

JPMORGAN ETFS (IRELAND) ICAV

MANAGED FUTURES UCITS ETF

10 July 2018

(A sub-fund of JPMorgan ETFS (Ireland) ICAV, an Irish collective asset-management vehicle constituted as an umbrella fund with segregated liability between sub-funds with registered number C171821 authorised by the Central Bank of Ireland pursuant to the UCITS Regulations).

This Supplement (the “Supplement”) forms part of the Prospectus dated 10 July 2018 (the “Prospectus”) in relation to JPMorgan ETFS (Ireland) ICAV (the “ICAV”) for the purposes of the UCITS Regulations. This Supplement should be read in the context of, and together with, the Prospectus and contains information relating to the JPMorgan ETFS (Ireland) ICAV – Managed Futures UCITS ETF (the “Sub-Fund”) which is a separate sub-fund of the ICAV.

The Sub-Fund is an Actively Managed Sub-Fund.

An investment in the Sub-Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors. Investors should note that the Sub-Fund may achieve its investment objective by investing principally in FDI as described below which may be complex and sophisticated in nature. An investment in the Sub-Fund is not in the nature of a deposit in a bank account and is not protected by any government, government agency or other guarantee scheme which may be available to protect the holder of a bank deposit account. The value of Shares may go down as well as up and investors may not get back any of the amount invested.

Prospective investors should review this Supplement and the Prospectus carefully and in their entirety and consider the risk factors set out in the Prospectus and in this Supplement before investing in this Sub-Fund. If you are in any doubt about the contents of this Supplement, you should consult your stockbroker, bank manager, solicitor, accountant and/or financial adviser.

The Directors, as listed in the “*Management*” section of the Prospectus accept responsibility for the information contained in this Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this Supplement is in accordance with the facts and does not omit anything likely to affect the import of such information.

Unless otherwise defined herein or unless the context otherwise requires, all defined terms used in this Supplement shall bear the same meaning as in the Prospectus.

Base Currency	US Dollar.
Benchmark	ICE BofAML US 3-Month Treasury Bill Index.
Dealing Deadline	16:00 hrs (UK time) on the Business Day immediately prior to each Dealing Day.
ISIN	See applicable KIID.
Listing Stock Exchange	Borsa Italiana Deutsche Boerse Irish Stock Exchange London Stock Exchange SIX Swiss Exchange
Minimum Subscription Amount	USD 1,250,000*
Minimum Redemption Amount	USD 1,250,000*
Settlement Deadline	Appropriate cleared subscription monies must be received by the second Business Day after the Dealing Day, or such later date as may be determined by the ICAV and notified to Shareholders from time to time.
Valuation	The Net Asset Value per Share is calculated in accordance with the " <i>Determination of Net Asset Value</i> " section of the Prospectus, using last traded prices for securities.
Valuation Point	Close of business on each Calculation Day on the market that closes last on the relevant Calculation Day and on which the relevant security or investment is traded.
Website	www.jpmorganassetmanagement.ie

* or its equivalent in the class currency of the relevant Share Class.

INVESTMENT OBJECTIVE AND STRATEGY

Investment Objective. The objective of the Sub-Fund is to seek to provide long-term total return through a portfolio of long and short exposures to multiple asset classes across global markets.

Investment Policy. The Sub-Fund will seek to achieve its investment objective by pursuing a systematic strategy (outlined in further detail in the paragraphs below) that aims to exploit opportunities across global equity, bond, currency and commodities markets, based on the Investment Manager's assessment of their attractiveness, through the use of financial derivative instruments. Commodity exposure may only be achieved through exposure to UCITS eligible indices that provide exposure to commodities. For the avoidance of doubt, investors should note that the Sub-Fund will not seek to track the performance of or replicate the Benchmark, rather the Sub-Fund will hold a portfolio of actively selected and managed investments. The Benchmark has been included as a point of reference against which the performance of the Sub-Fund may be measured. Currency hedged versions of the Benchmark may provide a more relevant point of reference for the Currency Hedged Share Classes. The Sub-Fund will be managed without reference to its Benchmark.

