

CONTACT

JM FINANCIAL

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March - 2008

JM FINANCIAL MUTUAL FUND

Creating
Wealth!



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.

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NFO CLOSES 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 deductible 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 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 / 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 Five 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 IPO Ls. 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 ELSS guidelines. Please read the Offer Document carefully before investing.

Equity

ECONOMY

According to the Economic Survey GDP growth is expected to decelerate to 8.7% (factor cost at constant 1999-2000 prices) owing to slowdown in most sectors except electricity and services. Survey cites domestic investments and savings as primary drivers for recent growth (GDP grew at 9.4% and 9.6% in previous years). Survey projects per capita income and per capita consumption to grow at 7.2% (same as the five year average) and 5.3% (marginally higher than the five year average) for the current fiscal. Economic survey suggests number of reforms like:

- To amend Coal mines nationalization act and allowing regulated private entry into coal mining, privatizing old coal mines
- Complete the process of divesting 5-10% equity of profit making non-navratna PSUs
- Phase-out control on Sugar, Fertilizer, Drugs
- Allowing 100% foreign equity in foreign branded, specialized retail chains (e.g. Luxury Brands, Consumer Durables, Semi-Durables)
- Increasing of FDI limits in insurance (to 49%), rural agricultural banks (to 100%)
- Increasing work week to 60 hours (from 48) per week and day limit to 12 hours (to meet seasonal demand through overtime)
- On the infrastructure front, permit corporate investment in nuclear power, allow free entry of private and public private partnership rail freight companies, urban public transport to run by private players, etc, are some of the measures

UNION BUDGET

The Union Budget made several announcements aimed at socially weaker sectors with thrust on education, agriculture and health. Loan waiver of Rs.600 bn (US \$ 15 billion) to farmers should provide renewed purchasing power and give a fillip to demand across consumer and industrial products. Hopefully, this will also give a fillip to agricultural production if some of the new money goes back in to farming. Income tax relaxation at the personal level as well as a hike in the service tax exemption limits increases disposable income by a reasonable amount and should help fuel consumption. Excise duty cuts should lower the

cost of production for the industry. The Union Budget was generally acclaimed to be either positive or neutral for various industries. But the consequence of the increase in short-term capital gain and the reclassification of STT (STT paid by those who treat their trading activity as the core business) to business expenditure instead of advance tax paid, was negative in the eyes of market makers, specifically jobbers. This could keep the market volatile with low volumes, widen spreads and reduce interest in futures trading to some extent

STOCK MARKET

February was an eventful month for the Indian stock market, but still, the trend continued to be shaped by global clues, except for short aberrations during specific domestic events. At the beginning of the month, those stocks that gained sharply during the de-coupled frenzy (mid-November to mid-January) were the worst hit as they tried to find a place in the changed situation of global trends tracking. The market turned extremely volatile during the second week. Neither the weak indication from IIP (7.6% growth) nor the fall in core sector production (4.0% growth) could help shape market sentiment to local events. After moving in extreme volatile ranges and with very high discounts for the futures, key indices closed the month mixed, amid a further fall in volumes. International liquidity continued to be the prime concern as it alone, along with the value of the dollar, has been shaping the sentiments around various asset classes.

MARKET OUTLOOK

We continue to maintain our positive stance on the equity markets in the long term. At 17578 (as of 29th Feb'08), the markets looks attractive, however we should expect a certain amount of volatility in the near term owing to uncertainty in the global markets. Overall the fundamental story remains intact and now the froth is out of the markets. Today we find strong value in a large number of stocks and this is actually the time to buy rather than sell. We strongly believe that most of the bad news – including the scare of global slowdown - has been discounted by the markets. We reiterate that the risk reward is clearly in favour of investment into equities and disciplined investors with a little patience will make good returns in the long term.

(Source: Bloomberg)

Derivatives

Aftermath of the January correction continued in February as well. Markets were range bound and traded in a band of 17000 to 19000 for most of the time. Traders and speculators were looking towards the institutional players for a clear direction of the market. Retail participants were sitting on the fence, recovering from the correction in the previous month. Total market-wide open interest on February expiry was lower than that on January expiry. The cost-of-carry was very low during the month. Due to lack of arbitrage opportunities, the fund was mainly deployed into debt. The deployments of funds and rollovers to the March series were at lower levels due to the nervousness before the Union Budget. As we have seen in the past, after a sharp fall in the indices, there is lack of arbitrage opportunities in the following 2 months. This may lead to lower returns from arbitrage in the month of March. However, these lower returns are made good by the extra-ordinary months like January.

Debt

Indicators	Current Month	Last month	M-o-M Variation
Forex Reserves* USD Bln	294.61	288.31	6.3
Credit Off take* -Rs Crs	2,209,732	2,127,664	82068
Credit Deposit Ratio *	72.75	71.50	
WPI Inflation*(%)	4.89%	3.93%	0.0096
10-Year Yield - India* (%)	7.61%	7.55%	0.0006
10-year Yield - USA* (%)	3.50%	3.92%	-3.885
Exchange Rate* USD/INR	40.02	39.37	0.65
Brent Crude per/bbl*	100.15	92.56	7.59
Reverse Repo-Daily Avg Rs Crs	7,970.00	16,225.00	(8,255.00)
Repo Average-Daily Avg Rs Crs	6,481.00	242.00	6,239.00

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

Government bond yields rose during the month on record high oil prices, higher domestic inflation and speculations of quasi government bonds getting SLR status. Long end government bonds witnessed a sharp sell off and the 10-30 spread widened to 43 basis points. Tight domestic liquidity situation added to the negative sentiments during the month. The month started on a weak note as RBI refrained from easing domestic interest rates in the monetary policy on inflationary concerns. Expectations of a higher government borrowing in the Union budget kept sentiments cautious. The 10 year benchmark yield rose to 7.69% before the budget announcement. However, yields retraced on last day of the month as the borrowing programme and fiscal deficit for the FY 2008-09 came in lower than the market expectation. Activity in the corporate bonds was lackluster as yields rose by around 25-30 basis points across the curve. Money market rates moved higher during the month on tight liquidity situation.

Factor: Inflation

Short Term: Negative — Medium Term: Negative

WPI Inflation for the month of February 2008 stood at 4.89% as compared to 3.90% in the previous month on account of rise in fuel and primary index. Fuel index rose from 334.42 in last month to 336.9 on account of rise in domestic fuel price. As expected the Government raised domestic petrol prices by Rs. 2 and diesel prices by Rs. 1. Primary articles index rose from 223.6 to 225.3 and manufacturing index from 189.4 to 190.2. Going forward in the month of March 08, headline inflation is expected to firm up and is likely to be in the band of 5.00%-5.50%. 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.

(Source: Bloomberg)

Factor: Liquidity

Short Term: Negative — Medium Term: Neutral

Domestic liquidity situation tightened during the month due to built up of government balances and lesser intervention by the RBI in foreign exchange market. RBI received daily average bids worth Rs. 8000 crores in the reverse repo auction and Rs. 6500 crores in daily repo

auctions indicating the tightness in liquidity situation. Government balances were up by Rs. 14459 crores during the month and stood at Rs. 54209 crores as on 29th February. Inter bank call rates remained range bound but spiked up in the intermittent period due to tight liquidity. Yields on money market assets rose by about 100 basis points on tight liquidity situation. Going forward in the month of March 2008 we expect domestic liquidity to remain tight on account of advance tax outflows (estimated to be between Rs. 45000-50000 crores) and built of government balances.

Factor: Union Budget

Short Term: Negative — Medium Term: Negative

For the economy as a whole, the Union budget has been a balanced one. It has shown that the Govt. is sensitive to the fact that there are some sectors in the economy which have or may come under stress during the slowdown following the furious pace of growth witnessed over last couple of years. Essentially it gives an impetus to consumption. The Union Budget revised the Fiscal deficit for the FY 2007-08 to 3.1% lower than the BE of 3.1%. Also the fiscal deficit for FY 2008-09 is estimated sharply lower at 2.5% as against the market estimates of 3.00%. The lower fiscal deficit for the next year has helped the government to prune to borrowing program for the next year. Net borrowing for FY 2008-09 is scheduled at Rs. 10000 crores lower by around 10000 crores than the last year. Lowering of tax slabs increases the spending power for a large population. This is demand-pull inflationary. Fiscal deficit (FD) on the face of it is small (2.5% of GDP) and the Govt. claims that it is reining in its balance sheet to help the RBI control inflation. However it is not so if we read the fine print. As far as the Receipts side is concerned, it is largely in line with our expectations (give or take an item like disinvestment). However we believe that the Expenditure side is hugely understated:

- It seems that the loan waiver to small & marginal farmers is Rs. 60,000 cr and will be spread over 3 years. In face of political contingency (elections coming up next year) it is our guess that a large part will be waived this year. But the killer is that the expenditure does not factor this explicitly stated outflow whereas the FM says that the banks will get budgetary support. The FM was also very cagey about the modalities of the scheme. It seems that the FM will again resort to off-fiscal accounting

contd....

contd....

Debt

juggery (issue of special securities) to finance this scheme. This may add about Rs. 30,000 cr of expenditure financed by similar amount of special securities in FY'09.

- The expenditure side does not provide for the outflows on account of the 6th Pay Commission. On a conservative basis we can expect a 30% hike in expenditure on this account. We assume here that pensions will be increased by a similar amount & the impact of higher pensions will also be felt in the same year. Now a 30% hike will result in an approximate increase in expenditure by Rs. 20,000 cr. If we add 2 years of arrears also, the total outflow would be about Rs 60 to 80,000 cr. Now if we adjust for pensions and the effect of upward-scaling in arrears also, expenditure will be higher by about Rs. 45,000 cr on a very conservative basis. The FM has clearly stated that this will be met out of additional borrowings and that is the reason why the FD is shown to be only 2.5% of the GDP. The FM, in effect, explicitly acknowledges that FD will (and NOT "may") be higher than budgeted.
 - Factoring in the above factors, FD is at least 3.93% of GDP. Add to this further expected issuance of Oil Bonds (calculations suggest anywhere between Rs. 72,000 cr [if Brent @\$80] to Rs. 1,80,000 cr [if Brent @ \$125]), Fertilizer, Food & other Bonds (conservatively assumed at Rs. 8,000 cr), the FD goes to 5.45%. On more pessimistic assumptions FD goes to 7.6% of GDP. These numbers seems to be too high but the point that we are making here is that the FD – on a very conservative basis – is in excess of 4.5% of GDP.
 - Budget provides for an additional issue of MSS bonds of almost Rs. 30,000 cr.
 - With the recent cabinet approval on changing the status of special securities to SLR bonds just by notification, the net supply of SLR bonds can go up from Rs 100000 crores to in excess of Rs. 150000 crores and even Rs. 200000 crores.
 - The effect on States' finances due to the Pay Commission is not very clear. The budget does not provide for any support to States. If this indeed remains so, then we can see States drawing down their surplus with the Centre. Central Govt.'s comfortable cash position is largely due to the States' surplus (about Rs. 70000 to 80,000 cr). If these surpluses get drawn down, Centre may have to resort to additional borrowings further increasing the FD (even though the combined FD of Centre & States may not change)

Factor: Global Interest Rates

Short Term: Neutral — Medium Term: Negative
 US government bond yields were volatile during the month on inflation concerns and weak economic data. The 10 year US treasury yield rose from 3.61% at the start of the month and touched a high of 3.89% on inflationary concerns. However the yields retraced sharply during the last week of the month as the FOMC chairman presented a

grim outlook of the US economy. This coupled with a weak set of economic data and sharp fall in the equity markets led to a fall in the yields. The 10 year benchmark yield retraced by around 35 basis points in two trading sessions towards the end of the month and ended at 3.50%. The Next FOMC is scheduled on 18th March 2008 and the Federal Reserve is expected to ease the target fed fund rate by another 25 basis points. (Source: Bloomberg)

Factor: Monetary Policy

Short Term: Neutral — Medium Term: Neutral

The overall policy stance is neutral with a focus on price stability, emphasis on credit quality, orderly conditions in financial markets. Inflation (CPI inflation rather WPI inflation) and moderation in capital flows. The recent surge in headline inflation and higher inflationary expectations will tone down markets expectation of any monetary easing in the near term. We expect the RBI to keep interest rates on hold in the near term on back of inflationary concerns.

Factor: Forex

Short Term: Negative — Medium Term: Neutral

India's Forex reserves stood at a robust \$ 294 billion as on 22nd February 2008. INR traded weak during the month on back of continued weakness in the local equity market and global uncertainty. Higher crude oil prices put a downward pressure on the local currency and the INR ended at 40.02 as against 39.44 at the start of the month. The domestic unit is likely to remain under pressure in the month of March 2008 on back of weak local stock market and higher crude oil prices. INR likely to trade in the range of 40.00-41.30 vis-à-vis the US dollar in the near term

OUTLOOK

Government bonds expected to trade in a range with a weak bias in the month of March 2008. Higher crude oil prices, tight domestic liquidity and rise in headline inflation will put a pressure on government bond yields. International crude oil prices are expected to remain firm on back of weak US dollar and speculative activities. The 10 year benchmark yield expected to trade in the range of 7.47%-7.70% in the month of March 2008. System liquidity is likely to remain under pressure on back of higher government balances and advance tax outflows. Money market assets are expected to trade firm on tight liquidity situation. We expect 5 year AAA corporate bonds-G-Sec spreads to remain in the band of 150-160 basis points

STRATEGY

Domestic liquidity is likely to remain under pressure for the month of March 2008 on back huge advance tax outflows and build of government balances. Surge in domestic liquidity on account of RBI's dollar purchase which has been one of the major sources of rupee liquidity in the past few months is also likely to ease on back of drying FII inflows. Expected tight liquidity situation coupled with higher CD issuances by banks will put pressure on money market rates. Our strategy will be to take advantage of the liquidity tightening and seek deployment opportunities at higher levels. We will focus on the long and medium end of the money market curve as we expect the money market liquidity situation to ease in the next month. Our strategy on long term schemes will be to keep a low duration.

