

Investment Objective

The J.P. Morgan Commodity Curve Ex Front Month Agriculture 10 ER Index (“JPMCCI Ex Front Month Agri 10 Index”) is part of the family of J.P. Morgan Commodity Target Volatility Index Series and aims to provide diversified exposure to the agriculture sector with an added volatility control mechanism. Exposure to the agriculture section is gained by referencing the JPMCCI Ex Front Month Agriculture ER Index (“Underlying JPMCCI Agri Index”) and is dynamically adjusted on monthly rebalancing dates based on a volatility target of 10%.

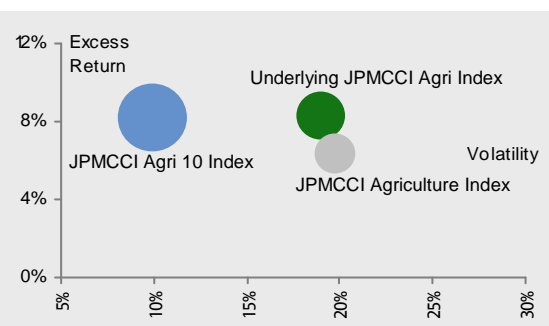


Key Features

- Annualised Target Volatility of 10%
- Provides exposure to an Underlying JPMCCI Index that references **15 agriculture commodities** (USD denominated) with individual commodities weighted on the basis of **open interest**
- **Higher hypothetical historical return and lower hypothetical historical volatility**, compared to certain benchmarks

Bloomberg
JMAB010E Index <Go>

JPMCCI Ex-Front Month Agriculture 10 Historical risk-return profile compared to the Underlying JPMCCI Index



Source: J.P. Morgan. Data from Dec. 2001 to Jul 2010. JMAB010E data from Dec. 2001 to Jul. 2010 is back-tested. Data for the other two indices is backtested since Nov 2007
Past performance is not a guide to future results
Please refer to the back testing disclaimer on the second page

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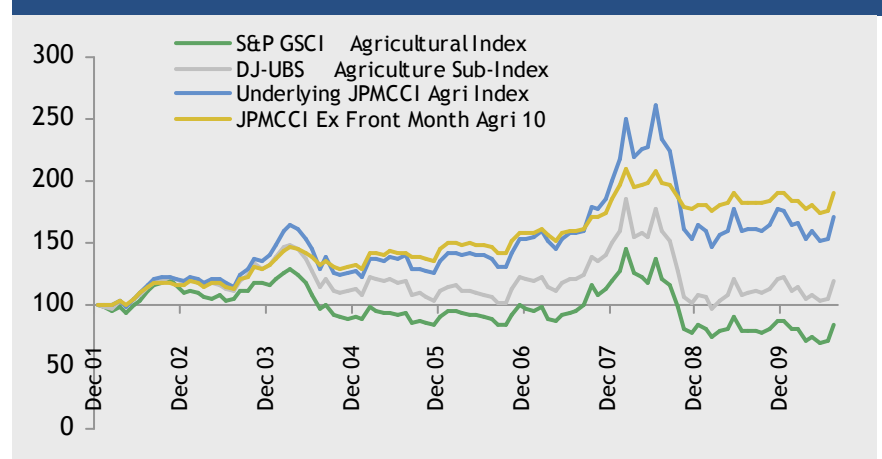
JPMCCI Ex Front Month Agriculture 10 Index

Commodity indices may experience large volatility movements from time to time. The volatility control mechanism employed by the JPMCCI Ex Front Month Agri 10 Index aims to reduce exposure to the Underlying JPMCCI Agri Index in times of high volatility and potentially reduce the index draw downs.

The JPMCCI Ex Front Agri 10 Index adjusts the level of exposure to the Underlying JPMCCI Agri Index on a monthly basis. The exposure to the Underlying JPMCCI Agri Index is adjusted by reference to the higher of the historic realized volatility of the Underlying JPMCCI Agri Index over one month and three months, subject to a maximum and minimum exposure of 100% and 0%.

Please refer to the attached Underlying JPMCCI Agri Index Fact Sheet for information about the Underlying JPMCCI Index.

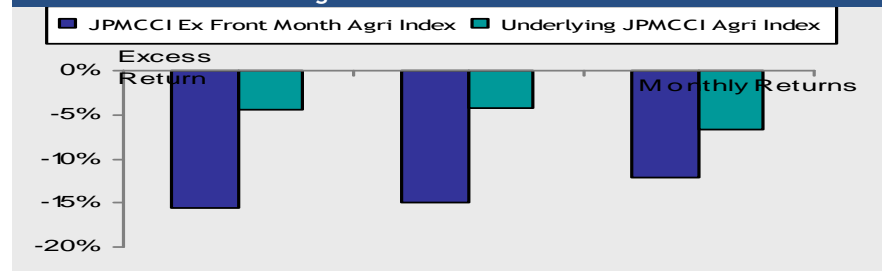
Simulated excess return performance



Source: J.P. Morgan. Data from December 2001 to July 2010, simulated data for JPMCCI Ex Front Month Agriculture since Nov 2007, and for JPMCCI Ex Front Month Agriculture 10 Index since December 2001

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The three worst simulated monthly returns for the Underlying JPMCCI Ex Front Month ER Index and the corresponding monthly returns for the JPMCCI Ex Front Month Agriculture 10 Index



Who may be interested in this Index?

