

JPM Natural Resources Fund

Targeting the world's best resource stocks



Morningstar rating
★★★★★

All information as at 31 August 2011 unless indicated otherwise

The JPM Natural Resources Fund gives your clients exposure to many exciting opportunities within the natural resources sector. What sets this fund apart is its diversified exposure to key commodities and its focus on identifying the companies with real profit growth potential.

Key selling points – at a glance

- 1. A fully diversified and flexible commodity exposure** – it can invest across the full range of commodities in the broad sectors of gold & precious metals, energy and base metals
- 2. Long-term structural story to continue to benefit commodities** – massive infrastructure programmes mean emerging market demand is fuelling the commodity sector
- 3. Proven stock picking skills** – our highly experienced management team conducts intensive company research to uncover the best of the sector

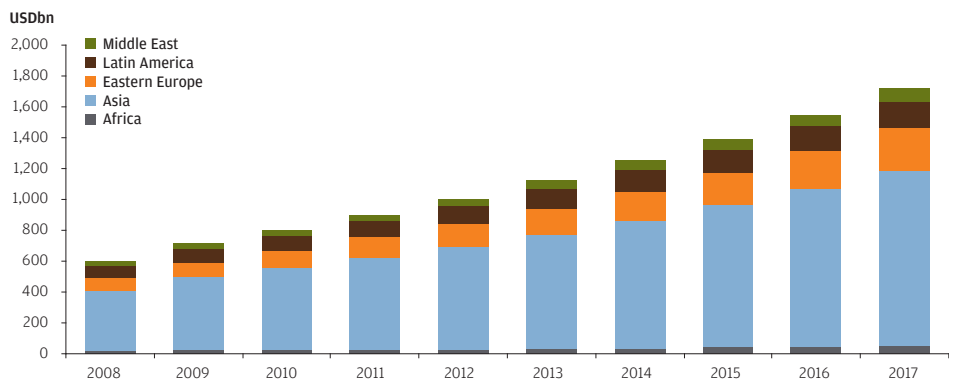
Long-term structural factors remain supportive

It's hard to refute the long-term case for natural resources, which stems from long-term demand. This is largely supported by prodigious urbanisation in emerging markets with infrastructure spending expected to almost triple from 2008 to 2017.

The prolific expansion of emerging economies is coupled with supply shortages and the escalating cost of extracting good quality raw materials. So certain companies will be well placed to benefit from the continuing supply and demand disparities, which indicate a long-term support for commodity prices.

We believe the long-term expansion of emerging economies will continue to drive a long-term growth trend for commodities.

EM infrastructure spending

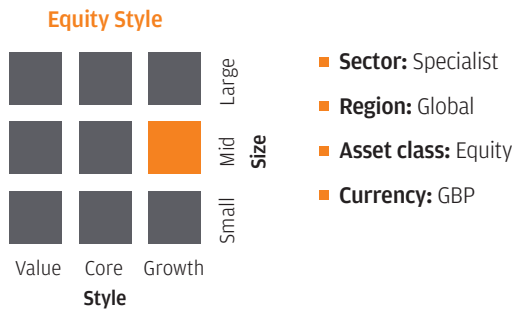


Source: Merrill Lynch, 31 December 2008

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How the fund may fit in a client's portfolio

The fund is suitable for investors willing to accept some additional risk in exchange for the potential of exciting returns and who have at least a five-year investment horizon. Furthermore, investors may wish to diversify their portfolios towards natural resources, given the low correlation of this asset class to other asset classes.



Source: Morningstar

Why J.P. Morgan Asset Management for natural resources?

Company research is at the heart of our stock selection process, with our management team conducting over 1,000 company meetings a year. This gives us the in-depth knowledge that allows us to identify tomorrow's leading natural resources projects.

Our bias is towards small- to mid-cap stocks, which have proven to be the best for generating strong long-term returns. The fund is also very diversified within its three broad sectors of gold & precious metals, energy and base metals. Finally, the fund's unconstrained approach allows it to truly benefit from the considerable experience of its managers and conviction based on intensive research.

Investing in only the best



The fund benefits from a management team that draws on insights you can only get from experience. **Ian Henderson** has amassed considerable industry knowledge during his 35 years' commodity investment experience and **Neil Gregson** offers additional unique insights gained from his 27 years' industry experience and training as a mining engineer.

They can also call on our natural resources industry specialists based in London, New York, Singapore and Tokyo and 250 regional specialists based around the world.

To learn how the **JPM Natural Resources Fund** can provide diversified exposure to key commodities, call us on **0800 727 770** or visit us on www.jpmorganassetmanagement.co.uk/adviser

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