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 11.4349
Dividend Plan (Rs.) : 11.4348

CORPUS

Rs. 873.54 Crores
(February 29, 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 : 0.0482

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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto	4,414.55	5.05	
Maruti Udyog	4,414.55	5.05	
Auto Ancillaries	5,897.62	6.75	
Apollo Tyre	5,244.31	6.00	
Clutch Auto	653.31	0.75	
Banks	832.62	0.95	
Punjab National Bank	832.62	0.95	
Cement	4,459.16	5.10	
Century Textile & Inds.	4,459.16	5.10	
Construction	4,471.62	5.12	
Nagarjuna Construction Co.	2,931.27	3.36	
Unitech - Futures	1,540.35	1.76	
Consumer Durables	5,968.65	6.83	
Voltas	5,968.65	6.83	
Consumer Non Durable	7,371.54	8.45	
Balrampur Chini Mills	3,263.70	3.74	
Balrampur Chini Mills - Futures	1,525.06	1.75	
Gitanjali Gems	2,582.78	2.96	
Ferrous Metals	5,400.87	6.18	
Maharashtra Seamless	2,632.48	3.01	
PSL	2,768.39	3.17	
Finance	(12,808.86)	(14.66)	
Nifty - Futures	(14,597.75)	(16.71)	
Reliance Capital - Futures	1,788.89	2.05	
Industrial Capital Goods	12,598.39	14.43	
Bharat Heavy Electricals - Futures	3,036.86	3.48	
Larsen & Toubro	415.51	0.48	
Larsen & Toubro - Futures	3,931.89	4.50	
Praj Industries	357.40	0.41	
Praj Industries - Futures	2,505.27	2.87	
Suzlon Energy - Futures	2,351.46	2.69	
Petroleum Products	8,351.58	9.56	
Reliance Industries - Futures	4,310.88	4.93	
Reliance Petroleum - Futures	4,040.70	4.63	
Real Estate Developers	2,557.50	2.93	
Ansal Properties & Infrastructure	2,557.50	2.93	
Software	19,371.31	22.17	
3i Infotech	4,248.19	4.86	
3i Infotech - Futures	976.52	1.12	
Infosys Technologies - Futures	5,087.91	5.82	
Mphasis BFL	1,380.00	1.58	
Satyam Computers Services - Futures	4,792.22	5.49	
Satyam Computers Services	2,053.43	2.35	
Tata Consultancy Service - Futures	833.04	0.95	
Telecom-Services	(3,720.13)	(4.26)	
Bharti Airtel - Futures	(3,720.13)	(4.26)	
Textile Products	7,392.73	8.46	
Bombay Rayon Fashions	7,022.27	8.04	
Bombay Rayon Fashions - Futures	370.46	0.42	
Transportation	10,114.84	11.57	
Jet Airways India	4,887.35	5.59	
Spicejet	5,227.49	5.98	
Total Equity	82,673.99	94.63	
CBLO	739.38	0.85	
Others*	3,940.85	4.52	
Total Assets	87,354.22	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on February 29, 2008 :

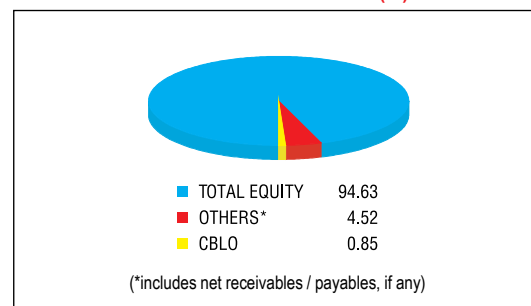
Plan	1 Mth	3 Mths	Incep.*
Growth Plan	(4.67)	(3.05)	14.35
BSE 500 Index	(3.60)	(7.46)	16.81

* 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
(203 Open-Ended Schemes) for 3 and 5 years
periods ending February 2008.

PORTFOLIO as on February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto	512.67	5.60	
Maruti Udyog	512.67	5.60	
Auto Ancillaries	561.17	6.13	
Apollo Tyre	561.17	6.13	
Beverages	9.06	0.10	
McDowell India Spirits	9.06	0.10	
Cement	566.24	6.19	
Grasim Industries	566.24	6.19	
Construction	1,529.41	16.71	
Hindustan Construction Co.	448.61	4.90	
IVRCL Infrastructure & Projects	425.25	4.65	
Punj Lloyd	254.78	2.78	
Unitech	0.72	0.01	
Unitech - Futures	400.05	4.37	
Construction Materials	17.70	0.19	
Simplex Projects	17.70	0.19	
Consumer Durables	610.05	6.67	
Voltas	610.05	6.67	
Consumer Non Durable	788.55	8.62	
Balrampur Chini Mills	299.68	3.27	
Gitanjali Gems	461.82	5.05	
Hindustan Unilever	4.19	0.05	
Renaissance Jewellery	20.75	0.23	
Renaissance Jewellery Detachable warrant	2.11	0.02	
Ferrous Metals	381.46	4.17	
JSW Steel	381.46	4.17	
Industrial Capital Goods	572.47	6.26	
Bharati Shipyards	572.47	6.26	
Industrial Products	182.00	1.99	
Nahar Industrial Enterprises	182.00	1.99	
Pesticides	454.11	4.96	
United Phosphorus	454.11	4.96	
Petroleum Products	1.57	0.02	
Reliance Industries	1.57	0.02	
Software	944.56	10.33	
Satyam Computers Services	709.74	7.76	
Tech Mahindra	234.82	2.57	
Telecom-Services	742.45	8.11	
Reliance Communications	410.91	4.49	
Reliance Communications - Futures	331.54	3.62	
Textile Products	691.71	7.56	
Bombay Rayon Fashions	691.71	7.56	
Transportation	361.79	3.95	
Jet Airways India	361.79	3.95	
Total Equity	8,926.97	97.56	
CBLO	268.28	2.93	
Others*	(43.61)	(0.49)	
Total Assets	9,151.64	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 February 29, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Growth Plan	32.68	34.69	43.04	12.42
BSE Sensex**	35.75	37.79	39.82	13.92

* 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 February 29, 2008 :

Scheme Name	3 Years (Monthly)		
	Beta	Sharpe	Std. Dev.
JM Equity Fund - Growth Option	0.93	0.32	7.23%

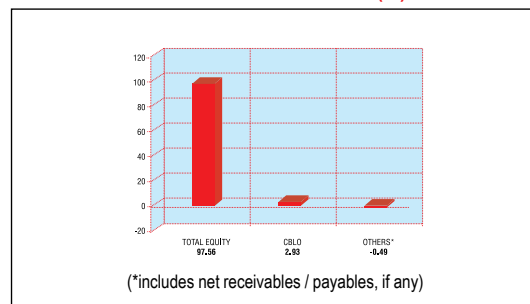
Disclaimer: Source: Mutual Funds India Explorer.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

JM Equity Fund - Growth Option	Last	Last	Last
	1 Year	3 Years	5 Years
SIP Start Date	01.03.2007	01.03.2005	03.03.2003
Total Investment	12,000.00	36,000.00	60,000.00
Value Investment as on February 29, 2008	12,791.04	53,128.84	144,952.35
Compounded Annualised Return on Investment (%)	12.50	27.03	36.21
Benchmark Index Returns (%)	21.59	34.35	37.42

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 45.4121

Dividend Plan (Rs.) : 20.4028

CORPUS

Rs. 91.52 Crores

(February 29, 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 : 0.0695

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 SIP/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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 31.4412
Dividend Plan (Rs.) : 23.6750

CORPUS

Rs. 1,328.82 Crores
(February 29, 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 : 0.0066

EXPENSE RATIO : 2.08%

(*) 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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto Ancillaries	4,442.95	3.34	
Apollo Tyre	4,442.95	3.34	
Building Products	4,578.14	3.45	
Greenply Industries	4,578.14	3.45	
Cement	2,162.80	1.63	
Grasim Industries	2,162.80	1.63	
Construction	31,050.04	23.37	
Era Constructions (India)	5,246.05	3.95	
Hindustan Construction Co.	7,039.53	5.30	
IVRCL Infrastructure & Project - Futures	1,352.49	1.02	
IVRCL Infrastructure & Projects	5,485.69	4.13	
Madhucon Projects	0.91	0.00	
Nagarjuna Construction Co.	7,526.57	5.66	
Punj Lloyd	4,398.80	3.31	
Construction Materials	5,066.81	3.81	
Action Construction Equipment	5,066.81	3.81	
Consumer Durables	7,122.98	5.36	
Volta	7,122.98	5.36	
Consumer Non Durable	4,664.87	3.51	
Bajaj Hindustan	491.30	0.37	
Balrampur Chini Mills	2,671.07	2.01	
Balrampur Chini Mills - Futures	1,502.50	1.13	
Ferrous Metals	12,247.22	9.22	
Jai Corp	1,329.11	1.00	
Maharashtra Seamless	4,542.81	3.42	
PSL	6,375.30	4.80	
Finance	7,491.62	5.64	
Infrastructure Development Fin - Futures	2,700.69	2.03	
Infrastructure Development Finance Co.	4,790.93	3.61	
Industrial Capital Goods	25,508.70	19.19	
Bharat Earth Movers	2,980.53	2.24	
Bharati Shipyard	8,208.69	6.18	
Emco	6,180.31	4.65	
Kalpataru Power Transmission	4,799.86	3.61	
Suzlon Energy	1,929.56	1.45	
Suzlon Energy - Futures	1,409.75	1.06	
Industrial Products	16,166.82	12.17	
Everest Kanto Cylinder	4,543.16	3.42	
Sintex Industries	11,623.66	8.75	
Petroleum Products	20.72	0.02	
Reliance Industries	20.72	0.02	
Telephone Cables	3,785.87	2.85	
Finolex Cables	3,785.87	2.85	
Transportation	3,605.64	2.71	
Sanghvi Movers	3,605.64	2.71	
Total Equity	127,915.18	96.27	
CBLO	3,089.60	2.33	
Others*	1,877.48	1.40	
Total Assets	132,882.26	100.00	

(*includes net receivables / payables, if any)

(†) **Disclaimer: BSE Basic Industries Index** (™) : All rights in the BSE Basic Industries Index (™) vest in BSE. BSE and BSE Basic Industries Index (™) are trademarks of BSE and are used by JM Financial Asset Management Private Ltd. under license. BSE shall not be liable in any manner whatsoever (including in negligence) for any loss arising to any person whatsoever out of use of or reliance on the BSE Basic Industries Index (™) by any person.

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*BSE does not guarantee the accuracy and/or the completeness and/or continuity of BSE Basic Industries 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 Basic Fund, or any other persons or entities from the use of BSE Basic Industries 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 Basic Industries 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.

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%
	March 25, 2003	45.00%
FY 2001-01	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 February 29, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Basic Fund	69.80	41.87	43.49	38.01
BSE BII**	82.81	NA	NA	NA

* Inception date = Allotment date i.e. 02.06.1997

** **Benchmark Index:** BSE Basic Industries Index (™)

Benchmark index has been changed from S&P CNX Petrochemical Index to BSE Basic Industries Index (™) 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 February 29, 2008 :

Scheme Name	3 Years (Monthly) RF=6%		
	Beta	Sharpe	Std. Dev.
JM Basic Fund - Growth Option	1.03	0.34	8.25%

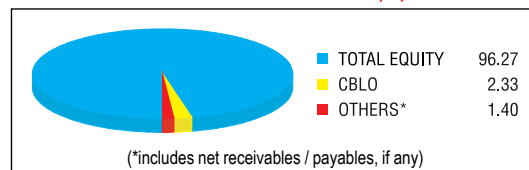
Disclaimer: Source: Mutual Funds India Explorer.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year	Last 3 Years	Last 5 Years
SIP Start Date	01.03.2007	01.03.2005	03.03.2003
Total Investment	12,000.00	36,000.00	60,000.00
Value Investment as on February 29, 2008	14,533.15	70,328.73	158,973.13
Compounded Annualised Return on Investment (%)	41.52	48.81	40.22
Benchmark Index Returns (%)	60.79	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 (%)



JM Emerging Leaders Fund

(An open-ended equity oriented growth scheme)

PORTFOLIO as on February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Cement	3,317.45	4.74	
Century Textile & Inds.	3,317.45	4.74	
Construction	3,885.04	5.55	
Nagarjuna Construction Co.	3,340.34	4.77	
Nagarjuna Construction Co. - Futures	544.70	0.78	
Construction Materials	5,490.17	7.84	
Action Construction Equipment	2,347.26	3.35	
Simplex Projects	3,142.91	4.49	
Consumer Non Durable	11,158.19	15.93	
Gitanjali Gems	4,007.84	5.72	
Gitanjali Gems - Futures	649.49	0.93	
Hanung Toys & Textiles	3,301.05	4.71	
Rajesh Exports	3,199.81	4.57	
Electric Utilities	2,010.26	2.87	
Asian Electronics	2,010.26	2.87	
Ferrous Metals	501.03	0.72	
PSL	501.03	0.72	
Industrial Capital Goods	7,043.32	10.05	
BGR Energy Systems	9.54	0.01	
Bharati Shipyard	2,663.21	3.80	
Emco	4,370.57	6.24	
Industrial Products	4,282.70	6.11	
Sintex Industries	4,282.70	6.11	
Real Estate Developers	743.26	1.06	
Ansul Properties & Infrastructure	743.26	1.06	
Software	11,948.57	17.07	
3i Infotech	3,431.38	4.90	
Bartronics India	2,378.97	3.40	
Mphasis BFL	4,067.72	5.81	
Tech Mahindra	2,070.50	2.96	
Telecom-Equipment & Accessories	5,228.32	7.46	
XL Telecom	5,228.32	7.46	
Telecom-Services	1,116.41	1.59	
Tulip IT Services	1,116.41	1.59	
Textile Products	5,748.24	8.21	
Bombay Rayon Fashions	4,679.60	6.68	
Bombay Rayon Fashions - Futures	1,068.64	1.53	
Transportation	4,996.71	7.13	
Jet Airways India	1,975.77	2.82	
Spicejet	3,020.94	4.31	
Total Equity	67,469.67	96.33	
CBLO	3,516.52	5.02	
Others*	(940.98)	(1.35)	
Total Assets	70,045.21	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on February 29, 2008 :

