

# JPMorgan Elect Managed Growth

Monthly Update as at 30 April 2015

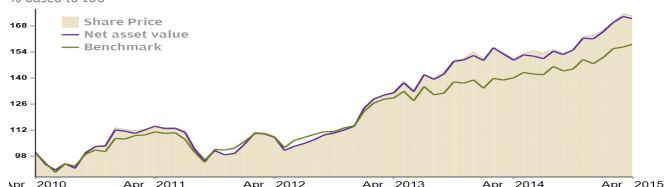
## Management Commentary

The trust's share price and net asset value underperformed the benchmark in April. The investment trust sector as a whole underperformed the wider UK market, with the FTSE Equity Investment Instruments Index returning 0.4% vs. 3.0% for the FTSE All Share. Our overweight exposure to the US detracted from performance, with the JPM US Equity All Cap and JPM American Investment Trust the largest negative contributors. The JPM UK Dynamic and JPM Claverhouse holdings were the largest positive contributors.

We expect global growth to gradually improve over 2015. Weakness in the US in the first quarter should reverse, while other developed market regions continue to close the gap to the US. Emerging markets had a strong April but growth remains challenged.

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

% based to 100



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

%	1 Y	3 Y	5 Y
Share price	15.2	59.5	73.5
Net asset value <sup>C</sup>	14.9	58.9	71.9
Benchmark	12.9	46.1	58.3

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

%	2014/15	2013/14	2012/13	2011/12	2010/11
Share Price	13.6	17.3	18.4	-1.7	13.5
Net asset value <sup>C</sup>	13.1	16.9	18.9	-1.9	12.5
Benchmark	12.8	8.0	16.9	0.7	8.3

**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 APRIL 2015

Holding	Sector	Weight
JPMorgan UK Dynamic A	Financials	11.2%
JPMorgan US Equity All Capital C	Financials	11.0%
JPMorgan Claverhouse Inv Trust	Financials	9.6%
JPMorgan American Inv Trust	Financials	6.8%
JPMorgan US Select Equity C	Financials	6.5%
FTSE 100 (New Style) Index Equity (Future)	Future	5.0%
JPMorgan European Inv Trust (Growth)	Financials	4.7%
JPMorgan Japanese Inv Trust	Financials	4.5%
The Mercantile Inv Trust	Financials	3.6%
JPMorgan Smaller Companies Inv Trust	Financials	3.3%

Overall Morningstar Rating™ (as at 30/04/15) <sup>A</sup> ★★★★★  
Morningstar Category™ Global Large-Cap Blend Equity

## INVESTMENT OBJECTIVE AND INVESTMENT POLICY

Aims to provide long term capital growth from investing in a range of investment trusts and open-ended funds managed principally by JPMorgan Asset Management.

## KEY FACTS

Portfolio Manager(s)/Start date	Katy Thorneycroft March, June, September and December
Dividends Paid	50% FTSE All-Share Index and 50% FTSE World Index (ex UK) (£)
Benchmark	Winterflood Securities
Company Broker(s)	GBP 226.9m
Total assets (as at 30/04/15)	630.5p
Share price	642.7p
Net asset value (NAV) <sup>C</sup>	-1.9%
Discount(-)/Premium	7.5p
Total dividend for last financial year (per share)	31 August
Financial year-end date	1.2%
Prospective Dividend Yield <sup>D</sup>	nil
Potential gearing range	1.6%
Actual gearing (as at 31/05/15) <sup>E</sup>	

## COMPANY FEES & EXPENSES

Ongoing charges (comprises): <sup>F</sup>	0.52%
-Annual management	0.3% on JPM Funds, 0.6% on non-JPM funds
-Operating & administrative expenses	0.22%
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 Elect Managed Growth

## 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 emerging markets may involve a higher element of risk due to political and economic instability and underdeveloped markets and systems.
- Investments in smaller companies may involve a higher degree of risk as these are usually more sensitive to price movements.
- This trust may invest in non investment grade bonds which increases the capital risk and have an adverse effect on the performance of funds which invest in them.
- Where permitted, a trust may invest in other investment trusts that utilise gearing (borrowing) which will exaggerate market movements both up and down.
- Derivatives are complex and funds that use them for investment purposes may be more volatile. These funds are considered to be higher risk than funds that invest only in shares.
- 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.

## COMPANY CODES

ISIN	GB0008528142
Sedol	0852814
Bloomberg	JPE LN
Reuters	JPE.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.

## 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 15/01/04 the performance record is of the predecessor company J.P. Morgan Fleming Managed Growth plc.

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

<sup>D</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>E</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>F</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.

## 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.

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