

JPMorgan Asset Management Holdings (UK) Limited

Registered number: 02218729

Annual report for the year ended 31 December 2013

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JPMorgan Asset Management Holdings (UK) Limited
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JPMorgan Asset Management Holdings (UK) Limited
Company information

Directors

T J McDowall

M R Porter

P T Schwicht (appointed 6 February 2013)

N J Gartside (appointed 15 April 2013)

R M J Thompson (resigned 15 April 2013)

D J Watkins (appointed 15 April 2013)

Secretaries

Y Y Maxwell

J P Morgan Secretaries (UK) Limited

Registered office

25 Bank Street
Canary Wharf
London
E14 5JP

Independent auditors

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
7 More London Riverside
London
SE1 2RT

JPMorgan Asset Management Holdings (UK) Limited

Strategic report for the Year Ended 31 December 2013

Principal activities

JPMorgan Asset Management Holdings (UK) Limited (the "Company") acts as a holding company for companies engaged in the asset management business of the JPMorgan Asset Management International Limited group. During the year the Company began to hold principal investments and entered into hedging positions in relation to investments held either within the Company or within other group affiliates.

Review of business

The principal subsidiary undertakings and their activities are set out in note 11 to the financial statements. The financial position of the Company remains satisfactory. The directors of the Company do not anticipate any changes in the activities of the Company for the foreseeable future.

	2013	2012
	£ 000	£ 000
Turnover	95,034	160,103
Profit on ordinary activities before taxation	80,327	164,905

The decrease from prior year was driven by a decrease in dividends received from subsidiaries.

Principal risks and uncertainties

Whilst management of the Company's risks and uncertainties is integrated with that of JPMorgan Chase & Co (the "Firm") and its associated subsidiaries (collectively, the "Group") of which the Company is part, the Company also manages its risks at a legal entity level.

The principal risks and uncertainties relating to the Group as a whole are discussed within the Group's annual report (which does not form part of this report). Those relating specifically to the Company itself are discussed in the financial risk management section of this report.

Financial risk management

Risk management is an inherent part of the business activities of the Group of which the Company is a part. The Company has adopted the same risk management policies and procedures as the Group as a whole. The Company's risk management framework and governance structure are intended to provide comprehensive controls and ongoing management of its major risks. The Company exercises oversight through the board of directors, who in turn delegate to the various sub-committees, which are organised in line with the Group risk management policy.

The Company's operations expose it to a variety of financial risks, the most significant of which are credit risk, operational risk, and foreign exchange risk.

An overview of the key aspects of risk management and the use of financial instruments within the Group is provided below. A more detailed description of the policies and processes adopted by all Group companies may be found within the JPMorgan Chase & Co annual report.

JPMorgan Asset Management Holdings (UK) Limited
Strategic report for the Year Ended 31 December 2013

Credit risk

The Company complies with Group policies which require monthly monitoring and reporting of exposures to all financial institutions. These exposures are subject to a Group concentration limit and are reviewed annually by the relevant risk committees.

Operational risk

Operational risk is the risk of loss resulting from inadequate or failed processes or systems, human factors or external events. To monitor and control operating risk, the Group and the Company maintain a system of comprehensive policies and a control framework designed to provide a well controlled operational environment and to monitor and record any control failures.

Market risk

The Company holds seed capital investments in the United Kingdom for the JPMorgan Asset Management International Limited group. The Company complies with the JPMorgan Asset Management International Limited group policies on seed capital investments that require monthly monitoring and reporting.

The Company uses futures contracts to hedge the above group's seed capital investments against market risk.

Foreign exchange risk

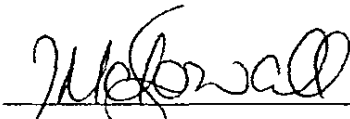
The Company uses financial instruments (derivatives) to manage foreign currency exposures in respect of its balance sheet, adhering to specific guidelines on the circumstances where it would be appropriate to use derivatives to manage these exposures.

From the perspective of the Company, the principal risks and uncertainties are integrated within the principal risks of the Group and are not managed separately. Accordingly, the principal risks and uncertainties of the Group, which include those of the Company, are discussed within the Group's annual report which does not form part of this report.

