

# JPM Europe Research Enhanced Index Equity (ESG) UCITS ETF

Ticker: JREE

## BUILDING STRONGER PORTFOLIOS



### Delivering index-like characteristics while exploiting stock-specific insight

Built on the expert stock research of our fundamental career analysts, the JPM Europe Research Enhanced Index Equity (ESG) UCITS ETF targets consistent positive excess returns at low active risk and in a cost effective manner.

#### EXPERTISE

- Benefits from the fundamental insights of 18 dedicated career research analysts.

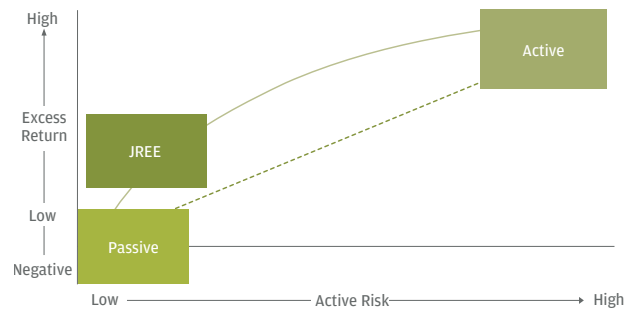
#### PORTFOLIO

- Index-like risk profile provides a low-risk portfolio building block offering the potential for consistent excess returns.
- Managed within an ESG framework.

#### RESULT

- Seeks incremental positive excess returns, compounded over time.
- Employs research rankings that have added value for three decades.

### EUROPE RESEARCH ENHANCED INDEX EQUITY (ESG) UCITS ETF: RISK/ RETURN PROFILE



Source: J.P. Morgan Asset Management. For illustrative purposes.

### POSITIVE ALPHA AT LOW ACTIVE RISK

Just like a passive strategy, JREE stays close to fully invested at all times, with sector and style exposure closely controlled relative to the index to provide a consistent low tracking error.

But, unlike passive strategies, the fund targets excess returns by exploiting the stock-specific ideas of a team of fundamental research analysts. The fund's portfolio managers take a large number of small active positions in European stocks—overweighting positions in names the analysts find attractive and underweighting positions in the names they don't.

The result is a core fund that can deliver positive alpha at low active risk.

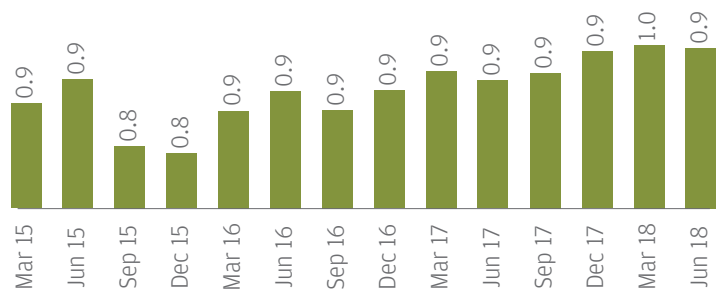
### MANAGED WITHIN AN ESG FRAMEWORK

Environmental, social and governance (ESG) factors are of growing importance to investors, and can have significant implications for long-term performance. Systematic and explicit consideration of these factors is built into the investment process.

In addition, we evaluate and apply norms- and values-based screening, including, for example, identifying issuers involved in the manufacturing of controversial weapons and tobacco.

Information on current screens that may result in exclusions can be found on the website.

### CONSISTENTLY LOW TRACKING ERROR (%)



Source: J.P. Morgan Asset Management; data as of 30.06.2018. Tracking error over rolling 5 years quarterly periods, based on annualised returns, gross of investment management fees, of the JPM Europe Research Enhanced Index Strategy compared to the MSCI Europe Net Index. The Strategy was launched on 01 March 2015. The strategy characteristics are shown for illustrative purposes only and are subject to change without notice.

Past performance is not a reliable indicator of current and future results.

**Ido Eisenberg**

Portfolio manager

- 17 years of industry experience, all at J.P. Morgan

**Francesco Sedati**

Portfolio manager

- 18 years of industry experience, 9 at J.P. Morgan

**INVESTMENT OBJECTIVE**

The objective of the Sub-Fund is to achieve a long-term return in excess of the Benchmark by actively investing primarily in a portfolio of European companies.

