

# JPMorgan European Investment Trust plc - Growth Shares

Monthly Update as at 30 June 2015

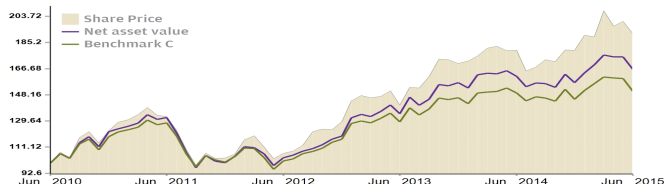
Overall Morningstar Rating™ (as at 30/06/15) <sup>A</sup> ★ ★ ★ ★  
Morningstar Category™ Europe ex-UK Large-Cap Equity

## Management Commentary

The trust's share price and net asset value outperformed the benchmark in June. At the sector level, stock selection in materials contributed positively to performance. Returns were boosted by an overweight position in K+S, which rallied on confirmation of a takeover proposal from Canadian company PotashCorp. The trust also benefited from stock selection in consumer durables & apparel, where an overweight position in Pandora was among the top contributors, as the Danish jewellery maker reported a doubling in first-quarter sales. Stock selection and an overweight position in food & staples retailing was negative for performance, with an overweight position in Ahold detracting from returns. The stock has experienced volatility since the announcement of its merger with Delhaize. However, we believe that synergies created by the merger could produce cost savings of up to 20%, so we maintain our position.

### PERFORMANCE ENDING JUNE 2015 <sup>B</sup>

% based to 100



### CUMULATIVE PERFORMANCE AS AT 30 JUNE 2015 <sup>B</sup>

%	1 Y	3 Y	5 Y
Share price	6.5	79.3	91.5
Net asset value <sup>D</sup>	3.0	60.3	66.1
Benchmark <sup>C</sup>	0.7	48.2	50.5

### QUARTERLY ROLLING 12M ENDING JUNE 2015 <sup>B</sup>

%	2014/15	2013/14	2012/13	2011/12	2010/11
Share Price	6.5	27.4	32.1	-19.6	32.7
Net asset value <sup>D</sup>	3.0	19.7	30.1	-21.5	32.0
Benchmark <sup>C</sup>	0.7	15.9	27.0	-20.9	28.4

**Past performance is not a guide to the future.** Source: J.P. Morgan/Morningstar. Performance data has been calculated on NAV to NAV basis, including ongoing charges and any applicable fees, with any income reinvested, in GBP. Please note Benchmark Indices do not include fees or operating expenses and are not available for actual investment.

### TOP 10 HOLDINGS AS AT 30 JUNE 2015

Holding	Sector	Weight
Novartis	Health Care	4.9%
Nestle	Consumer Staples	3.4%
Roche Holdings	Health Care	3.0%
Sanofi	Health Care	2.8%
JPM European Smaller Companies Trust	Funds	2.8%
Daimler	Consumer Discretionary	2.7%
ING	Financials	2.5%
JPMorgan Europe Dynamic Small Cap A	Funds	2.3%
BNP Paribas	Financials	1.9%
L'Oréal	Consumer Staples	1.8%

## INVESTMENT OBJECTIVE AND POLICY

Aims to provide capital growth from Continental European investments by outperformance of the MSCI Europe ex-UK Index. The company will predominantly invest in quoted companies including, when appropriate, exposure to smaller capitalisation companies. Currency exposure is predominantly hedged back towards the benchmark. The company has the ability to use borrowing to gear the portfolio within the range of 10% net cash to 20% geared in normal market conditions.

## KEY FACTS

Portfolio Manager(s)/Start date	Stephen Macklow-Smith (1997) Alexander Fitzalan Howard (2006)
Dividends Paid	April, October
Benchmark <sup>C</sup>	MSCI Europe ex UK
Company Broker(s)	Winterflood Securities
Total assets (as at 30/06/15)	GBP 244.2m
Share price	238.8p
Net asset value (NAV) <sup>D</sup>	249.8p
Discount(-)/Premium	-4.4%
Total dividend for last financial year (per share)	6.7p
Financial year-end date	31 March
Prospective Dividend Yield <sup>E</sup>	2.8%
Potential gearing range	-10% to 20%
Actual gearing (as at 30/06/15) <sup>F</sup>	7.5%

## COMPANY FEES & EXPENSES

Ongoing charges (comprises): <sup>G</sup>	0.86%
-Annual management	0.75% on gross assets
-Operating & administrative expenses	0.11%
Performance fee	No

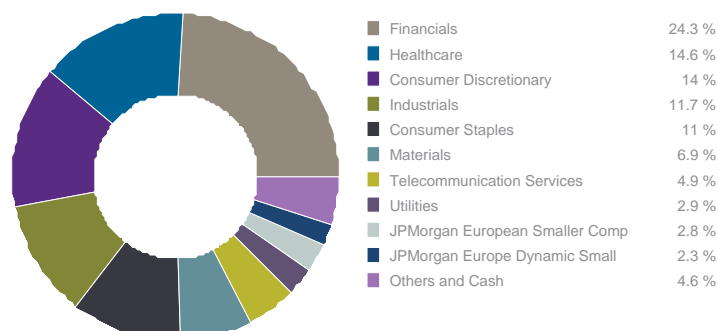
## KEY RISKS

The value of investments and the income from them may fall as well as rise and investors may not get back the full amount invested. Please read the Risk Information, Explanatory Notes, Glossary of Terms and Important Information on the next page.

