Fund ● JM Small & Mid-Cap Fund ● JM Contra Fund 	On all investments of less than Rs. 3 crores.	2.25%	0.50%***	On all investments of less than Rs. 3 crores.	2.25%	0.50% [@]
	On all investments of Rs. 3 crores and above.	NIL	0.50%*	On all investments of Rs. 3 crores and above.	NIL	0.50%*
	Investments under SIP/STP	NIL	2.25%**	Investments under SIP and STP.	NIL	2.25% [§]

* In case the investments are redeemed within 91 days of transfer/ allotment of units

** In case the investments are redeemed within 1 year of transfer / allotment of respective instalment.

*** In case the investments are redeemed within 182 days of transfer/ allotment of units

@ In case the investments are redeemed within 1 year of transfer /allotment of units

§ In case the investments are redeemed within 2 years of transfer / allotment of respective installments.

Investors are requested to note that the changes in load structure shall be applicable for all prospective investments in all the existing schemes with effect from 4th January, 2008 i.e. investments made on or after 4th January, 2008.

continued on next page

9. **Addendum to the offer document of JM Tax Gain Fund:** As per the Offer Document of JM Tax Gain Fund, which is currently open for subscription (NFO is open from 24/12/07 to 25/03/08), an entry load, as applicable, is payable for investments made during and post NFO period. However, in view of SEBI's Circular SEBI/IMD/Circ. No. 10/112153/07 dated December 31, 2007, it has been decided not to charge entry load in case of applications received by the AMC during the NFO period, which are not routed through distributor/agent/broker. The conditionalities set out in Clause 5a (No entry load for direct applications) above would be applicable for JM Tax Gain Fund also.

10. **Addendum to the Offer Document of JM Fixed Maturity Fund (Series IV, VI & VII) and JM Interval Fund**

Default Option

The Quarterly Plans under JM Interval Fund offer investors the choice of the following sub-plans

- (a) Regular plan
- (b) Institutional Plan

Investors are requested to indicate their preference while investing in the Scheme. In case an investor fails to specify his preference of the sub-plan, he shall be deemed to have opted as under

- I if the investment amount is less than Rs. 5 lacs, the default option would be the Regular Plan and
- I if the investment amount is equal to and more than Rs. 5 lacs, the default option would be the Institutional Plan

11. **Liquidity provisions for JM Interval Fund:** It is clarified that besides Redemption during the Specified Transaction Period, each quarterly plan will provide investors with the facility of redemption during the first five business days at the beginning of every calendar month during the tenure of that plan. On these days, unitholders can redeem their investments at the applicable NAV subject to exit loads, if any. While redemption and switch-outs are allowed on the days specified above (in addition to the Specified Transaction Period), subscription for purchase of units will be accepted only on / during the defined Specified Transaction Period.

In the event of the investor submitting his redemption/ switch out request on a day other than the days mentioned above, the request will be kept in abeyance by the Registrar and processed on the 1st Business day of the Specified Transaction Period.

INVESTORS DESIROUS OF INVESTING IN THE SCHEMES OF JM FINANCIAL MUTUAL FUND SHOULD READ AND UNDERSTAND THE ABOVE SCHEME SPECIFIC DISCLOSURE IN CONJUNCTION WITH THE DISCLOSURES MADE IN THE RESPECTIVE ORIGINAL OFFER DOCUMENTS. INVESTORS MAY ASCERTAIN FURTHER CHANGES IN THE OFFER DOCUMENTS FROM THE MUTUAL FUND (AMC) / INVESTOR SERVICE CENTRES / DISTRIBUTORS.

PERFORMANCE matters the MOST!

