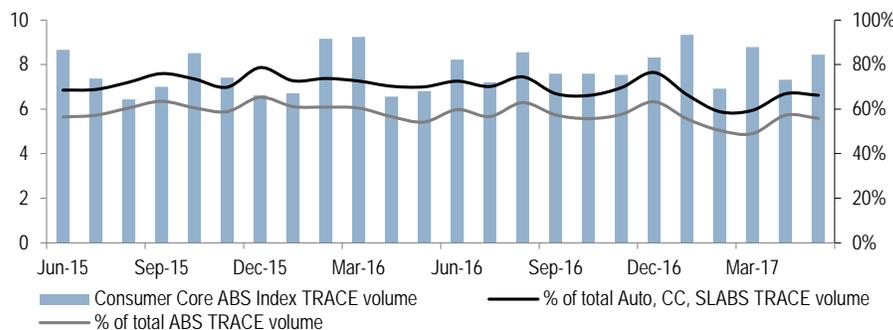


Introducing the J.P. Morgan Consumer Core ABS Index

- We launch the J.P. Morgan Consumer Core Asset-Backed Securities (ABS) Index, a sub-index of our flagship total ABS index, comprising of investment grade and SEC-registered Auto, Credit Card, and Student Loan ABS. As of May 31, 2017, the Consumer Core ABS Index sector weights were 43% Auto, 30% Credit Card and 27% Student Loan.
- The J.P. Morgan Consumer Core ABS Index utilizes the same underlying statistics and robust third-party pricing that has been seasoned in our flagship benchmark. As of May 31, 2017, the Consumer Core index contains 1,129 ABS CUSIPs accounting for US\$265 billion in notional, compared to approximately US\$515 billion in overall Auto, Credit Card, and Student Loan ABS outstanding in the market.
- The J.P. Morgan Consumer Core ABS index is comprised of bonds across the largest and most liquid sectors of the ABS universe, and has roughly tracked 58% of monthly total ABS TRACE volume and 70% of monthly total Auto, Credit Card and Student Loan ABS TRACE volume.
- The ABS market has rallied significantly since the second half of 2016, reversing the widening that occurred amid broad financial market volatility and weak credit market technicals beginning June 2015. In our total ABS Index, which holds an average rating of AA, YTD returns were +1.65% and +0.74% through May 2017 and May 2016, respectively. The Consumer Core ABS index combines a higher AA+ rating with comparable performance versus the total ABS index, returning +1.45% YTD in May 2017 and +0.72% last May.
- Pricing is calculated by [PricingDirect](#), a wholly owned subsidiary of J.P. Morgan Chase & Co. Pricing assumptions are derived from secondary trading levels (such as reported in TRACE ABS), new issue pricing, and bond characteristics.
- The Consumer Core ABS Index will be produced on every business day, based on the US bond market calendar. The index rebalances on the last business day of the month. Daily levels from June 29, 2012, onwards will be available on Bloomberg (JXABSCOR) on a subscription basis and on DataQuery via J.P. Morgan Markets.
- For the full methodology report on our flagship ABS index, click [here](#).

Exhibit 1: JPM Consumer Core ABS Index captures most active segments of the ABS market
Monthly TRACE volume (US\$ bn)



Source: J.P. Morgan, TRACE

See page 2 for analyst certification and important disclosures.

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Exhibit 2: JPM ABS Index returns

Total Returns	2015	2016	2017 YTD
Consumer Core	0.02%	1.74%	1.45%
ABS Total	0.20%	1.96%	1.65%
Auto	1.08%	2.00%	1.08%
Credit Card	0.85%	1.56%	0.97%
Student Loan	-1.30%	2.40%	2.59%
FFELP	-1.51%	2.35%	2.66%
Private	0.37%	2.72%	2.06%
ABS Fixed	1.19%	2.03%	1.39%
ABS Float	-0.73%	2.01%	1.97%

Source: J.P. Morgan, as of May 31, 2017

Exhibit 3: JPM ABS Index overviews

Inclusion Criteria	Consumer Core	ABS Total
Currency	USD	USD
Instrument:		
Sectors	Auto, CC, SLABS	All
Registration	SEC only	SEC or 144a
Rating	IG only	Above CCC+
Issuer	All eligible	All eligible
Fixed-rate	Eligible	Eligible
Floating-rate	Eligible	Eligible
Min. Size (Snr)	\$25 million	\$25 million
Min. Size (Sub)	\$1 million	\$1 million
Min. Maturity	0.3 WAL	0.3 WAL
Pricing	PricingDirect	PricingDirect

Source: J.P. Morgan

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