**JPM Europe Research Enhanced Index Equity (ESG) UCITS ETF**

|                                   |                     |
|-----------------------------------|---------------------|
| Launch date                       | 16 October 2018     |
| Domicile                          | Ireland             |
| Investment Method                 | Physically Invested |
| Base currency                     | EUR                 |
| Total Expense Ratio (TER)         | 0.25%               |
| ISIN                              | IE00BF4G7183        |
| Bloomberg Ticker (LSE)            | JREE LN             |
| Bloomberg Ticker (Borsa Italiana) | JREE IM             |
| Bloomberg Ticker (Xetra)          | JREE GY             |
| Bloomberg Ticker (Six Swiss)      | JREE SW             |
| Bloomberg iNAV Ticker*            | JREEUUV             |
| Reuters RIC (LSE)                 | JREE.L              |
| Reuters RIC (Borsa Italiana)      | JREE.MI             |
| Reuters RIC (Xetra)               | JREE.D              |
| Reuters RIC (Six Swiss)           | JREE.S              |

\* This is for the base currency, other iNAV tickers are available upon request.

**RISK PROFILE**

- To the extent that the Sub-Fund uses financial derivative instruments, the risk profile and the volatility of the Sub-Fund may increase
- Due to the composition of the Benchmark, the Sub-Fund's portfolio may be more concentrated geographically than other Sub-Funds with more diversified portfolios and may, consequently, be subject to greater volatility than such Sub-Funds.
- The Sub-Fund seeks to provide a return above the Benchmark; however the Sub-Fund may under-perform its Benchmark.
- Movements in currency exchange rates can adversely affect the return of your investment.
- Exclusion of companies that do not meet certain ESG criteria from the Sub-Fund's investment universe may cause the Sub-Fund to perform differently compared to similar funds that do not have such a policy.

This is a marketing communication and as such the views contained herein are not to be taken as advice or a recommendation to buy or sell any investment or interest thereto. Reliance upon information in this material is at the sole discretion of the reader. Any research in this document has been obtained and may have been acted upon by J.P. Morgan Asset Management for its own purpose. The results of such research are being made available as additional information and do not necessarily reflect the views of J.P. Morgan Asset Management. 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. They are considered to be reliable at the time of writing, may not necessarily be all-inclusive and are not guaranteed as to accuracy. They may be subject to change without reference or notification to you. It should be noted that the value of investments and the income from them may fluctuate in accordance with market conditions and taxation agreements and investors may not get back the full amount invested. Changes in exchange rates may have an adverse effect on the value, price or income of the product(s) or underlying overseas investments. Past performance and yield are not a reliable indicator of current and future results. There is no guarantee that any forecast made will come to pass. Furthermore, whilst it is the intention to achieve the investment objective of the investment products, there can be no assurance that those objectives will be met. J.P. Morgan Asset Management is the brand name for the asset management business of JPMorgan Chase & Co. and its affiliates worldwide. To the extent permitted by applicable law, we may record calls and monitor electronic communications to comply with our legal and regulatory obligations and internal policies. Personal data will be collected, stored and processed by J.P. Morgan Asset Management in accordance with our EMEA Privacy Policy [www.jpmmorganassetmanagement.ie](http://www.jpmmorganassetmanagement.ie). As the product may not be authorised or its offering may be restricted in your jurisdiction, it is the responsibility of every reader to satisfy himself as to the full observance of the laws and regulations of the relevant jurisdiction. Prior to any application investors are advised to take all necessary legal, regulatory and tax advice on the consequences of an investment in the products. Shares or other interests may not be offered to or purchased directly or indirectly by US persons. All transactions should be based on the latest available Prospectus, the Key Investor Information Document (KIID) and any applicable local offering document. These documents together with the annual report, semi-annual report and the articles of incorporation, are available free of charge from JPMorgan Asset Management (Europe) S.à r.l., 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg, your financial adviser or your J.P. Morgan Asset Management regional contact or at <http://www.jpmmorganassetmanagement.ie>. This communication is issued in Europe (excluding UK) by JPMorgan Asset Management (Europe) S.à r.l., 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg, R.C.S. Luxembourg B27900, corporate capital EUR 10.000.000. In Switzerland, JPMorgan Asset Management (Switzerland) LLC, Dreikönigstrasse 21, 8002 Zurich, acts as Swiss representative of the funds and J.P. Morgan (Suisse) SA, 8 rue de la Confédération, 1204 Geneva, as paying agent of the funds. This is a Sub-Fund of JPMorgan ETFs (Ireland) ICAV.

**CONTACT DETAILS**

For further information on J.P. Morgan Asset Management ETFs please contact us on +44 207 742 8361 or [jpmam\\_etf@jpmorgan.com](mailto:jpmam_etf@jpmorgan.com)

LV-JPM51395 | 10/18 | 0903c02a8237bed7