Performance as on February 04, 2008					
Scheme Name	NAV (04-02-08)	Compounded Annualised (%)			
		1 Year	3 Years	5 Years	Since Inception [#]
JM Basic Fund - Growth	33.0998	60.26	44.11	42.32	35.88
BSE Basic Industries Index (V)**		78.55	NA	NA	NA
BSE Sensex		29.37	41.27	41.57	16.04



Source: www.mutualfundsindia.com

Past performance may or may not be sustained in the future

[#]Inception date - A latest date i.e. 02.05.1997 ^{**}Benchmark Index: BSE Basic Industries Index (V) ^{**}Benchmark Index has been changed from S&P CNX Petrochemical Index to BSE Basic Industries Index (V) ^{**} w.e.f. June 22, 2005. Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Source: BSE *CRISIL-CPR 1+ - The composite performance of JM Basic Fund is "Very Good" in the Open End Equity Category and ranks within the top 10% of the 73 schemes ranked in this category. The criteria used in computing the CRISIL Composite Performance Rank are Superior Return Score, based on NAVs over the 2-year period ended December 31, 2007, Concentration and Liquidity of the scheme. The methodology does not take into account the entry and exit costs levied by the scheme. The CRISIL CPR is no indication of the performance that can be expected from the scheme in future. Ranking Source: CRISIL Fund Services, CRISIL Limited. * Rounded to the nearest integer

JM BASIC FUND

(Open Ended Sector Scheme)

GROW WITH INDIA

Invest in industries that run the Indian economy.

Investment Objective

The primary objective of the scheme will be to provide capital appreciation to its unit holders 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 is open ended with a sector focus.

Dividend History :

Record Date	Dividend - Rs/unit (%)	Cum-Div NAV
29-Dec-00	2.50 (25%)	24.5800
09-Feb-01	5.00 (50%)	25.2900
27-Feb-01	5.00 (50%)	20.8500
17-Mar-01	5.00 (50%)	15.7500
26-Mar-01	0.75 (7.5%)	10.7600
24-Mar-03	4.50 (45%)	16.0500
09-Sep-03	1.50 (15%)	17.7100

Record Date	Dividend - Rs/unit (%)	Cum-Div NAV
18-Nov-03	3.00 (30%)	16.6100
18-Dec-03	1.50 (15%)	14.7900
18-Jan-04	1.00 (10%)	14.1900
18-Feb-04	0.75 (7.5%)	12.9100
18-Mar-04	1.00 (10%)	11.8100
27-Dec-04	1.00 (10%)	12.2600
21-Sep-07	4.50 (45%)	28.9907
11-Jan-08	3.60 (36%)	32.4637

After payment of dividend, the NAV will fall to the extent of payout and distribution taxes wherever applicable. The face value per unit is Rs.10/-.



NO ENTRY LOAD FOR SYSTEMATIC INVESTMENT / TRANSFER PLANS
2.25%

JM Financial Mutual Fund offers SIP/STP without any Entry Load for all its Equity Schemes^{##}

Entry Load: On all investments of less than Rs. 3 crores - 2.25%. On all investments of Rs. 3 crores and above - Nil. **Investments under SIP and STP - Nil.** **Exit Load:** On all investments of less than Rs. 3 crores - 0.50% in case the investments are redeemed within 1 year of transfer/ allotment of units. On all investments of Rs. 3 crores and above - 0.50% in case the investments are redeemed within 91 days of transfer/ allotment of units. Investments under SIP and STP - 2.25% in case the investments are redeemed within 2 years of transfer / allotment of respective installment.

For more information, SMS **JM** to **56161** or call our toll-free number **1800-22-3132**

JM FINANCIAL MUTUAL FUND

JM Financial Asset Management Pvt Ltd, 5th Floor, 'A' Wing, Laxmi Towers, Bandra Kurla Complex, Mumbai 400 051. Tel : 3967 7777 | Fax: 2652 8377 / 78 | E-mail: info@jmfund.in | www.JMFinancialmf.com
All rights in the BSE Basic Industries Index (V) vest in BSE. BSE and BSE Basic Industries Index (V) are trademarks of BSE and are used by the JM Financial Asset Management Pvt. Ltd. under license. BSE shall not be liable in any manner whatsoever (including in negligence) for any loss arising in any person whosoever out of use of or reliance on the BSE Basic Industries Index (V) by any person. **Statutory Details:** Trustee: JM Financial Trustee Company Private Limited. **Investment Manager:** JM Financial Asset Management Private Limited. **Sponsor:** JM Financial Limited. **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 investments 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 liable or responsible for any loss resulting from the operation of the fund beyond the initial contribution made by them of an aggregate amount of Rupees Two Lakhs towards setting up of the fund, which has been invested in JM Equity Fund. JM Basic Fund is only the name of the scheme and does not in any manner indicate either the quality of the scheme, its future prospects or returns. Investors in the Plans 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 Offer Document. Please refer to the Offer Document of the Schemes, which can be obtained free of cost from any of the JM Financial Mutual Fund Investor Service Centres or Distributors. ^{##} For non-SIP/STP transactions investors should refer to the offer document of the respective schemes. Investors should read the Offer Document carefully before investing.