The Investment Manager believes it has identified (and will continue to identify) through its quantitative research process a set of investment return sources that have a low correlation to each other and to traditional markets and have distinct risk and return profiles (each a "return factor"). The Sub-Fund's investment policy involves simultaneously investing in the asset classes identified above (i.e. taking long positions) that the Investment Manager believes are attractive based on the relevant return factors and selling those assets (i.e. taking synthetic short positions) that the Investment Manager believes are unattractive based on the relevant return factors. Taking a short position in respect of an asset involves selling (or, as described below, using FDI to take an exposure to the performance of the sale of) an asset that the seller does not physically own. Short positions are taken where the seller expects the price of an asset to fall, so that the seller will be able to purchase the asset to complete the sale at a later date for a lower price than the agreed sale price and thereby make a profit.

Each of the return factors represents a potential source of investment return that results from, among other things, assuming a particular risk or taking advantage of a behavioural bias. The return factors which can be applied to each of the asset classes are:

- *Momentum.* These strategies seek to capture the tendency that an asset's recent performance based on its price will continue in the near future. The Sub-Fund seeks to choose investments that have outperformed over those that have underperformed over the medium-term based on changes in the price of the relevant asset over the medium term. The Sub-Fund will implement the momentum return factor in the following ways:
 - Looking at the relative value of prices of developed market currencies over time. The Sub-Fund intends to invest in forward contracts to take long exposures to the best performers while also taking short exposures to the worst performers within these asset classes based on changes in the price of the relevant asset over the medium term.

- Looking across developed market fixed income, developed market equity indices and commodities, the Sub-Fund seeks to utilize futures contracts and/or swaps to exploit price momentum trends across the asset classes.

At any particular time, the Sub-Fund may hold only long or only short positions in a particular asset class as part of this strategy.

- *Carry Trades.* In the carry strategies, the Sub-Fund seeks to take a short position in a low yielding instrument while also taking a long position in another instrument that is higher yielding. The strategies seek to capture the tendency for higher yielding assets to provide higher returns than lower-yielding assets. The Sub-Fund implements these strategies through the use of the derivative types described in the “*Use of FDI and Risk Management*” section below instead of buying or selling securities physically. The Sub-Fund uses the following asset classes in implementing this strategy:
 - *Fixed Income.* The Sub-Fund seeks to benefit from differences in the yields of interest rates, caused by uncertainty in interest rates. The Sub-Fund will take long exposures to instruments with higher interest rate yields and short exposures to those with lower yields.
 - *Currency.* The Sub-Fund seeks to benefit from differences in the relative yields of various currencies. The Sub-Fund will take long exposures to higher yielding currencies (ie, currencies that benefit from a higher interest rate) and short exposures to those with lower yields (ie, currencies that have a lower interest rate).
 - *Commodities.* The Sub-Fund seeks to benefit from differences in the price of commodities futures contracts trading below the expected market price at contract maturity and those trading above the expected market price at contract maturity.

For example, the Sub-Fund may invest in the long-end of the government bond markets with the highest inflation adjusted yields and sell short the long-end of the government bond markets with the lowest inflation adjusted yields. As an alternative example, the Sub-Fund may seek to exploit supply and demand imbalances that occur in a given commodity market by utilising long and short exposures achieved through different derivative instruments.

The Investment Manager believes that, in general, the Sub-Fund’s investment returns are attributable to the individual contributions of the various return factors. By employing this return factor-based approach, the Sub-Fund seeks to provide positive total returns over time. The Sub-Fund’s exposure to individual return factors may vary based on the market opportunities offered by the individual return factors.

The Sub-Fund’s net market exposure may vary in time, however the Sub-Fund’s net long positions are not expected to exceed 300% of its Net Asset Value and its net short positions are not expected to exceed -300% of its Net Asset Value. The Sub-Fund may have net long or net short exposure to one or more industry sectors and/ or individual markets.

Instruments / Asset Classes. The Sub-Fund will invest globally (including, without limit, in emerging markets) to gain exposure to (i) equity indices and fixed income indices which meet the requirements

of the Central Bank for use by UCITS, (ii) debt securities, such as fixed and floating rate bonds issued by corporate, governmental or supranational issuers, which may be rated below investment grade, (iii) commodities, through exposure to indices that have been cleared in advance by the Central Bank for use by UCITS and (iv) currencies. The securities in which the Sub-Fund invests will be primarily listed or traded on Recognised Markets globally, although the Sub-Fund may also invest in unlisted securities in accordance with the limits set out in the UCITS Regulations.