Plan	1 Year	Incep.*
Growth Plan	55.42	18.30
BSE 200 **	43.36	36.85

* Inception date = Allotment date i.e. 27.07.2005

** Benchmark Index: BSE 200 Index

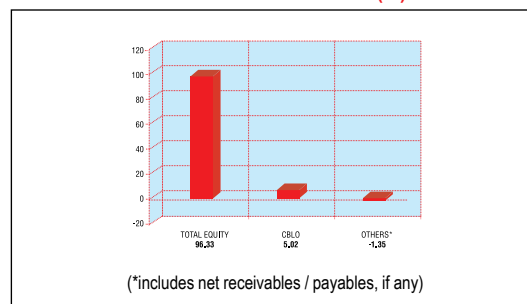
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year
JM Emerging Leaders Fund - Growth Option	
SIP Start Date	01.03.2007
Total Investment	12,000.00
Value Investment as on February 29, 2008	14,279.14
Compounded Annualised Return on Investment (%)	37.17
Benchmark Index Returns (%)	28.12

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 15.4670

Dividend Plan (Rs.) : 15.4995

CORPUS

Rs. 700.45 Crores

(February 29, 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 : 0.0690

EXPENSE RATIO : 2.27%

(*) 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 FEBRUARY 29, 2008

Regular Plan

Growth Option (Rs.) : 13.8234

Dividend Option (Rs.) : 13.8239

CORPUS

Rs. 256.05 Crores
(February 29, 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 : 0.0062

EXPENSE RATIO : 2.32%

(*) 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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto Ancillaries	1,410.78	5.51	
Apollo Tyre	1,410.78	5.51	
Cement	939.51	3.67	
Century Textile & Inds.	939.51	3.67	
Construction	1,717.97	6.71	
Hindustan Construction Co.	659.98	2.58	
Nagarjuna Construction Co.	1,057.99	4.13	
Construction Materials	1,007.52	3.93	
Simplex Projects	1,007.52	3.93	
Consumer Non Durable	4,122.04	16.10	
Gitanjali Gems	1,642.31	6.41	
Hanung Toys & Textiles	2,429.69	9.49	
Renaissance Jewellery	45.43	0.18	
Renaissance Jewellery Detachable warrant	4.61	0.02	
Hotels	1,020.36	3.99	
Country Club India	1,020.36	3.99	
Industrial Capital Goods	3,052.28	11.93	
BGR Energy Systems	11.67	0.05	
Bharati Shipyard	1,325.21	5.18	
Emco	1,715.40	6.70	
Industrial Products	2,142.02	8.37	
Sintex Industries	2,142.02	8.37	
Non Ferrous Metals	2,006.79	7.84	
Sujan Towers	2,006.79	7.84	
Real Estate Developers	649.18	2.54	
Ansar Properties & Infrastructure	649.18	2.54	
Software	642.53	2.51	
3i Infotech	642.53	2.51	
Telecom-Services	1,597.54	6.24	
Tulip IT Services	1,597.54	6.24	
Textile Products	2,022.48	7.90	
Bombay Rayon Fashions	2,022.48	7.90	
Textiles & Apparel	686.48	2.68	
House of Pearl Fashions	686.48	2.68	
Transportation	1,848.14	7.22	
Spicejet	1,848.14	7.22	
Total Equity	24,865.62	97.14	
CBLO	273.66	1.07	
Others*	465.27	1.79	
Total Assets	25,604.55	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on February 29, 2008 :

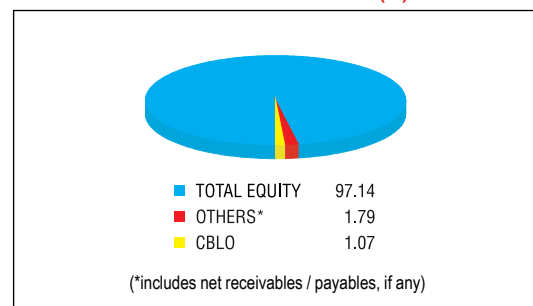
Plan	1 Mth	3 Mths	6 Mths	Incep.*
Regular Plan - Growth Option	(6.92)	(5.18)	22.92	38.23
CNX MCI **	(4.78)	(6.13)	23.23	38.13

* 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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto	217.05	4.72	
Maruti Udyog	217.05	4.72	
Banking Services	210.81	4.58	
Dena Bank	67.65	1.47	
UTI Bank	143.16	3.11	
Banks	377.67	8.21	
Canara Bank	208.73	4.54	
Punjab National Bank	168.94	3.67	
Cement	93.92	2.04	
India Cements	93.92	2.04	
Chemicals	2.69	0.06	
Supreme Petrochem	2.69	0.06	
Construction	1,186.31	25.80	
Era Constructions (India)	162.01	3.52	
Hindustan Construction Co.	166.15	3.61	
Kalindee Rail Nirman (Eng)	364.02	7.92	
Parsvnath Developers	134.23	2.92	
Unitech	359.90	7.83	
Construction Materials	163.33	3.55	
Simplex Projects	163.33	3.55	
Consumer Durables	269.64	5.86	
Voltas	269.64	5.86	
Ferrous Metals	411.06	8.94	
Jai Corp	343.40	7.47	
Maharashtra Seamless	67.66	1.47	
Finance	616.45	13.41	
Cholamandalam DBS Finance	149.32	3.25	
IL&FS Investment Managers	154.50	3.36	
Infrastructure Development Finance Company	312.63	6.80	
Industrial Capital Goods	612.17	13.30	
BGR Energy Systems	3.82	0.08	
Bharat Bijlee	133.04	2.89	
Havells India	213.12	4.63	
McNally Bharat Engineering Co	115.12	2.50	
Siemens	147.07	3.20	
Industrial Products	399.20	8.69	
Everest Kanto Cylinder	253.60	5.52	
Kalpana Industries	145.60	3.17	
Total Equity	4,560.30	99.16	
CBLO	18.82	0.41	
Others*	19.04	0.43	
Total Assets	4,598.16	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on February 29, 2008 :

Plan	1 Year	Incep.*
Growth Plan	46.57	19.31
S&P**	39.34	24.33

* Inception date = Allotment date i.e. 07.04.2006

** Benchmark Index: S&P CNX Nifty Index

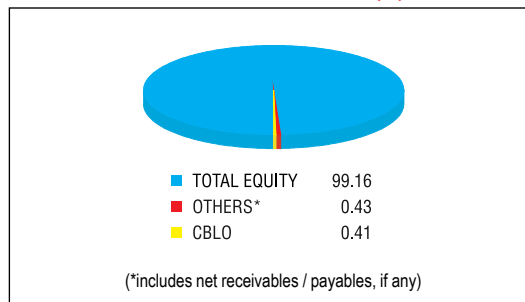
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year
JM HI FI Fund - Growth Option	
SIP Start Date	01.03.2007
Total Investment	12,000.00
Value Investment as on February 29, 2008	13,767.94
Compounded Annualised Return on Investment (%)	28.54
Benchmark Index Returns (%)	24.18

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 13.9827
Dividend Plan (Rs.) : 13.9825

CORPUS

Rs. 45.98 Crores
(February 29, 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 : 0.0254

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 21.7031
Dividend Plan (Rs.) : 16.6110

CORPUS

Rs. 11.73 Crores
(February 29, 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 : 0.0647

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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto	661.56	56.43	
Ashok Leyland	38.46	3.28	
Eicher Motors	65.16	5.56	
Escorts India	102.59	8.75	
Mahindra & Mahindra	140.43	11.98	
Maruti Udyog	134.57	11.48	
Tata Motors	180.35	15.38	
Auto Ancillaries	267.20	22.79	
Amtek Auto	51.38	4.38	
Amtek India	71.07	6.06	
Apollo Tyre	73.97	6.31	
Exide Industries	70.78	6.04	
Industrial Products	179.78	15.33	
Ahmednagar Forgings	66.30	5.65	
Ramkrishna Forgings	113.48	9.68	
Total Equity	1,108.54	94.55	
CBLO	64.81	5.53	
Others*	(0.84)	(0.08)	
Total Assets	1,172.51	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 February 29, 2008 :

Plan	1 Year	3 Years	Incep.*
Growth Plan	2.95	19.16	23.50
BSE Auto **	(4.34)	20.67	24.33

* 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 February 29, 2008 :

Scheme Name	3 Years (Monthly)		
	Beta	Sharpe	Std. Dev.
JM Auto Sector Fund - Growth Option	0.85	0.17	7.33%

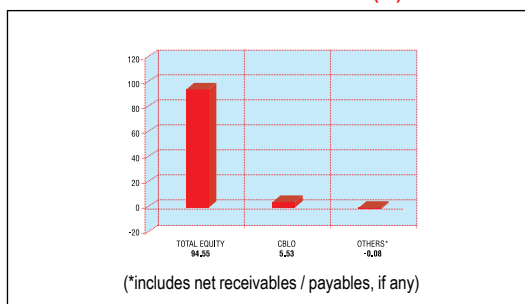
Disclaimer: Source: Mutual Funds India Explorer.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

JM Auto Sector Fund - Growth Option	Last	
	1 Year	3 Years
SIP Start Date	01.03.2007	01.03.2005
Total Investment	12,000.00	36,000.00
Value Investment as on February 29, 2008	11,927.86	42,315.37
Compounded Annualised Return on Investment (%)	-1.12	10.80
Benchmark Index Returns (%)	-6.80	8.42

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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Pharmaceuticals	535.41	97.89	
Aurobindo Pharma	48.81	8.92	
Cipla	31.37	5.74	
Dishman Pharmaceuticals & Chemicals	71.37	13.05	
Glenmark Pharmaceuticals	51.11	9.35	
Indoco Remedies	36.94	6.75	
Ipca Laboratories	43.61	7.97	
Jubilant Organosys	32.15	5.88	
Lupin	47.63	8.71	
Nicolas Piramal India	35.29	6.45	
NPIL Research & Development	4.89	0.89	
Panacea Biotech	26.25	4.80	
Ranbaxy Laboratories	59.06	10.80	
Sun Pharmaceuticals Industries	46.93	8.58	
Total Equity	535.41	97.89	
CBLO	12.14	2.22	
Others*	(0.64)	(0.11)	
Total Assets	546.91	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 February 29, 2008 :

Plan	1 Year	3 Years	Incep.*
Growth Plan	5.70	14.20	16.74
BSE Healthcare **	12.25	14.67	18.03

* 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 February 29, 2008 :

Scheme Name	3 Years (Monthly)		
	Beta	Sharpe	Std. Dev.
JM Healthcare Sector Fund - Growth Option	0.71	0.12	7.01%

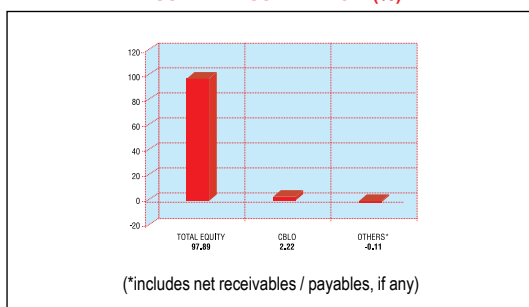
Disclaimer: Source: Mutual Funds India Explorer.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

JM Healthcare Sector Fund - Growth Option	Last	Last
	1 Year	3 Years
SIP Start Date	01.03.2007	01.03.2005
Total Investment	12,000.00	36,000.00
Value Investment as on February 29, 2008	11,996.98	40,602.75
Compounded Annualised Return on Investment (%)	-0.05	7.99
Benchmark Index Returns (%)	7.79	10.44

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 17.6541

Dividend Plan (Rs.) : 14.0057

CORPUS

Rs. 5.47 Crores
(February 29, 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 : 0.2164

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 12.0216

Dividend Plan (Rs.) : 12.0226

CORPUS

Rs. 7.73 Crores

(February 29, 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 : 0.0511

EXPENSE RATIO : 2.00%

(‡) 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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Software	96.66	12.51	
Geodesic Information Systems	41.91	5.42	
Sasken	32.20	4.17	
Tech Mahindra	22.55	2.92	
Telecom-Services	638.88	82.68	
Bharti Airtel	237.12	30.69	
Reliance Communications	256.93	33.25	
Tanla Solutions	59.22	7.66	
Tulip IT Services	85.61	11.08	
Telephone Cables	30.12	3.90	
Finolex Cables	30.12	3.90	
Total Equity	765.66	99.09	
CBLO	16.14	2.09	
Others*	(9.15)	(1.18)	
Total Assets	772.65	100.00	

(*includes net receivables / payables, if any)

PERFORMANCE (%) as on February 29, 2008 :

Plan	1 Year	Incep.*
Growth Plan	18.04	16.15
BSE Telecom **	20.50	20.21

* Inception date = Allotment date i.e. 07.12.2006

** Benchmark Index: BSE Telecom Index^(¶)

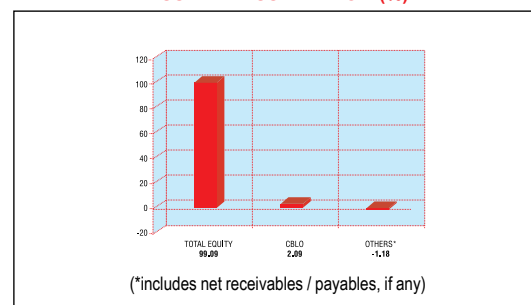
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year
JM Telecom Sector Fund - Growth Option	
SIP Start Date	01.03.2007
Total Investment	12,000.00
Value Investment as on February 29, 2008	11,644.41
Compounded Annualised Return on Investment (%)	-5.47
Benchmark Index Returns (%)	-2.51