Corporate Office:

JM Financial Asset Management Private Limited

5th Floor, A-Wing Laxmi Towers, Bandra - Kuria Complex, Mumbai - 400 051.

Tel: (022) 89877777 • Fax: (022) 26523777-78 • E-mail: mtg@jmfincindia.in

• Website: www.JMFinancial.in

For further details please contact any of our offices:

◆ **Agri:** Office No. F-C-5, 1st Floor, Block No. 41/4B, Friends Tower, Sarjan Palace, Agra - 282 002. Tel: (0562) 4041298. ◆ **Ahmedabad:** A-605, Premium House, Opp. Gandhinagar Railway Stn., Off Ashram Road, Ahmedabad - 380 009. Tel: (079) 28678334 / 28681831. ◆ **Bangalore:** Ground Floor, 16/8 All Aslar Road, Bangalore - 660 062. Tel: (080) 4112897 / 4112898. ◆ **Chandigarh:** SCO-61, 62, 63, 2nd Floor, Sector 9D, Madhya Marg, Chandigarh - 160 036. Tel: (0172) 4817236 / 4817238. ◆ **Chennai:** 2nd Floor, Ruby Rangan, Dinross Estate, Opposite to Tarapore Towers, (Behind HP Petrol Pump) Old No. 68, Anna Salai, Chennai - 600 002. Tel: (044) 28613028 / 28613257. ◆ **Coimbatore:** Door No. 180/17, First Floor, Alokya Commercial Centre, Thiruvankaserry Road, R B Puram, Coimbatore - 641 002. Tel: (0422) 4357373. ◆ **Dehradun:** 57/19 Shiva Palace, Rajpur Road, Dehradun - 246 001. Tel: (0135) 3244561. ◆ **Goa:** CL-12, Advani Business Centre, Nissai Canal Arcade, Amanam Bazar Road, Above Federal Bank, Panaji, Goa - 403 001. Tel: (0832) 6993002. ◆ **Hubli:** No. 29, Upper Ground Floor, Vivekananda Corner, Deshpande Nagar, Hubli - 580 029. Tel: (0836) 4263907 / 908. ◆ **Hyderabad:** ABK ULBEE Plaza, 6-2-816/8 & 9, 4th Floor, 403, Road No 1, Banjara Hills, Hyderabad - 500 034. Tel: (040) 68984436 / 68760762. ◆ **Indore:** 416-A, 2/1 Race Course Road, D M Tower, Indore (MP) - 452 001. Tel: (0731) 2633844. ◆ **Jaipur:** 447, 4th Floor, Ganapati Plaza, MI Road, Jaipur - 302 001. Tel: (0141) 4002188 / 98. ◆ **Jalandhar:** SCO 203, 2nd Floor, Lotus Tower, GT Road, Jalandhar City - 144 001. Tel: 6872686900. ◆ **Kanpur:** Office No. 512, 5th Floor, Kan Chambers, 14/113 Civil Lines, Kanpur - 208 001, (U.P.) Tel: (0512) 3814577, 3022734, 3022735. ◆ **Kolkata:** 6, Little Russell Street, 8th Floor, Karikarta Estate, Kolkata - 700 071. Tel: (033) 22630827 / 26 / 28. ◆ **Lucknow:** Room No. 101, 1st Floor, Sky Hi, 6-Parik Road, Lucknow - 226 001. Tel: (0522) 4028536 / 7 / 8. ◆ **Ludhiana:** Office No. 308, SCO 18, Opp. Stock Exchange, Feroze Gandhi Market, Ludhiana - 141 001. Tel: (0161) 6064519 / 6064620. ◆ **Mangalore:** Room No. 22, 2nd Floor, Minasa Towers, M G Road, Near PVS Circle, Mangalore 573 003. Tel: (0824) 4277326 / 4268326. ◆ **Mumbai:** 112, Jolly Matar Chambers II, Nariman Point, Mumbai - 400 021. Tel: (022) 39677777. ◆ **Nagpur:** 204, Khullar Chambers, Above Bank of Baroda, Munje Chowk, Sita Buidi, Nagpur - 440 012. Tel: (0712) 6600171 / 72. ◆ **Nasik:** Lower Ground 14, Suyoji Sansul, Behind Centurion Bank, Sharanpur Road, Nasik - 422 002. Tel: (0253) 3012624, Mob: 9870180824. ◆ **New Delhi:** 501, 5th Floor, Arunachal Building, Barakhamba Road, New Delhi - 110 001. Tel: (011) 23327432 / 33. ◆ **Patna:** 521, Ashiana Harmaasa, New Dak Bunglow Road, Patna - 800 001. Tel: (0612) 2208796. ◆ **Pune:** 'Karnata Arcade', Office No. 211, 2nd Floor, Survey No. 1204/1, JM Road, Shivajinagar, Pune - 411 005. Tel: (020) 89023667 / 89025817. ◆ **Rajpur:** Shop No. 28, 2nd Floor, Millennium Plaza, Near Indian Coffee House, G.E. Road, Rajpur, Chandigarh - 402 001. Tel: (0771) 436 7710. ◆ **Rajkot:** 208, Star Chambers, 2nd Floor, Hanjar Chowk, Rajkot - 360 001. Tel: (02851) 2231903, Mob: 9698234006. ◆ **Surat:** 220, Second Floor, Lalihal, Contractor Complex, Nampura, Surat - 395001. Tel: (0281) 2460134 / 6883056. ◆ **Vadodra:** 407, 4th Floor, Siddharth Complex, Alkapuri, R C Dull Road, Vadodra - 390 005. Tel: (0266) 6326474 / 2360463. ◆ **Varanasi:** 2nd Floor, Office No. 5, Urvasi Complex, Sgra, Varanasi - 221 010. Tel: (0542) 6454254.

