

JM FINANCIAL MUTUAL FUND

NOTICE

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Notice is hereby given that the Trustees of JM Financial Mutual Fund have approved the declaration of dividend under the following plans of JM Arbitrage Advantage Fund - Dividend Plan and JM Equity & Derivative Fund - Dividend Option and fixed Tuesday, 16th December, 2008 as the record date for this purpose in accordance with SEBI Circular no. SEBI/IMD/CIR No. 1/64057/06 dated April 4, 2006. All unitholders whose names appear on the registers of unitholders under the above mentioned plan / option as at the close of business hours on the said record date shall be eligible to receive dividend.

Scheme Name	Dividend upto	NAV (Rs.) as on December 10, 2008
JM Arbitrage Advantage Fund - Dividend Plan	2.20% (Re. 0.22/- per unit)	10.3112
JM Equity & Derivative Fund - Dividend Option	1.60%* (Re. 0.16/- per unit)	10.2314

* Inclusive of Dividend Distribution Tax.

However, the final dividend rate will be declared based on the availability of distributable surplus in the plan /option.

After payment of dividend, the per unit NAV of the plan / option will fall to the extent of the payout and statutory levies (if applicable).

Please note that the above announcement of record date supersedes all earlier announcements in this regard.

Nityanath P. Ghanekar

Managing Director & Chief Executive Officer

JM Financial Asset Management Private Limited

(Investment Managers to JM Financial Mutual Fund)

Place : Mumbai

Date : December 11, 2008

For further details, please contact :

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

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Investment Objective: **JM Arbitrage Advantage Fund** (an open-ended equity oriented interval fund), 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. **JM Equity & Derivative Fund** (an income scheme - interval fund), 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.

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 Fund will be achieved. As with any investment in securities, the Net Asset Value ('NAV') of the Units issued under the scheme can go up or down depending on the factors and forces affecting the capital markets. Past performance of 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 amount of Rupees One lac towards setting up of the Mutual Fund, which has been invested in JM Equity Fund. JM Arbitrage Advantage Fund and JM Equity & Derivative Fund are only the names of the schemes and do not in any manner indicate either the quality of the schemes or their future prospects or returns. Investors in the Schemes are not being offered any guaranteed / indicative returns. The dividends, if declared would be on the face value of Rs.10/- per unit. **Please read the offer documents carefully before investing.**