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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Banking Services	961.61	12.34	
Dena Bank	260.45	3.34	
UTI Bank	701.16	9.00	
Banks	3,024.99	38.82	
Andhra Bank	212.74	2.73	
Canara Bank	417.14	5.35	
Central Bank of India	136.55	1.75	
Federal Bank	144.02	1.85	
ICICI Bank	639.06	8.20	
ING Vysya Bank	136.82	1.76	
Karnataka Bank	246.83	3.17	
Kotak Mahindra Bank	290.76	3.73	
Punjab National Bank	305.17	3.92	
State Bank of India	263.96	3.39	
State Bank of India	37.01	0.47	
Yes Bank	194.93	2.50	
Finance	3,175.71	40.73	
Cholamandalam DBS Finance	349.51	4.48	
IL&FS Investment Managers	157.37	2.02	
India Infoline	344.78	4.42	
Infrastructure Development Finance Company	668.19	8.57	
JM Financial	166.41	2.14	
LIC Housing Finance	347.93	4.46	
Mahindra & Mahindra Financial Services	238.05	3.05	
Reliance Capital	570.49	7.32	
Shriram Transport Finance Co.	209.67	2.69	
SREI Infrastructure Finance	123.31	1.58	
Total Equity	7,162.31	91.89	
CBLO	449.92	5.77	
Others*	181.33	2.34	
Total Assets	7,793.56	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 February 29, 2008 :

Plan	1 Year	Incep.*
Growth Plan	81.67	49.74
BSE Finance**	65.68	40.60

* Inception date = Allotment date i.e. 07.12.2006

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

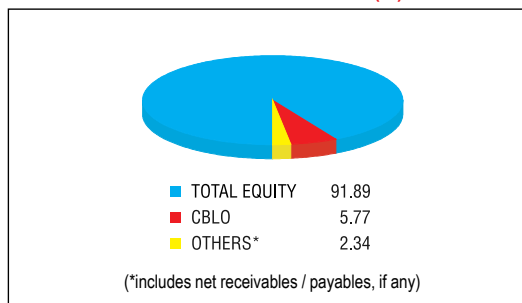
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year
JM Financial Services Sector Fund - Growth Option	
SIP Start Date	01.03.2007
Total Investment	12,000.00
Value Investment as on February 29, 2008	15,364.96
Compounded Annualised Return on Investment (%)	56.04
Benchmark Index Returns (%)	50.79

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 16.4317

Dividend Plan (Rs.) : 16.4284

CORPUS

Rs. 77.94 Crores

(February 29, 2008)

MINIMUM INVESTMENT⁽⁸⁾

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 : 0.0671

EXPENSE RATIO : 2.36%

(*) 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.

(8) 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

Sanjay Chhabaria

(Managing this fund since February, 2008 & total 8 years of experience in fund management & equity research).

INCEPTION

1st April, 1995

NAV AS ON FEBRUARY 29, 2008

Growth Plan (Rs.) : 27.8873

Dividend Plan (Rs.) : 21.1992

CORPUS

Rs. 80.50 Crores
(February 29, 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 : 0.3284

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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto Ancillaries	76.83	0.95	
Apollo Tyre	76.83	0.95	
Banks	1,135.94	14.12	
Andhra Bank	142.99	1.78	
ICICI Bank	314.88	3.91	
Industrial Development Bank of India	233.94	2.91	
Karnataka Bank	444.13	5.52	
Cement	473.64	5.88	
Century Textile & Inds.	413.13	5.13	
Grasim Industries	60.51	0.75	
Construction	1366.25	16.97	
Era Constructions (India)	84.38	1.05	
IVRCL Infrastructure & Projects	472.50	5.87	
Kalindee Rail Nirman (Eng)	132.96	1.65	
Unitech	414.96	5.15	
Unitech - Futures	261.45	3.25	
Consumer Non Durable	1,067.10	13.26	
Balrampur Chini Mills	293.12	3.64	
ITC	315.28	3.92	
Renaissance Jewellery	158.70	1.97	
Ruchi Soya Industries	300.00	3.73	
Ferrous Metals	702.98	8.73	
Maharashtra Seamless	338.30	4.20	
Monnet Ispat	137.70	1.71	
PSL	226.98	2.82	
Finance	176.66	2.19	
Cholamandalam DBS Finance	176.66	2.19	
Industrial Capital Goods	325.07	4.04	
Alstom	138.44	1.72	
Emco	128.40	1.60	
McNally Bharat Engineering Co	58.23	0.72	
Industrial Products	91.16	1.13	
Bharat Forge	91.16	1.13	
Media	59.29	0.74	
Deccan Chronicle Holdings	59.29	0.74	
Petroleum Products	0.32	0.00	
Reliance Industries	0.32	0.00	
Software	578.45	7.19	
3i Infotech	382.95	4.76	
Mphasis BFL	195.50	2.43	
Total Equity	6,053.69	75.20	
Non Convertible Debenture	422.66	5.25	
DSP Merrill Lynch Capital Nabard	19.96	0.25	AAA(fso)
	402.70	5.00	AAA
Floating Rate Bonds	500.50	6.22	
Indian Railway Fin. Corp.	80.50	1.00	AAA
Union Bank of India	420.00	5.22	AA+
Privately Placed Debenture	512.33	6.36	
Citi Fin. Con. Finance	301.99	3.75	AAA
Citicorp Maruti Finance	160.67	2.00	AAA
GE Capital Services India	9.99	0.12	AAA
Kotak Mahindra Invt.	39.68	0.49	A1+
Total Debt	1,435.49	17.83	
CBLO	796.99	9.90	
Others*	(236.12)	(2.93)	
Total Assets	8,050.05	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 February 29, 2008 :

Plan	1 Yr	3 Yrs	5 Yrs	Incep.*
Growth Plan	26.74	28.74	30.81	18.86
CBFI **	28.92	23.65	24.76	NA

* Inception date = Allotment date i.e. 01.04.1995

** Benchmark Index: CRISIL Balanced Fund Index

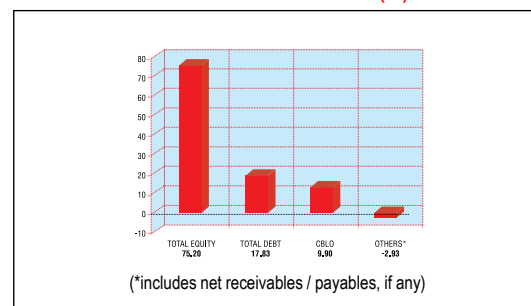
Note: CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

SYSTEMATIC INVESTMENT PLAN (SIP) RETURNS :

	Last 1 Year	Last 3 Years	Last 5 Years
JM Balanced Fund - Growth Option			
SIP Start Date	01.03.2007	01.03.2005	03.03.2003
Total Investment	12,000.00	36,000.00	60,000.00
Value Investment as on February 29, 2008	12,465.33	51,710.58	117,295.40
Compounded Annualised Return on Investment (%)	7.30	25.04	27.20
Benchmark Index Returns (%)	19.61	23.28	23.54

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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Auto Ancillaries	52.68	3.94	
Apollo Tyre	52.68	3.94	
Banks	33.51	2.50	
HDFC Bank	33.51	2.50	
Beverages	0.45	0.03	
McDowell India Spirits	0.45	0.03	
Construction Materials	47.22	3.53	
Action Construction Equipment	43.06	3.22	
Simplex Projects	4.16	0.31	
Consumer Non Durable	29.10	2.17	
Renaissance Jewellery	29.04	2.17	
Renaissance Jewellery Detachable warrant	0.06	0.00	
Industrial Capital Goods	0.22	0.02	
BGR Energy Systems	0.22	0.02	
Power Generation	3.59	0.27	
Power Grid Corp. of India	3.59	0.27	
Telecom-Equipment & Accessories	31.61	2.36	
XL Telecom	31.61	2.36	
Total Equity	198.38	14.82	
Certificate of Deposits	97.95	7.32	
ICICI Bank	97.95	7.32	A1+
Non Convertible Debenture	144.38	10.79	
Reliance Industries	144.38	10.79	AAA
Floating Rate Bonds	230.01	17.18	
Union Bank of India	210.00	15.69	AA+
UTI Bank	20.01	1.49	LAA+
Securitized	3.47	0.26	
Indian Retail ABS Trust Srs 47-A1	3.47	0.26	LAAA(SO)
Total Debt	475.81	35.55	
CBLO	663.28	49.55	
Others*	1.16	0.08	
Total Assets	1,338.63	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

FY 2007-08[§]		
Dividend Plan - Monthly Div. option	:	6.7430%
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 February 29, 2008 :

Plan	1 Year	3 Years	Incep.*
Growth Plan	9.87	9.12	8.44
CMIP In **	13.12	9.68	8.93

* Inception date = Allotment date i.e. 18.09.2003

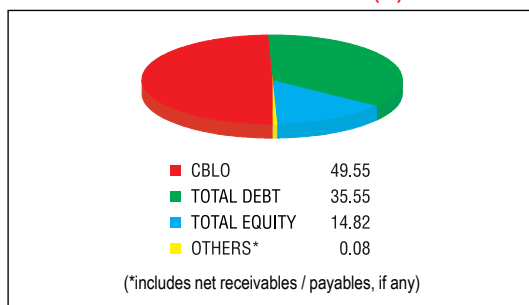
** Benchmark Index: CRISIL MIP Blended Index

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	: 7.66 %
Duration	: 0.0949 years
Avg Maturity	: 0.1430 years

ASSET CLASSIFICATION (%)



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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 14.3438

Dividend Plan -

Monthly Div. option (Rs.) : 10.7802

Quarterly Div. option (Rs.) : 11.2194

Annual Div. option (Rs.) : 11.9345

CORPUS

Rs. 13.39 Crores

(February 29, 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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 11.5232

Dividend Plan (Rs.) : 10.3812

CORPUS

Rs. 776.18 Crores

(February 29, 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 18.

PORTFOLIO TURNOVER

RATIO : 1.6327

EXPENSE RATIO : 1.71%

([®]) 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 February 29, 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	88.48	0.11			Jindal Stainless	132.09	0.17		
Maruti Udyog	62.51	0.08			Jindal Stainless - Futures			(132.68)	
Maruti Udyog - Futures			(62.60)		Jindal Steel & Power	118.01	0.15		
Tata Motors	25.97	0.03			Jindal Steel & Power - Futures			(118.27)	
Tata Motors - Futures			(25.95)		Maharashtra Seamless	105.55	0.14		
Banking Services	728.77	0.94			Maharashtra Seamless - Futures			(106.35)	
Dena Bank	7.10	0.01			Sesa Goa	2,060.60	2.65		
Dena Bank - Futures			(7.12)		Sesa Goa - Futures			(2,042.61)	
Indian Bank	119.19	0.15			Tata Iron & Steel	2,480.77	3.20		
Indian Bank - Futures			(119.22)		Tata Iron & Steel - Futures			(2,478.45)	
Syndicate Bank	317.19	0.41			Fertilizers	932.79	1.20		
Syndicate Bank - Futures			(316.86)		Chambal Fertilizers & Chemicals	105.04	0.14		
UTI Bank	285.29	0.37			Chambal Fertilizers & Chemicals - Futures			(104.50)	
UTI Bank - Futures			(285.35)		Nagarjuna Fertilizers	389.80	0.50		
Banks	8,728.66	11.25			Nagarjuna Fertilizers - Futures			(389.04)	
Allahabad Bank	443.99	0.57			Tata Chemicals	437.95	0.56		
Allahabad Bank - Futures			(444.39)		Tata Chemicals - Futures			(432.50)	
Andhra Bank	324.71	0.42			Finance	4,800.40	6.18		
Andhra Bank - Futures			(321.13)		Edelweiss Capital	85.47	0.11		
Bank of Baroda	1,403.02	1.81			Edelweiss Capital - Futures			(84.58)	
Bank of Baroda - Futures			(1,406.85)		IFCI	2,830.66	3.65		
Bank of India	351.43	0.45			IFCI - Futures			(2,834.88)	
Bank of India - Futures			(351.38)		India Infoline	41.71	0.05		
Canara Bank	8.91	0.01			India Infoline - Futures			(41.65)	
Canara Bank - Futures			(8.89)		Infrastructure Development Fin. Co.	397.23	0.51		
Federal Bank	12.64	0.02			Infrastructure Development Fin. Co. - Futures			(397.33)	
Federal Bank - Futures			(12.71)		LIC Housing Finance	58.09	0.07		
ICICI Bank	800.05	1.03			LIC Housing Finance - Futures			(57.90)	
ICICI Bank - Futures			(796.63)		Reliance Capital	1,387.24	1.79		
Indian Overseas Bank	356.51	0.46			Reliance Capital - Futures			(1,386.32)	
Indian Overseas Bank - Futures			(358.13)		Gas Utilities	36.49	0.05		
Industrial Development Bank of India	460.53	0.59			GAIL (India)	22.23	0.03		
Industrial Development Bank of India - Futures			(461.51)		GAIL (India) - Futures			(22.02)	
Kotak Mahindra Bank	566.88	0.73			Reliance Natural Resources	14.26	0.02		
Kotak Mahindra Bank - Futures			(567.13)		Reliance Natural Resources - Futures			(14.26)	
Oriental Bank of Commerce	594.00	0.77			Industrial Capital Goods	2,939.05	3.79		
Oriental Bank of Commerce - Futures			(596.73)		Aban Offshore	917.81	1.18		
Punjab National Bank	818.14	1.05			Aban Offshore - Futures			(915.21)	
Punjab National Bank - Futures			(804.72)		ABB	106.87	0.14		
State Bank of India	850.15	1.10			ABB - Futures			(106.34)	
State Bank of India - Futures			(850.09)		Bharat Earth Movers	36.04	0.05		
Union Bank	1,737.70	2.24			Bharat Earth Movers - Futures			(35.98)	
Union Bank - Futures			(1,736.30)		Praj Industries	9.83	0.01		
Cement	1,154.35	1.49			Praj Industries - Futures			(9.85)	
Associated Cement Companies	101.75	0.13			Suzlon Energy	1,868.50	2.41		
Associated Cement Companies - Futures			(101.57)		Suzlon Energy - Futures			(1,872.15)	
India Cements	426.69	0.55			Media	93.45	0.12		
India Cements - Futures			(428.12)		Wire & Wireless (India)	93.45	0.12		
Ultratech Cement	625.91	0.81			Wire & Wireless (India) - Futures			(93.55)	
Ultratech Cement - Futures			(632.14)		Media & Entertainment	1,900.21	2.45		
Construction	1,686.89	2.17			Adlabs Films	1,029.87	1.33		
Jai Prakash Associates	1,156.76	1.49			Adlabs Films - Futures			(1,033.48)	
Jai Prakash Associates - Futures			(1,158.96)		New Delhi Television	870.34	1.12		
Nagarjuna Construction Co.	73.60	0.09			New Delhi Television - Futures			(869.92)	
Nagarjuna Construction Co. - Futures			(73.53)		Metals & Mining	658.06	0.85		
Parsvnath Developers	43.22	0.06			Neyveli Lignite Corporation	658.06	0.85		
Parsvnath Developers - Futures			(43.34)		Neyveli Lignite Corporation - Futures			(658.71)	
Punj Lloyd	413.31	0.53			Non Ferrous Metals	840.18	1.08		
Punj Lloyd - Futures			(412.87)		Hindalco Industries	840.18	1.08		
Consumer Durables	58.56	0.08			Hindalco Industries - Futures			(838.11)	
Voltas	58.56	0.08			Oil	164.94	0.21		
Voltas - Futures			(58.44)		Hindustan Oil Exploration	164.94	0.21		
Consumer Non Durable	702.91	0.91			Hindustan Oil Exploration - Futures			(165.76)	
Bajaj Hindustan	497.07	0.64			Petrochemicals	201.37	0.26		
Bajaj Hindustan - Futures			(498.29)		Mangalore Refineries & Petrochemicals	115.14	0.15		
Balrampur Chini Mills	92.15	0.12			Mangalore Refineries & Petrochemicals - Futures			(115.68)	
Balrampur Chini Mills - Futures			(92.50)		Petronet LNG	86.23	0.11		
Gitanjali Gems	100.10	0.13			Petronet LNG - Futures			(86.28)	
Gitanjali Gems - Futures			(100.48)		Petroleum Products	9,199.99	11.84		
Titan Industries	13.59	0.02			Chennai Petroleum	551.99	0.71		
Titan Industries - Futures			(13.62)		Chennai Petroleum - Futures			(556.03)	
Ferrous Metals	5,200.70	6.70			Essar Oil	1,538.94	1.98		
Ispat Industries	303.68	0.39			Essar Oil - Futures			(1,538.05)	
Ispat Industries - Futures			(305.09)						

