

# JPMorgan Investment Funds - Income Opportunity Fund

Class: JPM Income Opportunity D (perf) (acc) - EUR (hedged)

## Fund overview

|  |                                   |  |
|--|-----------------------------------|--|
| <b>ISIN</b><br>LU0289473059  | <b>Bloomberg</b><br>JPMIOAD LX    | <b>Reuters</b><br>LU0289473059.LUF   |
| <b>Investment objective:</b> To achieve a return in excess of the benchmark by exploiting investment opportunities in, amongst others, the debt and currency markets, and using derivatives where appropriate.   |                                   |  |
| <b>Investment approach</b>   |                                   |  |
| <ul style="list-style-type: none"> <li>• Uses an absolute return oriented approach to target uncorrelated, low volatility returns over the medium term regardless of market conditions.</li> <li>• Flexibility to draw on diversified sources of returns across three distinct strategies: tactical rotation between traditional fixed income sectors, alternative strategies such as relative value trading, and hedging strategies.</li> </ul> |                                   |  |
| <b>Portfolio manager(s)</b><br>William Eigen<br>Jeffrey Wheeler  | <b>Share class currency</b> EUR   | <b>Class launch</b><br>19 Jul 2007   |
| <b>Investment specialist(s)</b><br>Alexander C Harlan  | <b>Fund assets</b><br>USD 1291.0m | <b>Domicile</b> Luxembourg   |
| <b>Fund reference currency</b> USD   | <b>NAV EUR</b> 127.46             | <b>Entry/exit charges</b><br>Entry charge (max) 3.00%<br>Exit charge (max) 0.50% |
|  | <b>Fund launch</b><br>19 Jul 2007 | <b>Ongoing charge</b> 1.45%  |
|  |                                   | <b>Performance fee</b> -0.04%  |
| <b>ESG information</b>   |                                   |  |
| <b>ESG approach - Integrated</b>   |                                   |  |
| This fund considers financially material Environmental, Social and Governance (ESG) factors in investment analysis and investment decisions, with the goal of enhancing long-term, risk-adjusted financial returns.  |                                   |  |

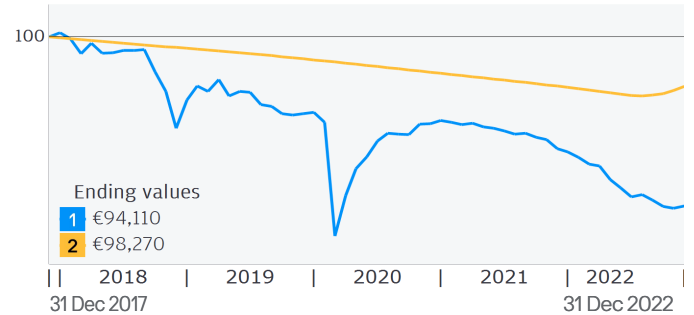
## Fund ratings *As at 31 December 2022*

Morningstar Category™ Other Bond

## Performance

- 1 **Class:** JPM Income Opportunity D (perf) (acc) - EUR (hedged)
- 2 **Benchmark:** ICE BofA ESTR Overnight Rate Index Total Return in EUR

### Growth of EUR 100,000 *Calendar years*



### Calendar Year Performance (%)

|   | 2013 | 2014  | 2015  | 2016  | 2017  | 2018  | 2019  | 2020  | 2021  | 2022  |
|---|------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| 1 | 1.41 | -0.83 | -3.76 | 6.14  | 0.38  | -3.17 | 0.52  | -0.36 | -0.90 | -2.07 |
| 2 | 0.09 | 0.10  | -0.11 | -0.32 | -0.36 | -0.37 | -0.39 | -0.47 | -0.49 | -0.02 |

### Return (%)

|   | Cumulative |          |        | Annualised |         |          |
|---|------------|----------|--------|------------|---------|----------|
|   | 1 month    | 3 months | 1 year | 3 years    | 5 years | 10 years |
| 1 | 0.07       | -0.22    | -2.07  | -1.11      | -1.21   | -0.30    |
| 2 | 0.13       | 0.30     | -0.02  | -0.33      | -0.35   | -0.23    |