Interest rate risk

As the Company has no significant interest-bearing assets, the Company's income and operating cash flows are substantially independent of changes in market interest rates. The Company's interest rate risk arises from investments in liquidity funds and cash holdings.

Approved by the Board on 22 April 2014 and signed on its behalf by



T J McDowall
Director

JPMorgan Asset Management Holdings (UK) Limited

Directors' report for the year ended 31 December 2013

The directors present their report and the audited financial statements of JPMorgan Asset Management Holdings (UK) Limited for the year ended 31 December 2013

Results and dividends

The profit on ordinary activities before taxation for the financial year was £80,327,000 (2012 £164,905,000) and the profit for the financial year was £80,327,000 (2012 £164,905,000)

No interim dividend was paid during the year (2012 £183,000,000) The directors do not recommend a final dividend for the year (2012 £nil)

Statement of directors' responsibilities in respect of the annual report and the financial statements

The directors are responsible for preparing the Directors' report strategic report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period

In preparing these financial statements, the directors are required to

- select suitable accounting policies and apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions, disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006 They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

The directors are responsible for the maintenance and integrity of the company's website Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions

Directors of the company

The names of the directors who were in office during the year and up to the date of signing the financial statements are listed on page 1

JPMorgan Asset Management Holdings (UK) Limited
Directors' report for the year ended 31 December 2013

Disclosure of information to the auditors

Each of the persons who is a director at the date of approval of this report confirms that

(1) so far as the directors are aware, there is no relevant audit information of which the Company's auditors are unaware, and

(2) each director has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of Section 418 of the Companies Act 2006

Liability insurance for directors

As permitted by Section 233 of the Companies Act 2006, the directors of the Company are covered for insurance purposes by the Group's blanket insurance maintained at a consolidated level

Third party indemnities

An indemnity is provided to the directors of the Company under the by-laws of JPMorgan Chase & Co against liabilities and associated costs which they could incur in the course of their duties to the Company. The indemnity remains in force at the date of these financial statements and a copy of the by-laws of JPMorgan Chase & Co is kept at the registered office of the Company

Independent Auditors

The auditors, PricewaterhouseCoopers LLP, have expressed their willingness to continue in office

Approved by the Board on 22 April 2014 and signed on its behalf by



T J McDowall
Director

JPMorgan Asset Management Holdings (UK) Limited

Independent Auditor's Report to the Member of JPMorgan Asset Management Holdings (UK) Limited

Report on the financial statements

Our opinion

In our opinion the financial statements, defined below

- give a true and fair view of the state of the company's affairs as at 31 December 2013 and of its profit/loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

This opinion is to be read in the context of what we say in the remainder of this report

What we have audited

The financial statements, which are prepared by JPMorgan Asset Management Holdings (UK) Limited comprise

- the statement of financial position as at 31 December 2013,
- the income statement and statement of comprehensive income for the year then ended,
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). In applying the financial reporting framework, the directors have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

What an audit of financial statements involves

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of

- whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed,
- the reasonableness of significant accounting estimates made by the directors, and
- the overall presentation of the financial statements

In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report and Strategic Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

JPMorgan Asset Management Holdings (UK) Limited

Independent Auditor's Report to the Member of JPMorgan Asset Management Holdings (UK) Limited

Other matters on which we are required to report by exception

Adequacy of accounting records and information and explanations received

Under the Companies Act 2006 we are required to report to you if, in our opinion

- we have not received all the information and explanations we require for our audit, or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns

We have no exceptions to report arising from this responsibility

Directors' remuneration

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of directors' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility

Responsibilities for the financial statements and the audit

Our responsibilities and those of the directors

As explained more fully in the Directors' Responsibilities Statement set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and ISAs (UK & Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing



Sally Cosgrove
Senior Statutory Auditor
For and on behalf of PricewaterhouseCoopers LLP,
Chartered Accountants and Statutory Auditors
London

Date 22 April 2014

JPMorgan Asset Management Holdings (UK) Limited
Profit and loss account for the year ended 31 December 2013

	Note	2013 £ 000	2012 £ 000
Turnover	2	95,034	160,103
Administrative expenses	3	(2)	(1)
Other operating (expense)/income	4	<u>(8,404)</u>	<u>18,122</u>
Operating profit		86,628	178,224
Interest receivable and similar income	5	299	321
Amounts written off investments	10	<u>(6,600)</u>	<u>(13,640)</u>
Profit on ordinary activities before taxation		80,327	164,905
Tax on profit on ordinary activities	9	<u>-</u>	<u>-</u>
Profit for the financial year	18	<u>80,327</u>	<u>164,905</u>