continued on next page

JM Arbitrage Advantage Fund (Contd....)

(An Open-Ended Equity Oriented Interval Fund)

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
Hindustan Petroleum	648.05	0.83			Steel	1,838.61	2.37		
Hindustan Petroleum - Futures			(644.92)		Jindal Saw	1,799.85	2.32		
Reliance Industries	6,461.01	8.32			Jindal Saw - Futures			(1,794.84)	
Reliance Industries - Futures			(6,453.41)		Welspun Gujarat Stahl Rohren	38.76	0.05		
Pharmaceuticals	554.13	0.72			Welspun Gujarat Stahl Rohren - Futures			(38.84)	
Aurobindo Pharma	62.31	0.08			Telecom-Services	2,035.78	2.62		
Aurobindo Pharma - Futures			(62.39)		GTL	391.25	0.50		
Divi'S Laboratories	51.17	0.07			GTL - Futures			(391.56)	
Divi'S Laboratories - Futures			(51.43)		Mahanagar Tel. Nigam	1,644.53	2.12		
Orchid Chemicals & Pharma	440.65	0.57			Mahanagar Tel. Nigam - Futures			(1,639.01)	
Orchid Chemicals & Pharma - Futures			(439.78)		Textile Products	217.14	0.29		
Power	1,956.01	2.52			Alok Industries	37.23	0.05		
Jaiprakash Hydro-Power	144.11	0.19			Alok Industries - Futures			(37.39)	
Jaiprakash Hydro-Power - Futures			(144.70)		Arvind Mills	59.24	0.08		
Lanco Infratech	24.29	0.03			Arvind Mills - Futures			(59.18)	
Lanco Infratech - Futures			(24.28)		S.Kumars Nationwide	120.67	0.16		
Power Finance Corporation	80.98	0.10			S.Kumars Nationwide - Futures			(120.74)	
Power Finance Corporation - Futures			(80.78)		Transportation	183.97	0.24		
Reliance Energy	1,706.63	2.20			GE Shipping Company	183.97	0.24		
Reliance Energy - Futures			(1,704.94)		GE Shipping Company - Futures			(184.35)	
Power Generation	822.96	1.06			Total Equity	52,732.88	67.96		
Power Grid Corp. of India	822.96	1.06			Certificate of Deposits	235.52	0.30		
Power Grid Corp. of India - Futures			(813.60)		State Bank of India	235.52	0.30		P1+
Real Estate Developers	2,004.23	2.58			Fixed Deposit Scheme	23,600.00	30.40		
DLF	1,772.84	2.28			HDFC Bank	800.00	1.03		
DLF - Futures			(1,771.36)		HDFC Bank	1,000.00	1.29		
Housing Development & Inf.	123.34	0.16			HDFC Bank	500.00	0.64		
Housing Development & Inf. - Futures			(122.72)		HDFC Bank	2,000.00	2.58		
Omaxe	108.05	0.14			HDFC Bank	500.00	0.64		
Omaxe - Futures			(108.52)		HDFC Bank	500.00	0.64		
Retail	1,203.27	1.55			HDFC Bank	1,000.00	1.29		
Pantaloon Retail (India)	1,203.27	1.55			HDFC Bank	500.00	0.64		
Pantaloon Retail (India) - Futures			(1,206.92)		HDFC Bank	500.00	0.64		
Software	1,800.53	2.33			Jammu & Kashmir Bank	1,000.00	1.29		
3i Infotech	44.81	0.06			Jammu & Kashmir Bank	800.00	1.03		
3i Infotech - Futures			(44.70)		Jammu & Kashmir Bank	1,000.00	1.29		
Aptech	20.90	0.03			Jammu & Kashmir Bank	2,000.00	2.58		
Aptech - Futures			(20.91)		Jammu & Kashmir Bank	2,500.00	3.22		
Infosys Technologies	275.58	0.36			Jammu & Kashmir Bank	2,000.00	2.58		
Infosys Technologies - Futures			(274.94)		Punjab National Bank	1,500.00	1.93		
KPIT Cummins Infosystems	53.93	0.07			Punjab National Bank	2,000.00	2.58		
KPIT Cummins Infosystems - Futures			(54.12)		Punjab National Bank	3,500.00	4.51		
Mphasis BFL	351.44	0.45			Floating Rate Bonds	380.08	0.49		
Mphasis BFL - Futures			(349.53)		Union Bank of India	130.00	0.17		AA+
NIIT Technologies	114.84	0.15			UTI Bank	250.08	0.32		LAA+
NIIT Technologies - Futures			(115.11)		Total Debt	24,215.60	31.19		
Satyam Computers Services	338.16	0.44			CBLO & Others*	669.49	0.85		
Satyam Computers Services - Futures			(336.34)		Total Assets	77,617.97	100.00		
Tech Mahindra	600.87	0.77			(*includes net receivables / payables, if any)				
Tech Mahindra - Futures			(599.87)						

DIVIDEND HISTORY :

Financial Year	Record Date	Dividend (%)
Dividend Plan		
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 February 29, 2008 :

Plan	1 Year	Incep.*
Growth Plan	9.46	9.15
CLFI **	7.47	6.92

* 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 (%)



(*includes net receivables / payables, if any)

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 FEBRUARY 29, 2008

Growth Option (Rs.) : 12.3652

Dividend Option (Rs.) : 10.3741

Bonus Option (Rs.) : 11.4574

CORPUS

Rs. 33.33 Crores
(February 29, 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 : 1.24%

(*) 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 February 29, 2008

Issuer	Market Value (Rs. in Lacs)	% to NAV	Market Value (Rs. in Lacs) Futures	Rating
Media & Entertainment	269.87	8.10		
New Delhi Television	269.87	8.10		
New Delhi Television - Futures			(269.74)	
Retail	211.10	6.33		
Pantaloon Retail (India)	211.10	6.33		
Pantaloon Retail (India) - Futures			(211.74)	
Total Equity	480.97	14.43		
Fixed Deposit Scheme	925.00	27.76		
HDFC Bank	125.00	3.75		
Jammu & Kashmir Bank	800.00	24.01		
Floating Rate Bonds	600.02	18.00		
Union Bank of India	550.00	16.50		AA+
UTI Bank	50.02	1.50		LAA+
Total Debt	1,525.02	45.76		
CBLO & Others*	1,326.54	39.81		
Total Assets	3,332.53	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 February 29, 2008 :

Plan	1 Year	Incep.*
Growth Plan	7.85	7.35
CLFI**	7.47	6.13

* Inception date = Allotment date i.e. 04.03.2005

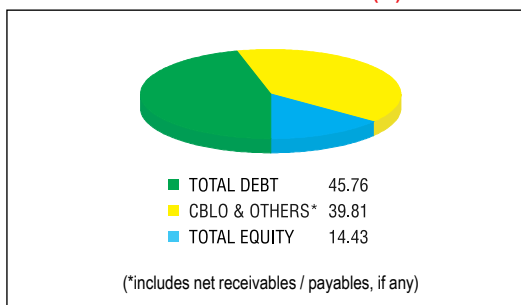
** Benchmark Index: CRISIL Liquid Fund Index

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	: 1.6254 years
Avg Maturity	: 1.6900 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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
JM HIGH LIQUIDITY FUND			
Certificate of Deposits	62,614.07	54.50	
Canara Bank	4,126.63	3.59	P1+
Canara Bank	2,380.41	2.07	P1+
Canara Bank	2,334.82	2.03	P1+
Corporation Bank	4,982.74	4.34	P1+
Corporation Bank	2,458.71	2.14	P1+
Federal Bank	78.04	0.07	P1+
ICICI Bank	1,953.38	1.70	A1+
ICICI Bank	2,497.22	2.17	A1+
IDBI	9,331.74	8.12	PR1+
Indian Overseas Bank	2,449.70	2.13	P1+
Oriental Bank of Commerce	2,344.19	2.04	P1+
Punjab National Bank	2,389.15	2.08	A1+
State Bank of Indore	1,662.76	1.45	P1+
State Bank of Saurashtra	2,444.51	2.13	A1+
State Bank of Bikaner & Jaipur	7,315.12	6.37	P1+
State Bank of Hyderabad	2,446.51	2.13	A1+
State Bank of Patiala	2,368.90	2.06	A1+
State Bank of India	9,049.54	7.88	P1+
Commercial Paper	18,031.68	15.69	
DLF	2,427.58	2.11	A1+
HDFC	4,650.92	4.05	P1+
ICICI Home Finance	2,321.18	2.02	A1+
Pidilite Industries	2,923.15	2.54	P1+
Rabo India Finance	503.15	0.44	P1+
Tata Motors	4,978.04	4.33	P1+
Unitech	227.66	0.20	F1+(ind)
Deep Discount Bond	69.34	0.06	
HDFC	69.34	0.06	AAA
Floating Rate Bonds	13,344.22	11.61	
Citi Fin. Con. Finance	2,507.60	2.18	AAA
Citicorp Finance	210.00	0.18	AAA
Citicorp Maruti Fin.	1,001.49	0.87	AAA
Indian Railway Fin. Corp.	825.13	0.72	AAA
Lanco Industries	3,500.00	3.05	P1+
Raymond	900.00	0.78	PR1+
Usha Martin	700.00	0.61	PR1+
Whirlpool of India	1,000.00	0.87	P1+
Whirlpool of India	2,700.00	2.35	P1+
Non Convertible Debenture	1,493.47	1.30	
Export Import Bank of India	1,493.47	1.30	AAA

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Privately Placed Debenture			
Birla Global Finance	38.85	0.03	A1+
IL&FS	2,500.00	2.18	F1+
Ranbaxy	5,000.00	4.35	P1+
Securitized	7,613.70	6.63	
Collateralised Debt Trust Sr. 12 - Class A1	2,291.19	1.99	P1+(so)
Credit Asset Trust Sr. XXX-Class A2 12/05/08	2,504.91	2.18	F1+(ind)(so)
GE Loan Trust Series I	2,500.00	2.18	LAA(so)
India Loan Sec. Series VI Trust 2006 Sr.A	281.68	0.25	AAA(so)
Indian Retail ABS Trust Srs 47-A1	31.19	0.03	LAAA(so)
Retail Trust II March 2005 Series A1	4.73	0.00	AAA(so)
Total Debt	110,705.33	96.35	
CBLO	3,639.86	3.17	
Others*	549.56	0.48	
Total Assets	114,894.75	100.00	
JM HIGH LIQUIDITY FUND - PREMIUM PLAN - DAILY DIVIDEND OPTION			
Total Debt	0.00	0.00	
CBLO	152.70	100.02	
Others*	(0.03)	(0.02)	
Total Assets	152.67	100.00	

(*includes net receivables / payables, if any)

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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 21.9744

Dividend Plan (Rs.) : 10.5082

Daily Dividend Plan (Rs.) : 10.4302

Growth Plan -

Bonus option (Rs.) : 11.5399

Dividend Plan -

Qtly. Dividend option (Rs.) : 12.6514

Institutional Plan -

Growth option (Rs.) : 13.2572

Dividend option (Rs.) : 10.2703

Daily Dividend option (Rs.) : 10.0159

Super Institutional Plan -

Growth option (Rs.) : 12.6060

Daily Dividend option (Rs.) : 10.0165

Wkly. Dividend option (Rs.) : 10.0000

Premium Plan -

Daily Dividend option (Rs.) : 10.0000

CORPUS

Rs. 1,150.47 Crores

(February 29, 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	: 5.8940%
Daily Dividend Plan	: 6.7664%
Inst. Plan - Dividend option	: 5.7500%
Inst. Plan - Daily Dividend option	: 6.4965%
Super Inst. Plan - Weekly Div. option	: 2.2220%
Super Inst. Plan - Daily Div. option	: 6.4974%
Premium Plan - Daily Div. option	: 5.9372%
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 February 29, 2008 :

Plan	1 Month	3 Months	6 Months
Growth Plan	7.93	8.16	7.70
CLFI**	6.26	6.48	6.65

Plan	1 Year	3 Years	5 Years	Incep.*
Growth Plan	7.48	6.36	5.67	8.05
CLFI**	7.47	6.12	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.