Any reference to companies/securities mentioned in this document is for information use only and should not be interpreted as investment advice or recommendation on those companies/securities. Any forecasts, figures, opinions, statements of financial market trends or investment techniques and strategies expressed are unless otherwise stated, J.P. Morgan Asset Management's own at the date of this document.

# JPMorgan European Investment Trust plc - Growth Shares

## SECTOR BREAKDOWN AS AT 30 JUNE 2015 <sup>a</sup>



The Trust is an actively managed portfolio, holdings, sector weights, allocations and leverage, as applicable are subject to change at the discretion of the Investment Manager without notice.

## RISK INFORMATION

- The investment objective of a trust may allow some flexibility in terms in portfolio composition.
- Exchange rate changes may cause the value of underlying overseas investments to go down as well as up.
- Investments in smaller companies may involve a higher degree of risk as these are usually more sensitive to price movements.
- Where permitted, a trust may invest in other investment trusts that utilise gearing (borrowing) which will exaggerate market movements both up and down.
- External factors may cause an entire asset class to decline in value. Prices and values of all shares or all bonds could decline at the same time.
- The Company may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the Net Asset Value (NAV) meaning that a relatively small movement, down or up, in the value of the Company's assets will result in a magnified movement, in the same direction, of that NAV.

## EXPLANATORY NOTES

<sup>a</sup>The Morningstar Rating is an assessment of a fund's past performance - based on both return and risk- which shows how similar investments compare with their competitors. A high rating alone is insufficient basis for an investment decision. © 2015 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

<sup>b</sup>Prior to 01/08/06 the performance record is of the predecessor company J.P.Morgan Fleming Continental European Investment Trust plc.

<sup>c</sup>On 26/03/13 the benchmark for the Trust was changed from FTSE All World Developed Europe (ex UK) Index to MSCI Europe ex UK Index.

<sup>d</sup>Cum Income only NAV with debt at par, diluted for treasury and/or subscription shares if applicable

<sup>e</sup>Source: Morningstar. Prospective dividend yield is indicative and based on mid market prices, and include the declared and net prospective dividends for the current financial year.

<sup>f</sup>Actual gearing: Represents the excess amount above shareholders' funds of total assets less cash/cash equivalents, expressed as a percentage of shareholders funds. If the amount calculated is negative, this represents a net cash position.

<sup>g</sup>Ongoing charges are the management fee and all other operating expenses, excluding interest charges on any borrowing and any performance fee payable expressed as a percentage of the average daily net assets during the year. All figures are for the previous financial year.

<sup>h</sup>Based on total investments, which include investment of any borrowings to gear the portfolio and excludes liquidity fund holdings and net current assets.

## IMPORTANT INFORMATION

This factsheet is to provide you summary information about the Company and should not be taken as an advice or recommendation to buy or sell its shares. If you are not sure of suitability of our products for your investment needs, please contact a financial adviser. Please ensure reading important product documentation including Key Features and Terms and Conditions, Investment Trust Profiles and Annual Reports and Accounts.

Benchmark Source: MSCI. Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express of implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

## COMPANY CODES

ISIN	GB00B18JK166
Sedol	B18JK16
Bloomberg	JETG LN
Reuters	JETx.L

## GLOSSARY OF TERMS

**BENCHMARK COMPARISON** - Comparison of the Company's performance is made with the benchmark. The benchmark is a recognised index of stocks which should not be taken as wholly representative of the Company's investment universe. The Company's investment strategy does not follow or track this index and therefore there may be a degree of divergence between its performance and that of the Company.

**CASH** - Net current assets including investment in liquidity funds & treasury stocks (if held) and drawn revolving credit facilities (if any) with an original maturity of less than 1 year.

**DISCOUNT / PREMIUM** - If the share price of an investment company is lower than the net asset value (NAV) per share, the company is said to be trading at a discount. If the share price of an investment company is higher than the net asset value (NAV) per share, the company is said to be trading at a premium. The discount/premium is shown as a percentage of the NAV.

**GEARING** - Gearing represents the excess amount above shareholders' funds of total assets expressed as a percentage of the shareholders' funds. Total assets include total investments and net current assets/liabilities less cash/cash equivalents and excluding bank loans of less than one year. If the amount calculated is negative this is known as a 'net cash' position.

**SECTOR / GEOGRAPHICAL BREAKDOWNS** - These are expressed as a percentage of total portfolio and cash. Investments in liquidity funds will be shown as cash.

**TOP 10 HOLDINGS** - These are expressed as a percentage of total portfolio and cash. Investments in liquidity funds / treasury stocks will not be shown in the top 10 holdings.