### Performance Disclosures

*Past performance is not a guide to current and future performance. The value of your investments and any income from them may fall as well as rise and you may not get back the full amount you invested.*

### ESG

For more information on environmental, social and governance (ESG) integration and our approach to sustainable investing at J.P. Morgan Asset Management please visit <https://am.jpmorgan.com/lu/esg>

## Portfolio analysis

| Measurement               | 3 years | 5 years |
|---------------------------|---------|---------|
| Alpha (%)                 | -0.79   | -0.86   |
| Annualised volatility (%) | 2.67    | 2.31    |
| Sharpe ratio              | -0.25   | -0.43   |

## Holdings

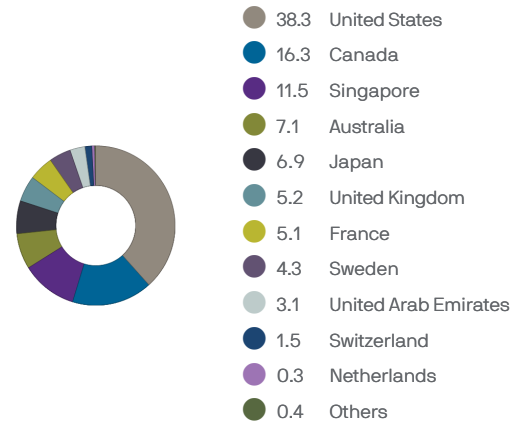
| TOP 10  | Coupon rate | Maturity date | % of assets |
|---|-------------|---------------|-------------|
| China Construction Bank (United States)                 | -           | 03/01/2023    | 4.7         |
| Industrial And Commercial Bank Of China (United States) | -           | 03/01/2023    | 4.7         |
| FNMA (United States)                                    | 6.000       | 01/01/2053    | 3.8         |
| Sumitomo Mitsui Banking (Japan)                         | 4.850       | 06/02/2023    | 3.1         |
| First Abu Dhabi Bank (United Arab Emirates)             | -           | 20/01/2023    | 3.1         |
| Mizuho Bank Singapore (Singapore)                       | -           | 24/01/2023    | 3.1         |
| Societe Generale (France)                               | -           | 31/01/2023    | 3.1         |
| United Overseas Bank (Singapore)                        | -           | 02/03/2023    | 3.1         |
| DBS (Singapore)   | -           | 13/03/2023    | 3.1         |
| FNMA (United States)                                    | 5.500       | 01/01/2053    | 2.8         |

### Bond quality breakdown (%)

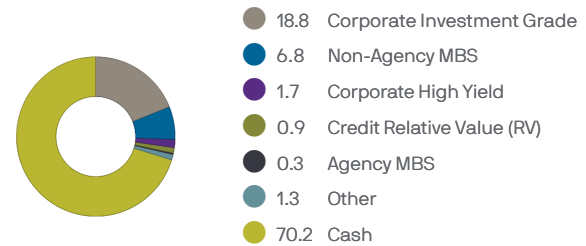
|                 |                               |
|-----------------|-------------------------------|
| AAA: 1.5%       | Corporate Bonds: 21.5%        |
| AA: 1.7%        | Average duration: -0.1 yrs    |
| A: 13.3%        | Yield to maturity (USD): 4.6% |
| BBB: 4.4%       | Average maturity: 2.4 yrs     |
| < BBB: 6.9%     |                               |
| Non Rated: 2.1% |                               |
| Cash: 70.2%     |                               |

| Value at Risk (Var) | Fund  |
|---------------------|-------|
| Var                 | 1.22% |

### Regions (%)



### Sectors (%)



## Key risks

The Sub-Fund is subject to **Investment risks** and **Other associated risks** from the techniques and securities it uses to seek to achieve its objective.

The table on the right explains how these risks relate to each other and the **Outcomes to the Shareholder** that could affect an investment in the Sub-Fund.

Investors should also read [Risk Descriptions](#) in the Prospectus for a full description of each risk.

