# JPMorgan Funds -

# **Europe High Yield Bond Fund**

Class: JPM Europe High Yield Bond A (acc) - EUR

#### **Fund overview**

ISIN Bloomberg Reuters LU0210531470 JPEHAAE LX LU0210531470.LUF

Investment objective: To achieve a return in excess of European bond markets by investing primarily in European and non-European below investment grade bonds denominated in European currencies and other debt securities, using derivatives where appropriate.

## Investment approach

- Uses a globally integrated research driven investment process that focuses on analysing fundamental, quantitative and technical factors across countries, sectors and issuers.
- Bottom-up security selection approach based on assessing relative value across the European developed market high yield credit spectrum.

Share class currency EUR	Class launch 31 Mar 2005
Fund assets	Domicile Luxembourg
EUR 469.6m NAV EUR 21.63	Entry/exit charges Entry charge (max) 3.00%
Fund launch	Exit charge (max) 0.50%
11 Sep 1998	Ongoing charge 0.95%
	currency EUR Fund assets EUR 469.6m NAV EUR 21.63 Fund launch

# ESG information

## ESG approach - ESG Promote

Promotes environmental and / or social characteristics.

#### SFDR classification: Article 8

"Article 8" strategies promote social and/or environmental characteristics, but do not have sustainable investing as a core objective.

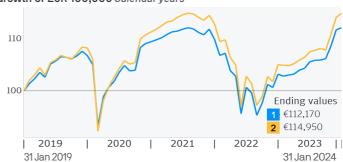
## Fund ratings As at 31 January 2024

Overall Morningstar Rating™ ★★★★ Morningstar Category™ EUR High Yield Bond

#### Performance

- 1 Class: JPM Europe High Yield Bond A (acc) EUR
- 2 Benchmark: ICE BofA Euro Developed Markets Non-Financial High Yield Constrained Index (Total Return Gross)

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



Calendar Year Performance (%)									
	2014	2015	2016	2017	2018	2019	2020	2021	2022 2023
1	5.31	1.99	8.15	4.96	-4.36	9.90	1.39	2.50	-10.0411.07
2	5.47	0.48	10.18	6.34	-4.04	10.89	2.18	3.42	-11.17 12.18

#### Return (%)

		Cumulati	ive		A	nnualised	k
	1 month	3 months	1 year	YTD	3 years	5 years	10 years
1	0.34	5.62	8.65	0.34	0.82	2.32	2.90
2	0.67	6.61	9.41	0.67	1.07	2.83	3.40

#### 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 our approach to sustainable investing at J.P. Morgan Asset Management please visit <a href="https://am.ipmorgan.com/lu/esg">https://am.ipmorgan.com/lu/esg</a>

Portfolio analysis

3 years	5 years
0.99	0.99
-0.25	-0.49
0.94	0.91
7.40	8.66
0.08	0.27
1.10	1.37
-0.26	-0.42
	0.99 -0.25 0.94 7.40 0.08 1.10

# Holdings As at 31 December 2023

TOP 10	Coupon rate	Maturity date	%of assets
Iliad (France)	5.375	14/06/2027	1.4
Altice (France)	5.875	01/02/2027	1.3
Lorca Telecom Bondco (Spain)	4.000	18/09/2027	1.2
Telefonica Europe (Spain)	3.875	29/12/2099	1.2
Deutsche Lufthansa Aktiengesellschaft (Germany)	2.875	16/05/2027	1.2
Telefonica Europe (Spain)	6.135	03/05/2099	1.1
Nidda Healthcare (Germany)	7.500	21/08/2026	1.1
Mundys (Italy)	1.875	12/02/2028	1.1
Energias De Portugal (Portugal)	5.943	23/04/2083	1.0
Forvia (France)	3.125	15/06/2026	0.9

Bond quality breakdown (%) As at 31 December 2023		
AAA: 10.6%	Corporate Bonds: 89.4%	
BBB: 3.2%	Average duration: 2.7 yrs	
<bbb: 85.9%<="" th=""><th>Yield to maturity: 8.1%</th></bbb:>	Yield to maturity: 8.1%	
Non Rated: 0.4%	Average maturity: 3.1 yrs	

Regions (%) As at 31 Decemb	per 2023	Compared	to benchmark
Core Europe	42.2		-12.8
GIIPS	23.3		-0.4
North America	12.7		+1.3
UK	10.7		+2.4
Eastern Europe	0.0		-1.0
Other	0.5		-0.1
Cash	10.6		+10.6

Sectors (%) As at 31 December	er 2023	Compared to benchmark
Telecommunications	18.8	+2.8
Automotive	12.1	+0.6
Cash - Equivalent	10.6	+10.6
Healthcare	9.5	+1.3
Capital Goods	7.6	+1.1
Services	6.7	-2.1
Transportation	5.1	-0.3
Retail	4.3	-0.2
Basic Industry	4.1	-4.1
Leisure	4.1	-0.2
Technology & Electronics	3.8	-2.8
Others	13.3	-6.7

## 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
Derivatives
Hedging

Securities
Contingent
convertible bonds
Debt securities

- Unrated debt Emerging markets

 Below investment grade debt

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

Credit Liauidity Currency Market Interest rate

Outcomes to the Shareholder Potential impact of the risks above

Shareholders could lose some or all of their money.

Volatility
Shares of the SubFund will fluctuate
in value.

Failure to meet the Sub-Fund's objective.

#### 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 <a href="https://www.jpmam.lu">www.jpmam.lu</a>. A summary of investor rights is available in English at <a href="https://am.jpmorgan.com/lu/investor-rights">https://am.jpmorgan.com/lu/investor-rights</a>. J.P. Morgan Asset Management may decide to terminate the arrangements made for the marketing of its collective investment undertakings.

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For additional information on the sub-fund's target market please refer to the Prospectus.

Risk Indicator - The risk indicator assumes you keep the product for 5 year(s). The risk of the product may be significantly higher if held for less than the recommended holding period.

#### 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 01/01/16 the benchmark was BofA Merrill Lynch Euro Non-Financial High Yield Constrained Index (Total Return Gross).

#### 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

Positions with a AAA rating refer to cash assets only.

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 themaximum 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).

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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. Overall Morningstar Rating™ assessment of a fund's past performance, based on both return and risk and shows how similar investments compare with their competitors. Investment decisions should not be based on a high rating alone.

**Correlation** measures the strength and direction of the relationship between movements in fund and benchmark returns. A correlation of 1.00 indicates that fund and benchmark returns move in lockstep in the same direction.

**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%.

**Beta** measures the strength and direction of the relationship between movements in fund and benchmark returns. A correlation of 1.00 indicates that fund and benchmark returns move in lockstep in the same direction.

**Annualised volatility (%)** measures the extent to which returns vary up and down over a given period.

**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

Tracking error (%) measures how much a fund's returns deviate from those of the benchmark. The lower the number the closer the fund's historic performance has followed its benchmark.

Information ratio (IR) measures if a manager is outperforming or underperforming the benchmark and accounts for the risk taken to achieve the returns. A manager who outperforms a benchmark by

2% p.a. will have a higher IR than a manager with the same

outperformance but who takes more risk.