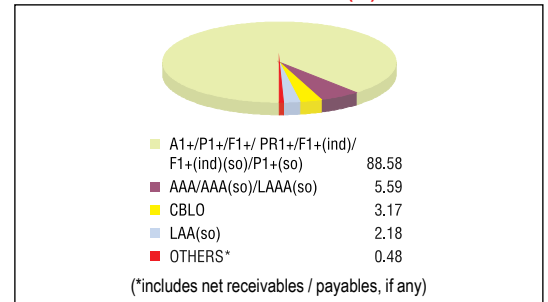
PORTFOLIO STATISTICS :

High Liquidity Fund

Current Yield	: 8.11 %
Duration	: 0.3410 years
Avg Maturity	: 0.3410 years

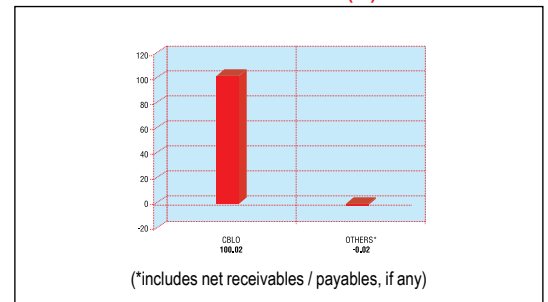
JM HIGH LIQUIDITY FUND

RATING PROFILE (%)



JM HIGH LIQUIDITY FUND - PREMIUM PLAN

RATING PROFILE (%)



JM Money Manager Fund

(An open-ended income scheme)

PORTFOLIO as on February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Portfolio of REGULAR PLAN			
Certificate of Deposits	934.83	69.15	
Federal Bank	512.12	37.88	P1+
ICICI Bank	97.95	7.25	A1+
IDBI Bank	250.27	18.51	PR1+
Union Bank of India	74.49	5.51	A1+
Non Convertible Debenture	72.19	5.34	
Reliance Industries	72.19	5.34	AAA
Privately Placed Debenture	10.16	0.75	
First Leasing Co. of India	10.16	0.75	PR1+
Total Debt	1,017.18	75.24	
CBLO	262.46	19.41	
Others*	72.25	5.35	
Total Assets	1,351.89	100.00	

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Portfolio of SUPER PLAN			
Certificate of Deposits	319.01	67.64	
ICICI Bank	293.86	62.31	A1+
Union Bank of India	25.15	5.33	A1+
Non Convertible Debenture	72.19	15.31	
Reliance Industries	72.19	15.31	AAA
Total Debt	391.20	82.95	
CBLO	97.83	20.74	
Others*	(17.39)	(3.69)	
Total Assets	471.64	100.00	

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Portfolio of SUPER PLUS PLAN			
Certificate of Deposits	180,790.40	44.58	
Allahabad Bank	2,286.13	0.56	P1+
AXIS Bank	2,380.62	0.59	P1+
AXIS Bank	4,762.88	1.17	P1+
Canara Bank	4,617.20	1.14	P1+
Canara Bank	3,028.55	0.75	P1+
Export Import Bank of India	4,773.10	1.18	P1+
Federal Bank	1,755.85	0.43	P1+
Federal Bank	2,324.30	0.57	P1+
Hong Kong Bank	1,983.85	0.49	F1+
HSBC Bank	1,994.49	0.49	F1+
ICICI Bank	1,953.38	0.48	A1+
ICICI Bank	5,993.14	1.48	A1+
ICICI Bank	4,615.99	1.14	A1+
ICICI Bank	2,430.89	0.60	A1+
ICICI Bank	4,301.99	1.06	A1+
ICICI Bank	2,330.06	0.57	A1+
Jammu & Kashmir Bank	2,497.73	0.62	P1+
Jammu & Kashmir Bank	2,415.99	0.60	P1+
NABARD	2,384.01	0.59	AAA
Oriental Bank of Commerce	586.41	0.14	P1+
Punjab National Bank	32,463.38	8.00	A1+
Punjab National Bank	9,279.49	2.29	A1+
Punjab National Bank	2,375.48	0.59	A1+
Punjab National Bank	4,770.40	1.18	A1+
Punjab National Bank	4,997.97	1.23	A1+
Punjab National Bank	1,550.62	0.38	A1+
State Bank of Bikaner & Jaipur	2,438.18	0.60	P1+
State Bank of Bikaner & Jaipur	4,633.82	1.14	P1+
State Bank of Hyderabad	2,434.84	0.60	A1+
State Bank of Hyderabad	2,441.28	0.60	A1+
State Bank of India	9,245.09	2.28	P1+
State Bank of India	4,983.32	1.23	P1+
State Bank of India	9,943.29	2.45	P1+
State Bank of India	12,243.60	3.02	P1+

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
State Bank of Patiala	2,454.45	0.61	A1+
State Bank of Patiala	2,435.25	0.60	A1+
State Bank of Travancore	4,624.45	1.14	P1+
State Bank of Travancore	2,387.24	0.59	P1+
UCO Bank	4,994.51	1.23	P1+
Union Bank of India	677.18	0.17	A1+
Commercial Paper	49,050.69	12.12	
Britannia Ind.	2,388.05	0.59	P1+
DLF	2,427.58	0.60	A1+
Financial Technologies	1,989.20	0.49	F1
HDFC	109.49	0.03	P1+
HDFC	1,493.02	0.37	P1+
ICICI Home Finance	2,301.61	0.57	A1+
India Infoline Inv. Ser.	2,416.52	0.60	A1
Motilal Oswal Sec.	2,483.46	0.61	P1+
Pidilite Industries	3,897.53	0.96	P1+
Rabo India Fin.	2,429.14	0.60	P1+
Rabo India Finance	1,359.49	0.34	P1+
Reliance Capital	2,454.69	0.61	A1+
Religare Securities	4,406.83	1.09	P1
Sharekhan	4,844.91	1.19	A1+
Sharekhan	2,487.09	0.61	A1+
Sharekhan	2,281.47	0.56	A1+
Sobha Developers	2,340.94	0.58	A1
Tata Capital	2,454.78	0.61	A1+
Unitech	3,977.39	0.98	F1+(ind)
Unitech	507.50	0.13	F1+(ind)
Floating Rate Bonds	96,950.00	23.88	
Alkem Laboratories	1,500.00	0.37	P1+
Blue Star	2,000.00	0.49	PR1+
Chambal Fert. & Chem.	5,000.00	1.23	P1+
Chambal Fert. & Chem.	5,000.00	1.23	P1+
Citicorp Finance	260.00	0.06	AAA
DCM Shriram Consolidated	5,000.00	1.23	A1
Dewan Housing Fin. Corp	490.00	0.12	AA+
Finolex Cables	1,500.00	0.37	P1+
Finolex Cables	1,500.00	0.37	P1+
Gammon India	8,500.00	2.10	PR1+
Grasim Industries	4,000.00	0.99	PR1+
Hero Cycles	500.00	0.12	P1+**
Hero Cycles	1,000.00	0.25	P1+**
Hindustan National Glass	1,000.00	0.25	PR1+
Hindustan National Glass	2,000.00	0.49	PR1+
Hindustan National Glass	2,500.00	0.62	PR1+
Jubilant Organosys	500.00	0.12	F1+
Kalpitaru Power Trans.	2,000.00	0.49	PR1+
Kesoram Industries	3,000.00	0.74	PR1+
Nicholas Piramal India	5,000.00	1.23	A1+
Rabo India Finance	2,100.00	0.52	P1+
Raymond	1,600.00	0.39	PR1+
Redington India	8,500.00	2.10	P1+
SBI Factors & Com. Ser.	7,500.00	1.85	A1+
Shree Cement	2,000.00	0.49	PR1+
Simplex Infrastructures	2,000.00	0.49	PR1+
Simplex Infrastructures	2,000.00	0.49	PR1+
Sterlite Industries (India)	10,000.00	2.47	P1+
Transport Corp. of India	2,000.00	0.49	A1+
Usha Martin	2,000.00	0.49	PR1+
Whirlpool of India	5,000.00	1.23	P1+
Non Convertible Debentures	19,792.37	4.87	
CitiFinancial Con. Fin.	199.26	0.05	AAA
Deccan Chronicle Holdings	2,000.00	0.49	AA
DSP Merrill Lynch Capital	109.79	0.03	AAA(fso)
HDFC	2,487.02	0.61	LAAA
HDFC	492.98	0.12	LAAA
ICICI Bank Bonds Option A-1	181.92	0.04	AAA
Infrastructure Dev. Fin. Corp.	2,487.73	0.61	AAA(ind)
Infrastructure Dev. Fin. Corp	109.52	0.03	AAA(ind)

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 FEBRUARY 29, 2008

Regular Plan -

Growth option	: 11.0586
Daily Dividend option	: 10.0000
Weekly Dividend option	: 10.0724

Super Plan -

Growth option	: 11.0282
Daily Dividend option	: 10.0000
Weekly Dividend option	: 10.0477

Super Plus Plan -

Growth option	: 11.2459
Daily Dividend option	: 10.0041
Weekly Dividend option	: 10.0903
Fortnightly Dividend option	: 10.0700

CORPUS

Rs. 4,073.95 Crores
(February 29, 2008)

MINIMUM INVESTMENT[®]

Rs. 5000/-

ENTRY LOAD

Nil

EXIT LOAD

Nil for Regular Plan. Super plan: 0.10% if redeemed within 30 calendar days from the date of allotment of units. 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 : 0.32%

([®]) 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.

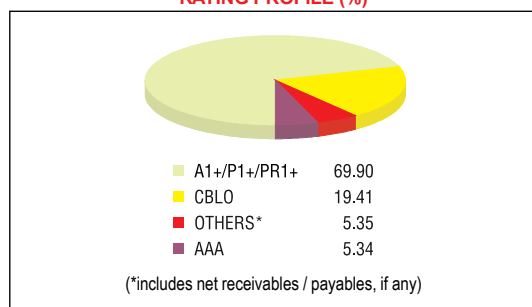
JM Money Manager Fund (Contd....)

(An open-ended income scheme)

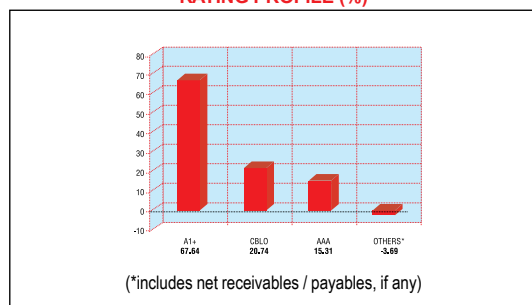
Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Investment Fin. Ser.	200.00	0.05	A1+
Nabard	5,033.74	1.24	AAA
Nabard	3,027.92	0.75	AAA
Power Finance Corp.	2,490.30	0.61	AAA
Reliance Industries	72.19	0.02	AAA
Religare Finvest	900.00	0.22	A1+
Privately Placed Debenture	29,200.00	7.21	
Bombay Dyeing & Mfg.	5,000.00	1.23	A1+**
Federal Mogul Goetze	1,000.00	0.25	PR1+
India Infoline Investment Ser.	600.00	0.15	A1
India Infoline Inv. Services	4,900.00	1.21	A1
Magma Shracri Fin.	2,500.00	0.62	PR1+
Ozone Propex Pvt.	5,000.00	1.23	UR
Religare Finvest	200.00	0.05	A1
Religare Finvest	5,000.00	1.23	A1+**
Shriram Transport Fin. Co.	2,500.00	0.62	F1+**
TGS Investment & Trade	2,500.00	0.62	A1+
Securitized	4,130.68	1.01	
Collateralised Debt Trust Sr. 12 - Class A2	97.72	0.02	P1+(so)
Credit Asset Trust Series XVI - Class A2	2,517.53	0.62	F1+(ind)
ULS Trust Series I - Series A1 20/06/08	1,515.43	0.37	F1+(ind)
Treasury Bills	2,456.10	0.61	
182 Days T-Bill 25/07/08	1,458.60	0.36	SOV
364 Days T-Bill 14/03/08	997.50	0.25	SOV
Total Debt	382,370.24	94.28	
CBLO	18,289.58	4.51	
Others*	4,911.96	1.21	
Total Assets	405,571.78	100.00	

(*includes net receivables / payables, if any)
(**shadow rating)
(UR - unrated)