● SMS JM to 56161 ● Call Toll-free 1800-22-3132

Registrar & Transfer Agent :

Karvy Computershare Private Limited

Karvy Plaza, H. No. 8-2-598, Avenue 4, Street No. 1, Banjara Hills, Hyderabad - 500 034, Andhra Pradesh.

Tel: (040) 28812454, 23320261 / 761 • Fax: (040) 2331868 • E-Mail: investor@jmfincindia.in or distributor@jmfincindia.in

Web transactions through :

www.kcldirect.com; www.kotak.com; www.kotaksecurities.com; www.hdfcpalaebuildor.in
www.indiaonline.com; www.usetrade.com; www.njindiaonline.com; www.religare.in
www.reliancemoney.com; www.sharekhan.com; www.guptaequities.com
www.yesbank.in; www.angeltrade.com; www.hdfcbank.com

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

AAAF 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 ratings 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 16 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 36%; ★★ Next 22.6%; ★ Bottom 10%.

Risk Factors : Mutual fund investments are subject to market risks and there is no assurance or guarantee that the objectives of the schemes will be achieved. As with any investment in securities, the Net Asset Value (NAV) of the units issued under the Schemes 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 them of an aggregate amount of Rupees Two lacs 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. Investors may please note that after payment of the dividend, the per unit NAV will fall to the extent of the dividend paid out (including the applicable distribution tax payable to Government). Past performance is no guarantee of future results. This newsletter is neither a prospectus nor an invitation to subscribe to units of JM Financial Mutual Fund. Application should be made on the application form and on the basis of the respective scheme Offer Documents. Distribution taxes have been excluded while calculating the returns. The above information is not necessarily indicative of future results and may not necessarily provide a basis of comparison with other investments. Please read the Offer Documents carefully before investing. Source for calculation of returns of all schemes: mutualfunddata.in

Disclaimer: The views of the Fund Managers should not be construed 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 their 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.