Investors looking for:

- Diversified exposure to the agriculture market by referencing the Underlying JPMCCI Ex Front Month Agriculture Index
- Monthly rebalancing of exposure levels based on a target volatility of 10%

Gaining exposure to JPMCCI Ex Front Month Agriculture 10 Index

Investment products which could provide exposure to the JPMCCI Ex Front Month Agriculture 10 Index include swaps and securities (e.g. certificates and notes). JPMorgan can also offer bespoke solutions to address the specific views or needs of clients.

Contact Information

To learn more about JPMCCI, please contact Commodity Investments on: +44 (0) 20 7777 3050 or commodity.investments@jpmorgan.com

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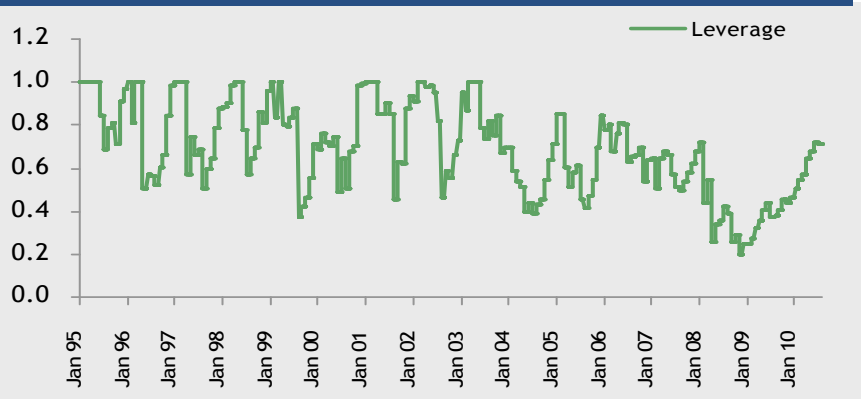
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JPMCCI Ex Front Month Agriculture 10 simulated performance:

Simulated performance of the JPMCCI Ex Front Month Agriculture 10 has shown an average annualized return* of 8.04% pa and an annualized volatility** of 9.95%, since December 2001 to July 2010, compared to 8.08% pa return* and 19% annualized volatility** for JPMCCI Ex Front Month Agriculture ER Index over the same period. The average exposure to the Underlying index for those months would have been 61%.

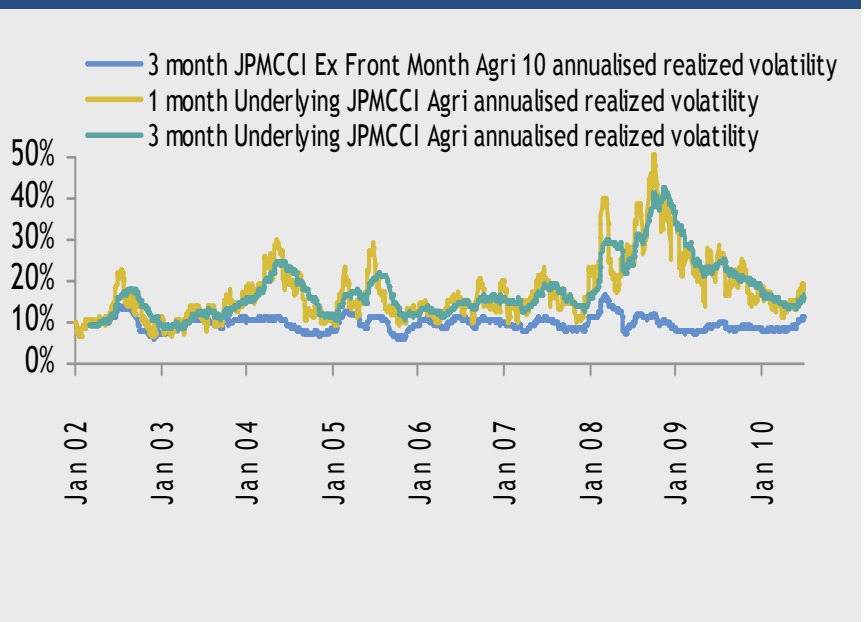
* the returns are computed as the average of the annualised daily returns over the specified period
** The annualised realized volatility is the annualised realised volatility of the annualised daily returns over the period

Simulated Exposure Levels (expressed as a %) from Jan 95 to Jul 10



Source: JPMorgan. Data from January 1995 to July 2010
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Simulated Realized Volatility for JPMCCI Ex Front Month ER Agriculture and JPMCCI Ex Front Month Agriculture 10 ER Index



Source: JPMorgan. Data from December 2001 to July 2010
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This Fact Sheet has been prepared for information purposes and should be regarded as illustrative only and is not intended to provide the full details of the Index. Persons interested in the Index should refer to the official Index Rules (a copy of which can be obtained from your JPMorgan contact) for a complete description of the rules and operating methodology for the Index.