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	: 6.4289%
Regular Plan - Weekly Dividend option	: 3.6510%
Super Plan - Daily Dividend option	: 6.0063%
Super Plan - Weekly Dividend option	: 2.4770%
Super Plus Plan - Daily Dividend option	: 7.6167%
Super Plus Plan - Weekly Dividend option	: 4.3170%
Super Plus Plan - Fortnightly Dividend option	: 4.5990%
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 February 29, 2008 :

Plan	1 Year	Incep.*
Regular Plan - Growth option	7.31	7.32
Super Plan - Growth option	6.91	7.11
Super Plus Plan - Growth option	8.86	8.59
CLFI**	7.47	7.10

* 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	: 8.20 %
Duration	: 0.4063 years
Avg Maturity	: 0.4066 years

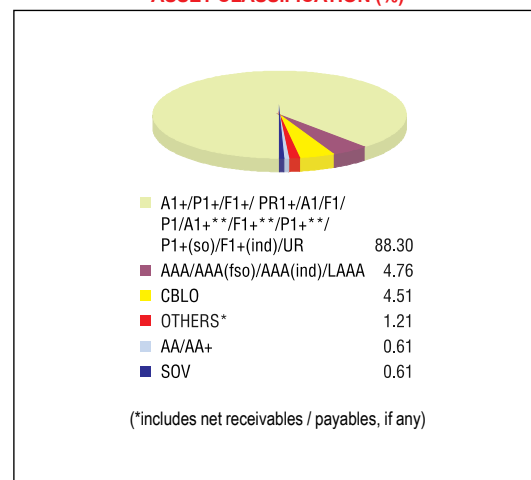
Super Plan

Current Yield	: 9.21 %
Duration	: 0.3280 years
Avg Maturity	: 0.3285 years

Super Plus Plan

Current Yield	: 8.40 %
Duration	: 0.2682 years
Avg Maturity	: 0.3470 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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Certificate of Deposits	2,146.56	28.54	
Federal Bank	92.67	1.23	P1+
ICICI Bank	488.34	6.49	A1+
Oriental Bank of Commerce	824.79	10.97	P1+
State Bank of Indore	416.92	5.54	P1+
State Bank of India	323.84	4.31	P1+
Commercial Paper	627.46	8.34	
Rabo India Finance	627.46	8.34	P1+
Non Convertible Debenture	100.00	1.33	
Kotak Mahindra Prime	100.00	1.33	P1+
Floating Rate Bonds	880.73	11.71	
Indian Railway Fin. Corp.	100.63	1.34	AAA
Union Bank of India	490.00	6.51	AA+
UTI Bank	290.10	3.86	LAA+
Privately Placed Debenture	200.00	2.66	
Indiabulls Fin. Services	100.00	1.33	P1+
Magma Shracchi Fin.	100.00	1.33	PR1+
Securitized	0.43	0.01	
Retail Trust II March 2005 Series A1	0.43	0.01	AAA(so)
Total Debt	3,955.18	52.59	
CBLO	808.82	10.75	
Others*	2,758.01	36.66	
Total Assets	7,522.01	100.00	

(*includes net receivables / payables, if any)

DIVIDEND HISTORY :

FY 2007-08 [§]	
Regular Plan - Daily Div. option	: 5.8138%
Regular Plan - Weekly Div. option	: 4.7380%
Premium Plan - Daily Div. option	: 6.0244%
Premium Plan - Weekly Div. option	: 4.9400%
Premium Plan - Div. option	: 6.4660%
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 February 29, 2008 :

Plan	1 Year	3 Years	Incep.*
Regular Plan	7.48	6.40	5.46
CLFI**	7.47	6.12	5.40

* Inception date = Allotment date i.e. 25.06.2003

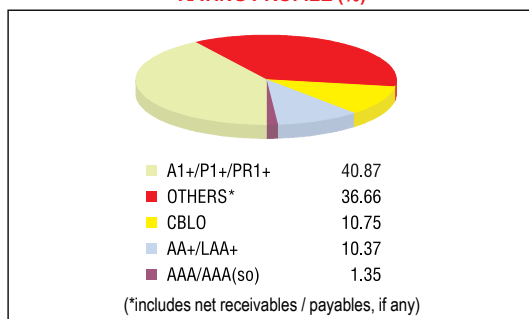
** Benchmark Index: CRISIL Liquid Fund Index

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	: 7.18 %
Duration	: 0.1463 years
Avg Maturity	: 0.1473 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 FEBRUARY 29, 2008

Regular Plan -

Growth option (Rs.) : 12.8283
Dividend option (Rs.) : 12.8701
Daily Dividend option (Rs.) : 10.0004
Wkly Dividend option (Rs.) : 10.0798

Premium Plan -

Growth option (Rs.) : 12.3235
Dividend option (Rs.) : 10.1373
Daily Dividend option (Rs.) : 10.0004
Wkly Dividend option (Rs.) : 10.1057

CORPUS

Rs. 75.22 Crores
(February 29, 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 : 0.55%

([®]) 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 FEBRUARY 29, 2008

Short Term Plan -

Growth option (Rs.)	: 13.1565
Dividend option (Rs.)	: 10.0883

CORPUS

Rs. 30.47 Crores
(February 29, 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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Portfolio of SHORT TERM PLAN			
Certificate of Deposits	647.41	21.25	
Oriental Bank of Commerce	71.51	2.35	P1+
State Bank of Indore	372.77	12.23	P1+
State Bank of India	203.13	6.67	P1+
Floating Rate Bonds	1,590.29	52.19	
Union Bank of India	700.00	22.97 [#]	AA+
UTI Bank	890.29	29.22 [#]	LAA+
Total Debt	2,237.70	73.44	
CBLO	780.35	25.61	
Others*	28.84	0.95	
Total Assets	3,046.89	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 February 2008.

DIVIDEND HISTORY :

FY 2007-08 [§]	Short Term Plan - Dividend option	: 6.4278%
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 February 29, 2008 :

Plan	1 Mth	3 Mths	6 Mths	1 Year	3 Years	Incep.*
Short Term Plan	7.15	7.21	7.10	7.22	6.59	6.03
CLFI**	6.26	6.48	6.65	7.47	6.12	5.40

* Inception date = Allotment date i.e. 25.06.2003

** Benchmark Index: CRISIL Liquid Fund Index

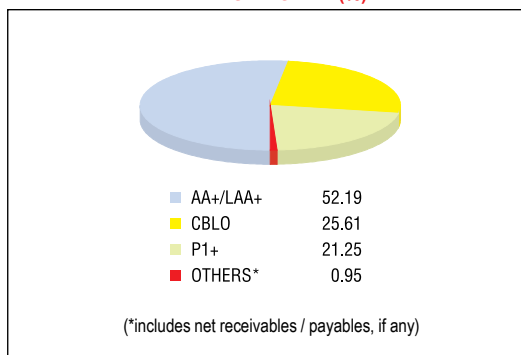
Note: Simple Annualised returns for period less than 1 year for JM Floater Fund - Short Term Plan. CAGR for period 1 year or more, with reinvestment of dividends (if any). Past performance may or may not be sustained in future.

PORTFOLIO STATISTICS :

Short Term Plan

Current Yield	: 7.37 %
Duration	: 0.1958 years
Avg Maturity	: 0.1974 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
(23 Schemes) for 18 month period
ending February 2008.

PORTFOLIO as on February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Certificate of Deposits	1,398.14	8.95	
Oriental Bank of Commerce	901.07	5.77	P1+
Punjab National Bank	497.07	3.18	A1+
Commercial Paper	3,321.80	21.27	
Unitech	2,372.29	15.19 [#]	F1+
Unitech	949.51	6.08	F1+
Government Securities	1,542.15	9.88	
7.99% GOI - 09/07/2017	1,542.15	9.88	SOV
Floating Rate Bonds	500.00	3.20	
Alkem Laboratories	500.00	3.20	P1+
Non Convertible Debentures	4,431.18	28.39	
HDFC	492.98	3.16	LAAA
ICICI Bank Bonds Option A-1	331.82	2.13	AAA
IDBI	491.98	3.15	AA+
Infrastructure Leasing & Fin. Ser.	497.99	3.19	AAA (ind)
Nabard	604.05	3.87	AAA
Nabard	1,513.96	9.70	AAA
Tata Tea	498.40	3.19	LAA+
Privately Placed Debenture	1,912.60	12.25	
Citi Fin. Con. Finance	1,912.60	12.25	AAA
Securitized	6.04	0.04	
Asset Securitisation Trust	6.04	0.04	AAA(so)
Total Debt	13,111.91	83.98	
CBLO	240.75	1.54	
Others*	2,260.45	14.48	
Total Assets	15,613.11	100.00	

(*includes net receivables / payables, if any)

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

DIVIDEND HISTORY :

FY 2007-08 [§]		
Dividend Plan	:	6.6580%
Inst. Plan - Dividend option	:	9.1040%
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 February 29, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Growth Plan	9.94	7.21	6.54	6.86
CLFI **	7.47	6.12	5.38	5.43

* Inception date = Allotment date i.e. 24.06.2002

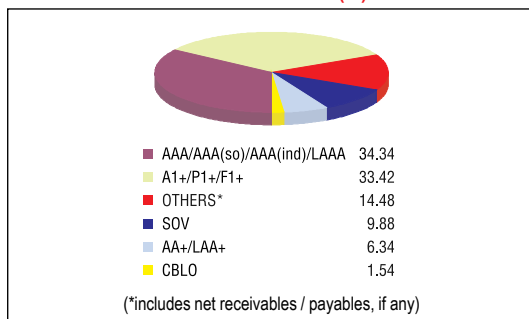
** Benchmark Index: CRISIL Liquid Fund Index

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	: 8.45 %
Duration	: 1.5272 years
Avg Maturity	: 2.1084 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 FEBRUARY 29, 2008

Growth Plan (Rs.) : 14.5865
Dividend Plan (Rs.) : 11.4271

Institutional Plan -

Growth option (Rs.) : 10.4214
Dividend option (Rs.) : 10.3561

CORPUS

Rs. 156.13 Crores
(February 29, 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 : 0.87%

^(®) 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 FEBRUARY 29, 2008

Growth Plan (Rs.)	: 30.2193
Dividend Plan (Rs.)	: 10.6914
Growth Plan - Bonus option (Rs.)	: 12.3630

CORPUS

Rs. 22.73 Crores
(February 29, 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 February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Privately Placed Debenture	301.99	13.29	
Citi Fin. Con. Finance	301.99	13.29	AAA
Securitized	0.57	0.03	
Retail Trust II March 2005 Series A1	0.57	0.03	AAA(so)
Total Debt	302.56	13.32	
CBLO	276.76	12.18	
Others*	1,693.31	74.50	
Total Assets	2,272.63	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 February 29, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Growth Plan	5.50	4.01	4.32	8.93
CCBFI **	8.28	5.17	4.91	NA

* Inception date = Allotment date i.e. 01.04.1995

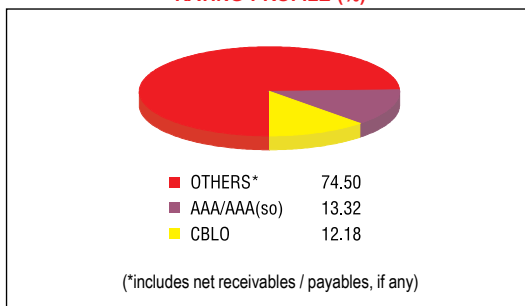
** Benchmark Index: CRISIL Composite Bond Fund Index

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	: 6.41 %
Duration	: 0.3230 years
Avg Maturity	: 0.3515 years

RATING PROFILE (%)



JM G-Sec Fund

(An open-ended dedicated gilts scheme)

PORTFOLIO as on February 29, 2008

Issuer	Market Value (Rs. In Lacs)	% to NAV	Rating
Portfolio of REGULAR PLAN			
Total Debt	0.00	0.00	
CBLO	321.16	99.93	
Others*	0.23	0.07	
Total Assets	321.39	100.00	
Portfolio of PF PLAN			
Total Debt	0.00	0.00	
CBLO	208.51	100.08	
Others*	(0.17)	(0.08)	
Total Assets	208.34	100.00	
Portfolio of PF PLUS PLAN			
Total Debt	0.00	0.00	
CBLO	729.32	100.09	
Others*	(0.63)	(0.09)	
Total Assets	728.69	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 February 29, 2008 :

Plan	1 Year	3 Years	5 Years	Incep.*
Regular Plan	4.03	3.85	4.28	9.81
PF Plan	4.01	3.97	4.88	10.37
I-SEC **	10.25	6.70	6.67	NA

Plan	1 Year	3 Years	Incep.*
PF Plus Plan	1.94	3.12	2.78
I-SEC **	10.25	6.70	5.05

* Inception date = Allotment date i.e.:

Regular & PF Plan : 29.09.1999

PF Plus Plan : 15.01.2004

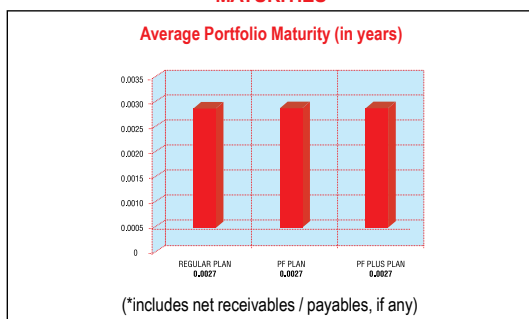
** Benchmark Index: I-SEC Composite Index

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	: 5.95 %
	Duration	: 0.0027 years
	Avg Maturity	: 0.0027 years
PF Plan	Current Yield	: 5.95 %
	Duration	: 0.0027 years
	Avg Maturity	: 0.0027 years
PF Plus Plan	Current Yield	: 5.95 %
	Duration	: 0.0027 years
	Avg Maturity	: 0.0027 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 FEBRUARY 29, 2008

Regular Plan -

Growth option (Rs.) : 21.9959

Dividend option (Rs.) : 10.5159

Bonus option (Rs.) : 10.7010

PF Plan -

Growth option (Rs.) : 22.9651

Dividend option (Rs.) : 21.0430

PF Plus Plan -

Growth option (Rs.) : 11.1972

Dividend option (Rs.) : 11.1997

CORPUS

Rs. 12.58 Crores

(February 29, 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 FEBRUARY 25, 2008 SETS OUT THE CHANGES TO BE MADE IN THE OFFER DOCUMENTS / KEY INFORMATION MEMORANDA OF ALL THE SCHEMES OF JM FINANCIAL MUTUAL FUND WITH IMMEDIATE EFFECT.