### Investment risks *Risks from the Sub-Fund's techniques and securities*

| Techniques  | Securities                    |
|-------------|-------------------------------|
| Derivatives | Catastrophe bonds             |
| Hedging     | Contingent convertible bonds  |
|             | Debt securities               |
|             | - Government debt             |
|             | - Investment grade debt       |
|             | - Below investment grade debt |
|             | - Unrated debt                |
|             | - Distressed debt             |
|             | Emerging markets Equities     |
|             | MBS/ABS                       |
|             | REITs                         |
|             | UCITS, UCIs & ETFs            |

### Other associated risks *Further risks the Sub-Fund is exposed to from its use of the techniques and securities above*

|          |               |        |
|----------|---------------|--------|
| Credit   | Interest rate | Market |
| Currency | Liquidity     |        |

### Outcomes to the Shareholder *Potential impact of the risks above*

| Loss  | Volatility                                      | Failure to meet the Sub-Fund's objective. |
|---|---|---|
| Shareholders could lose some or all of their money. | Shares of the Sub-Fund will fluctuate in value. |   |

## General Disclosures

Before investing, obtain and review the current prospectus, Key Information Document (KID) and any applicable local offering document. These documents, as well as the annual and semi-annual reports and the articles of incorporation, are available in English free from your financial adviser, your J.P. Morgan Asset Management regional contact, the fund's issuer (see below) or at [www.jpnam.lu](http://www.jpnam.lu). A summary of investor rights is available in English at <https://am.jpmorgan.com/lu/investor-rights>. J.P. Morgan Asset Management may decide to terminate the arrangements made for the marketing of its collective investment undertakings in accordance with Article 93a of Directive 2009/65/EC and Article 32a of Directive 2011/61/EU.

This material should not be considered as advice or an investment recommendation. Fund holdings and performance are likely to have changed since the report date. No provider of information presented here, including index and ratings information, is liable for damages or losses of any type arising from use of their information. No warranty of accuracy is given and no liability in respect of any error or omission is accepted.

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Based on share class volatility for the past 5 years. See Key Information Document (KID) for details.

## Performance information

Source: J.P. Morgan Asset Management. Share class performance is shown based on the NAV (net asset value) of the share class with income (gross) reinvested including actual ongoing charges excluding any entry and exit fees.

The return of your investment may change as a result of currency fluctuations if your investment is made in a currency other than that used in the past performance calculation.

Indices do not include fees or operating expenses and you cannot invest in them.

The benchmark is for comparative purposes only unless specifically referenced in the Sub-Funds' Investment Objective and Policy.

Prior to 03/01/22 the benchmark was EONIA.

Performance fee is 20% when the fund return exceeds the benchmark return. Please refer to the Fund's Prospectus for conditions on the application of the performance fees.

## Holdings information

Maturity Date refers to the maturity/reset date of the security. For those securities whose reference coupon rate is adjusted at least every 397 days, the date of the next coupon rate adjustment is shown.

Data is shown as a percentage of NAV, which reflects leverage taken by the fund.

The yield displayed is in the base currency of the Sub-Fund. Actual share class yields may differ from the displayed yield due to currency effects.

VaR is a means of measuring the potential loss to a Sub-Fund due to market risk and is expressed as the maximum potential loss at a 99% confidence level. The holding period for the purpose of calculating global exposure is one month.

## Information Sources

Fund information, including performance calculations and other data, is provided by J.P. Morgan Asset Management (the marketing name for the asset management businesses of JPMorgan Chase & Co. and its affiliates worldwide).

All data is as at the document date unless indicated otherwise.

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## Issuer

JPMorgan Asset Management (Europe) S.à r.l., 6, route de Trèves, L-2633 Senningerberg, Luxembourg. B27900, corporate capital EUR 10.000.000.

## Definitions

**NAV** Net Asset Value of a fund's assets less its liabilities per Share.

**Alpha (%)** a measure of excess return generated by a manager compared to the benchmark. An alpha of 1.00 indicates that a fund has outperformed its benchmark by 1%.

**Annualised volatility (%)** an absolute measure of volatility and measures the extent to which returns vary up and down over a given period. High volatility means that the returns have been more variable over time. The measure is expressed as an annualised value.

**Sharpe ratio** measures the performance of an investment adjusting for the amount of risk taken (compared a risk-free investment). The higher the Sharpe ratio the better the returns compared to the risk taken.