

JM FINANCIAL MUTUAL FUND

NOTICE

Notice is hereby given that the Trustees of JM Financial Mutual Fund have in accordance with the provisions of the Scheme Information Document and in view of the current market conditions decided to accept the fresh purchases of units (including switch-ins) and Systematic Investment Plan ("SIP")/Systematic Transfer Plan ("STP") in JM Arbitrage Advantage Fund ("Scheme") with effect from September 1, 2009.

All other terms and conditions mentioned in the Statement of Additional Information / Scheme Information Document / Key Information Memorandum of the Scheme remain unchanged.

Bhanu Katoch

Chief Executive Officer

Place : Mumbai

JM Financial Asset Management Private Limited

Date : August 30, 2009

(Investment Managers to JM Financial Mutual Fund)

For further details, please contact :

Corporate Office : JM Financial Asset Management Private Limited,
5th Floor, Apeejay House, 3, Dinshaw Vachha Road, Near K. C. College, Churchgate,
Mumbai – 400 020. Tel. No.: (022) 39877777 • Fax Nos.: (022) 26528377 / 78.
E-Mail: investor@jmfincial.in • Website : www.JMFinancialmf.com

Investment Objective: JM Arbitrage Advantage 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.

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 them 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 is only the name of the scheme and does not in any manner indicate either the quality of the scheme or its future prospects or returns. Investors in the Scheme are not being offered any guaranteed / indicative returns. The dividend, if declared would be on the face value of Rs.10/- per unit. **Please read the Scheme Information document carefully before investing.**