As a result of the Sub-Fund's use of FDI (as described below) and to serve as collateral, the Sub-Fund may hold up to 100% of its assets in liquid assets (deposits, certificates of deposit, commercial paper and fixed rate bonds issued by governmental or supranational issuers) in accordance with the UCITS Regulations. The Sub-Fund may also, subject to a maximum of 10% of its Net Asset Value, invest in other regulated, open-ended collective investment schemes, including money market funds, as described under "*Investment in Other Collective Investment Schemes*" in the "*Investment Objectives and Policies*" section of the Prospectus, where the objectives of such funds are consistent with the objective of the Sub-Fund.

Use of FDI and Risk Management. In addition, the Sub-Fund may, for efficient portfolio management and investment purposes, use financial derivative instruments ("**FDI**") to take exposure to assets of the type described above, hedge specific risks, and/or to manage the cash flows and trading across multiple time-zones. Any use of FDI by the Sub-Fund shall be limited to (i) futures in respect of UCITS-eligible equity indices and the other assets in which the Sub-Fund may invest, as described above; (ii) forward foreign exchange contracts (including non-deliverable forwards) (iii) options; and (iv) total return swaps, interest rate swaps, foreign exchange swaps and portfolio swaps in respect of the assets in which the Sub-Fund may invest, as described above. FDI are described under "*Use of Financial Derivative Instruments*" in the "*Investment Objectives and Policies*" section of the Prospectus.

The global exposure of the Sub-Fund is measured by the absolute value-at-risk methodology, as described under "*Risk Management*" in the "*Investment Objectives and Policies*" section of the Prospectus.

The Sub-Fund's expected level of leverage is 375% of its Net Asset Value, although it is possible that leverage might significantly exceed this level from time to time. In this context, leverage is calculated as the sum of notional exposure of the FDI used, as defined in the "*Risk Management*" section of the Prospectus.

The Sub-Fund's exposure to total return swaps and CFD is expected to be 40% of its Net Asset Value and is subject to a maximum of 100% of its Net Asset Value. The expected proportion of the assets under management of the Sub-Fund that could be subject to securities lending will fluctuate between 0% and 20%, subject to a maximum of 20%. For the avoidance of doubt, the Sub-Fund will not enter into repurchase and reverse repurchase agreements.

Portfolio Holding Disclosure Policy. The Sub-Fund will publicly disclose its complete holdings on a daily basis. Details of the Sub-Fund's holdings and full disclosure policy may be found on the Website.

INVESTMENT RISKS

Investment in the Sub-Fund carries with it a degree of risk including the risks described in the “*Risk Information*” section of the Prospectus. These risks are not intended to be exhaustive and potential investors should review the Prospectus and this Supplement carefully and consult with their professional advisers before purchasing Shares.

As the Sub-Fund may make extensive use of FDI, the risk profile and the volatility of the Sub-Fund may increase. For information in relation to risks associated with the use of FDI, please refer to “*Derivatives Risk*” in the “*Risk Information*” section of the Prospectus.

Since the instruments held by the Sub-Fund may be denominated in currencies other than the Base Currency, the Sub-Fund may be affected unfavourably by exchange control regulations or fluctuations in currency rates. For this reason, changes in currency exchange rates can affect the value of the Sub-Fund's portfolio and may impact the value of the Shares.

Emerging markets may be subject to increased political, regulatory and economic instability, less developed custody and settlement practices, poor transparency and greater financial risks. Emerging market currencies may be subject to volatile price movements. Emerging market securities may also be subject to higher volatility and lower liquidity than non-emerging market securities.

In addition, there is no guarantee that the use of long and short positions will succeed in enhancing investment returns. The possible loss from taking a short position on a security may be unlimited as there is no restriction on the price to which a security may rise. To mitigate this risk, UCITS, such as the Sub-Fund, may only take short positions in respect of investments where any exposure created is covered by the other assets of the UCITS and the Investment Manager will therefore monitor the Sub-Fund's short exposures at all times to ensure that they are adequately covered by the Sub-Fund's other assets. The short selling of investments may be subject to changes in regulations, which could adversely impact returns to investors.

Investors should also be aware that the value of companies in which the Sub-Fund invests may be influenced by movements in commodity prices, which can be very volatile.