I. Discontinuation of STP/SWP on request of the investor (in schemes where the facility of STP/SWP is available)

For discontinuation of STP/SWP, the unitholder is required to intimate the AMC / Registrar at least 15 Calendar Days prior to the next installment for the respective due date.

On such request, STP/SWP will be terminated and the transfer/ withdrawal instructions given by the investor will be treated as cancelled.

II. No entry load in case of direct applications

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.

Clarification for the existing schemes of JM Financial Mutual Fund (including JM Tax Gain Fund which is currently open for subscription)

The facility of no entry load on applications received directly was also made available to the existing schemes of JM Financial Mutual Fund vide addendum dated 3rd January, 2008.

Before the issuance of the above circular, in case the broker/sub-broker code was left blank in the transaction slip meant for additional purchases/ switches or requests received on a plain paper, letter or on a letterhead, the existing broker/sub-broker code was considered for the purpose. It is now clarified that after the issuance of this circular, all additional purchases / switch-in requests received on blank or computer printed transaction slip or through other such medium in vogue or through fresh applications form containing existing folio number will be treated as direct investment unless the existing broker code is clearly mentioned in the broker code column, irrespective of anything stated to the contrary in any pre-printed transaction slip/ marketing material already in circulation.

It is also clarified that if the broker code field is left blank, the application shall be treated as Direct.

III. Clarification regarding Minimum Investment Amount

It is clarified that the minimum investment as set out in the respective Offer Documents is applicable at the respective Plans/ Sub-Plans/ Options/ Sub-Options level i.e. Growth, Dividend and Bonus. The investment will be accepted in multiples of any amount over and above the prescribed minimum investment limit as set out in the Offer Documents of the respective Schemes at the above mentioned levels.

SCHEME SPECIFIC CHANGES

I. Changes in the Offer Document of JM Agri & Infra Fund

Disclosure of NAV

NAV's will be determined at the close of every business day and declared on all business days.

Change in Fund Manager

The Fund Manager for JM Agri & Infra Fund will be Mr. Sandeep Neema

II. Change of Fund Manager for JM Balanced Fund

The Fund Manager for JM Balanced Fund will be Mr. Sanjay Chhabaria.

III. Default options in case of plans of JM Interval Fund and Quarterly Plan 6 of JM Fixed Maturity Fund - Series VI

The default option in case of the plans under JM Interval Fund and Quarterly Plan 6 of JM Fixed Maturity Fund – Series VI would be Dividend and the default Sub-Option under the Dividend Option would be Dividend Reinvestment. In case of JM Interval Fund, the Dividend Reinvestment Option will be available during 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.

continued on next page

SCHEMES AT A GLANCE

Scheme Details	JM Arbitrage Advantage Fund	JM Equity & Derivative Fund	JM High Liquidity Fund	JM Money Manager Fund	JM Liquid Plus Fund	JM Floater Fund	JM Short Term Fund	JM Income Fund	JM G-Sec Fund (Regular Plan)	JM G-Sec Fund (PF & PF Plus Plan)
Launch Date	June 2006	Feb 2005	Dec 1997 ***Super IP: May '04 Premium Plan - Daily Div Option: 10 Feb 2006	Sept 2006	June 2003 LPF-PP* : Sept 2004	June 2003	June 2002	Dec 1994	Sept 1999	Sept 1999 PF Plus: Dec 2003
Entry Load	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Exit Load	0.50% of NAV on all investments if redeemed within 30 days of transfer / allotment of units.	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.	Nil	Regular Plan: Nil Super Plan: 0.1% if redeemed within 30 calendar days from the date of allotment of units. Super Plus Plan: 0.1% if redeemed within 7 calendar days from the date of allotment of units.	LPF: 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. LPF-PP*: Nil	STP: Nil	Nil	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.	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.	Nil 0.60 %(+)
Plans / options	Growth Plan Dividend Plan	Growth option Dividend option Bonus option	Growth Plan Dividend Plan Daily Div. Plan Growth Plan - Bonus option Dividend Plan - Qly. Div. option Inst. Plan: Growth option Dividend option Daily Div. option Super Inst. Plan: Growth option Daily Div. option Wkly Div. option Premium Plan - Daily Div. option	Regular Plan: Growth option Daily Div. option Weekly Div. option Super Plan: Growth option Daily Div. option Weekly Div. option Super Plus Plan: Growth option Daily Div. option Weekly Div. option Fortnightly-Div. option	Regular Plan: Growth option Dividend option Daily Div. option Wkly. Div. option Premium Plan: Growth option Dividend option Daily Div. option Wkly. Div. option	Short Term Plan: Growth option Dividend option	Growth Plan Dividend Plan Institutional Plan: Growth option Dividend option	Growth Plan Dividend Plan Growth Plan - Bonus option	Growth option Dividend option Bonus option	PF Plan: Growth option Dividend option PF Plus Plan: Growth option Dividend option
Minimum Investment#	Rs. 5000	Rs. 5000	Rs. 5000 * Rs. 1 Lakh ** Rs. 1 Crore *** Rs. 5 Crore	Rs.5000	Rs. 5000 LPF-PP*: Rs. 1 Lakh	Rs. 5000	Rs. 5000 ** Rs. 1 Lakh	Rs. 5000	Rs. 5000	Rs. 5000 PF Plus: Rs. 1 Lakh
Dividend Frequency##	-	-	[§] Daily / Weekly / Qly * Daily / Weekly	Daily / Weekly / Fortnightly (with compulsory re-investment)	Regular Plan Daily / Weekly LPF-PP*: Daily / Weekly	Daily	Fortnightly	Quarterly	Quarterly	-
Redemption Time###	T + 2 (****) Working Days	T + 2 (****) Working Days	T + 1 Working Days	T + 1 Working Days	T + 1 Working Days	T + 1 Working Days	T + 1 Working Days	T + 1 Working Days	T + 2 Working Days	T + 2 Working Days

SCHEMES AT A GLANCE

Scheme Details	JM Contra Fund	JM Equity Fund	JM Basic Fund	JM Emerging Leaders Fund	JM Small & Midcap Fund	JM HI FI Fund	JM Auto Sector Fund	JM Healthcare Sector Fund	JM Telecom Sector Fund	JM Financial Services Sector Fund	JM Balanced Fund	JM MIP Fund
Launch Date	July 2007	Dec 1994	Mar 1997	June, 2005	March 2007	Feb 2006	June, 2004	June, 2004	Nov 2006	Nov 2006	Dec 1994	Aug 2003
Entry Load	2.25% ^μ	2.25% ^μ	2.25% ^μ	2.25% ^μ	2.25% ^μ	2.25% ^μ	2.25% ^μ	2.25% ^μ	2.25% ^μ	2.25% ^μ	2.25% ^μ	Nil
Exit Load	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [Ⓢ] 0.50% ^{ⓈⓈ} 2.25% ^{ⓈⓈⓈ}	0.50% [~]
Plans / options	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan	Growth Plan Dividend Plan - Mly. Div. option Qly. Div option Ann. Div. option
Minimum Investment #	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 5000	Rs. 10000
Dividend Frequency ##	-	-	-	-	-	-	-	-	-	-	-	Monthly / Quarterly / Annually
Redemption Time ###	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 3 Working Days	T + 2 Working Days

ABBREVIATIONS : (Ⓢ) Regular Plan. (*) For Regular - Daily Dividend Plans / Options. (**) For Institutional Plan. (***) For Super Institutional Plan. (+) 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). (Ⓢ) LPF-PP : Liquid Plus Fund - Premium Plan. (Ⓢ) 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 Systematic Investment Plan (SIP) and Systematic Transfer Plan (STP). (Ⓢ) 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. (-) 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. (Ⓢ) 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.

(****) 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.

The above details are subject to provisions laid down in the respective scheme Offer Documents.

Trusted In India, Now Trusted World Over

- 3 Equity Funds from JM Financial made it to the Top 51 schemes of Lipper Equity Fund World Ranking on a 1 year basis.
- JM Basic Fund is amongst the top 15 funds in the Lipper ten year ranking.

JM Basic Fund • JM Financial Services Sector Fund • JM Emerging Leaders Fund

All the 3 schemes above are among the Top 10 Indian Funds and within Top 51 of the Lipper World ranking on equity fund.

Past performance may or may not be sustained in future.

Based on the study of all funds under the equity asset class tracked by Lipper, and having a minimum track record of at least one year as of December 2007 end. In total 24,887 equity funds (primary) qualified for the study.

Diligent process combined with market smartness and thorough research is the sureshot formula for success. We, at JM Financial Mutual Fund imbibe this philosophy in our pursuit of providing our investors with equity funds that have stood tall in the melee of 24,887 funds across the globe. Lipper (a Reuters company) has ranked 3 of our equity schemes among Top 10 Indian schemes & within Top 51 performing equity schemes across the World. JM Basic Fund, JM Financial Services Sector Fund & JM Emerging Leaders Fund have been ranked 33rd, 50th & 51st respectively in the World Rankings. They are also the 3rd, 6th & 7th in the Indian Rankings.

Scheme Name	Period	Ranked based on	World Rank	Total Global Equity Fund analyzed
JM Basic Fund-Growth	One Year	Total Returns	33rd	24,887
JM Basic Fund-Growth	Ten Years	Compounded Annualized	12th	6,332

Past performance may or may not be sustained in future.

World ranking over 10-year period ended Dec 2007 JM Basic Fund-Growth has secured the 12th rank in the World over a 10-year period (10-year annual compounded return of 37.72 % in INR as on 31st Dec 07) and is among the World's 15 outperforming equity funds during the year ended 2007 over ten year period (from 31st Dec 1997 to 31st Dec 2007), as per Lipper global fund data.

"The customized report, highlighting the 100 top performing equity funds in the world during the year 2007, is based on the study of all funds under the equity asset class tracked by Lipper, and having a minimum track record of at least one-year as of December 2007 end. In total 24,887 equity funds (primary) qualified for the study. Ranking is based on 10-year annual compounded returns demonstrated in INR for the period ending on 31st December 2007. Data source: Lipper, a Reuters Company (www.lipperweb.com)"

JM Basic Fund-Growth has secured 33rd rank (one-year total return of 111.44% in INR as on 31st Dec 07)

Methodology: "The customized report, highlighting the 100 top performing equity funds in the world during the year 2007, is based on the study of all funds under the equity asset class tracked by Lipper, and having a minimum track record of at least one-year as of December 2007 end. In total 24,887 equity funds (primary) qualified for the study. All returns are demonstrated in INR for the period ending on 31st December 2007. Data source: Lipper, a Reuters Company (www.lipperweb.com)"

Name	Lipper Global Classification	World Rank
JM Basic Fund-Growth	Equity India	33
JM Financial Services Sector Fund - Growth	Equity Sector Bank & Financial	50
JM Emerging Leaders Fund-Growth	Equity India	51

Past performance may or may not be sustained in future.

JM Financial Service Sector Fund - Growth has secured 50th rank (one-year total return of 85.19% in INR as on 31st Dec. 07).

JM Emerging Leaders Fund-Growth has secured 51st rank (one-year total return of 74.51 % in INR as on 31st Dec 07) among the 100 top performing equity funds in the world during the year 2007, as tracked by Lipper global fund data.

Methodology: "The customized report, highlighting the 100 top performing equity funds in the world during the year 2007, is based on the study of all funds under the equity asset class tracked by Lipper, and having a minimum track record of at least one-year as of December 2007 end. In total 24,887 equity funds (primary) qualified for the study. All returns are demonstrated in INR for the period ending on 31st December 2007. Data source: Lipper, a Reuters Company (www.lipperweb.com)"

Data source:  LIPPER
A REUTERS COMPANY

JM FINANCIAL MUTUAL FUND

JM Financial Asset Management Pvt Ltd,

3rd Floor, W Wing, Laxmi Towers, Sector K-6, Connaught Place, New Delhi 110 011, Tel: 2647 7777 | Fax: 2632 8377 | E-mail: info@jmfund.com | www.jmfinancial.com

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

Disclaimer: JM Basic Fund 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 various categories under "basic industry" in the normal parlance and in context of the Indian economy including but not limited to, energy petrochemicals, oil & gas, power generation & distribution and electrical equipment suppliers, metals and building material. The fund would continue to remain open-ended with a sector focus.

JM Emerging Leaders Investment Objective: The primary investment objective of the scheme is to seek long term capital appreciation from investments 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 assurance that the investment objective will be achieved.

JM Financial Services Sector 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 objective of the scheme will be realized. The scheme does not guarantee / indicate any returns.

Risk Factors: Mutual fund investments are subject to market risks and there is no insurance 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 it of an aggregate amount of Rupees Two lacs towards setting up of the Mutual Fund, which has been invested in JM Equity Fund. 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 Documents. Please refer to the Offer documents of the scheme which can be obtained free of cost from any of the JM Financial Mutual Fund Investment Service Centers or distributors. Please read the Offer Documents carefully before investing.



Corporate Office:

JM Financial Asset Management Private Limited

5th Floor, A - Wing Laxmi Towers, Bandra - Kurla Complex, Mumbai - 400 051
Tel: (022) 39877777 • Fax: (022) 26528377-78 • E-mail: mktg@jmfincialinf.com
• Website: www.JMFinancialmf.com

For further details please contact any of our offices:

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