There is a risk for Authorised Participants in relation to Currency Hedged Share Classes that they may miss out on any positive returns in the period between any agreed earlier dealing cut-off time and the Dealing Deadline. Applications for subscriptions or redemptions from Authorised Participants in relation to Currency Hedged Share Classes received after the contractually agreed dealing cut-off time will not be accepted for dealing on the relevant Dealing Day and will be carried over to the next Dealing Day.

INVESTOR PROFILE

The Sub-Fund is offered to investors who have financial market knowledge and experience and also to investors who have basic or no financial market knowledge and experience and is intended for long-term investment. Investors should understand the risks involved, including the risk of losing all capital invested and must evaluate the Sub-Fund objective and risks in terms of whether they are

consistent with their own investment goals and risk tolerances. The Sub-Fund is not intended as a complete investment plan.

Typical investors in the Sub-Fund are expected to be investors seeking uncorrelated returns through broad market exposure globally, who seek to benefit from potential total returns and who are prepared to accept the risks associated with an investment in a long-short strategy of this type, including the volatility of such markets.

SUBSCRIPTIONS – PRIMARY MARKET

Accumulating Class Shares are available for subscription in the Sub-Fund in an unhedged USD denominated class and in Currency Hedged Share Classes denominated in the following currencies: AUD, CAD, CHF, DKK, EUR, GBP, HKD, JPY, SEK and SGD. Currency Hedged Share Classes are available to launch at the discretion of the Management Company. A complete list of Share Classes which have been launched in the Sub-Fund may be obtained from the Website, the registered office of the ICAV or the Management Company.

Shares that have not been launched as of the date of this Supplement will be available from 9 am (UK time) on 11 July 2018 to 3 pm (UK time) on 11 January 2019 or such earlier or later date as the Directors may determine (the “**Offer Period**”). During the Offer Period, the Initial Offer Price is expected to be approximately USD 25 per Share (together with any applicable Duties and Charges) or its equivalent in the class currency of the relevant Share Class. The actual Initial Offer Price per Share may vary from its estimated price depending on movements in the value of the securities between the date of this Supplement and the date that the Offer Period closes. The actual Initial Offer Price per Share will be available from the Administrator and on the Website following the Closing Date.

After the Closing Date, and, in respect of Share Classes which have already launched, from the date of this Supplement, Shares will be issued on each Dealing Day at the appropriate Net Asset Value per Share with an appropriate provision for Duties and Charges in accordance with the provisions set out below and in the Prospectus. Investors may subscribe for Shares for cash on each Dealing Day by making an application by the Dealing Deadline in accordance with the requirements set out below and in the “*Purchase and Sale Information*” section of the Prospectus. The ICAV or the Management Company may agree an earlier dealing cut-off time with Authorised Participants for Currency Hedged Share Classes. Consideration in the form of cleared subscription monies must be received by the applicable Settlement Deadline. Currency Hedged Share Classes will use the NAV Hedge methodology. Please refer to the “*Currency Hedging at Share Class Level*” section in the “*Investment Objectives and Policies*” section of the Prospectus and “*Currency Hedged Share Classes*” section in the “*Risk Information*” section of the Prospectus for further information on Currency Hedged Share Classes.

REDEMPTIONS – PRIMARY MARKET

Shareholders may effect a redemption of Shares on any Dealing Day at the appropriate Net Asset Value per Share, subject to an appropriate provision for Duties and Charges, provided that a valid redemption request from the Shareholder is received by the Management Company by the Dealing Deadline on the relevant Dealing Day, in accordance with the provisions set out in this section and at the “*Purchase and Sale Information*” section of the Prospectus. The ICAV or the Management Company may agree an earlier dealing cut-off time with Authorised Participants for Currency Hedged

Share Classes. Settlement will normally take place within two Business Days of the Dealing Day but may take longer depending on the settlement schedule of the underlying markets. In any event, settlement will not take place later than 10 Business Days from the Dealing Deadline.

FEES AND EXPENSES

The TER for all Share Classes will be up to 0.57% per annum of the Net Asset Value.

Further information in this respect is set out in the “*Fees and Expenses*” section of the Prospectus.

DISTRIBUTIONS

All Share Classes in the Sub-Fund are available as Accumulating Share Classes.

LISTING

Shares have been admitted to the Official List and to trading on the Main Securities Market of the Irish Stock Exchange plc, trading as Euronext Dublin. Shares may also be admitted to trading on other Listing Stock Exchanges as specified on the Website.