All amounts relate to continuing operations


The Company has no recognised gains or losses for the years other than the results above, and therefore no separate statement of total recognised gains and losses has been presented

There is no material difference between the results reported above and the results on an unmodified historical cost basis

JPMorgan Asset Management Holdings (UK) Limited**Balance sheet as at 31 December 2013**

	Note	2013 £ 000	2012 £ 000
Fixed assets			
Investments in subsidiary undertakings	10	330,300	336,900
Other investments	13	<u>1</u>	<u>1</u>
		<u>330,301</u>	<u>336,901</u>
Current assets			
Debtors	14	11,380	3,031
Investments	12	102,829	31,888
Cash at bank and in hand		<u>26,646</u>	<u>23,392</u>
		140,855	58,311
Creditors: amounts falling due within one year	16	<u>(3,834)</u>	<u>(8,217)</u>
Net current assets		<u>137,021</u>	<u>50,094</u>
Net assets		<u>467,322</u>	<u>386,995</u>
Capital and reserves			
Called up share capital	17	5	5
Capital contribution reserve	18	222,358	222,358
Profit and loss account	18	<u>244,959</u>	<u>164,632</u>
Total shareholder's funds	19	<u>467,322</u>	<u>386,995</u>

The financial statements on pages 8 to 19 were approved by the board of directors on 22 April 2014 and signed on its behalf by


T J McDowall
Director

Company registered number 02218729

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

1 Accounting policies

Basis of preparation

The financial statements are prepared on the going concern basis, under the historical cost convention, as modified by the revaluation of certain financial instruments, and in accordance with the Companies Act 2006 and applicable accounting standards in the United Kingdom. The principal accounting policies, which have been applied consistently throughout the year, are set out below.

Group financial statements

The Company is a wholly owned subsidiary of JPMorgan Asset Management International Limited and is included in its consolidated financial statements which are publicly available. Consequently, the Company has taken advantage of the exemption from preparing consolidated financial statements under the terms of Section 400 of the Companies Act 2006.

Cash flow statement

In accordance with Financial Reporting Standard ("FRS") 1 (revised 1996) "Cash Flow Statements", the Company has not prepared a cash flow statement since the Company is a wholly owned subsidiary of a parent undertaking which includes a consolidated cash flow statement in its financial statements, which are publicly available.

Related party transactions

The Company has taken advantage of the exemption under paragraph 3(c) from the provisions of FRS 8, "Related Party Disclosures", from disclosing transactions with fellow wholly owned subsidiaries of JPMorgan Chase & Co.

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

Financial instruments

The Company classifies its financial assets and financial liabilities as financial assets and financial liabilities designated at fair value through profit and loss. The directors determine the classification of its investments upon recognition.

Investments consist of money market funds and investments held as an economic hedge against deferred compensation liabilities within the Group. Investments are classified as current assets. Financial assets consist of debentures and seed capital investments, including both unquoted investments and quoted investments. Financial assets are classified as fixed assets.

The Company recognises financial instruments from the trade date, and continues to recognise them until, in the case of assets, the rights to receive cash flows have expired or the Company has transferred substantially all the risks and rewards of ownership, or in the case of liabilities, until the liability has been settled, extinguished or has expired.

Financial assets and financial liabilities that the Company designates on initial recognition as being at fair value through profit and loss are recognised at fair value, with transaction costs being recognised in profit and loss and are subsequently measured at fair value. Investments and financial assets are designated under this category upon initial recognition. Gains and losses on financial assets and financial liabilities that are designated at fair value through profit and loss are recognised in the profit and loss account as they arise. A financial instrument may only be designated at inception as held at fair value through profit and loss and cannot subsequently be changed.

Financial assets or financial liabilities are designated as at fair value through profit and loss only if such designation (a) eliminates or significantly reduces a measurement or recognition inconsistency, or (b) applies to a group of financial assets, financial liabilities or both that the Company manages and evaluates on a fair value basis. Fair value is determined by reference to listed prices or quoted bid prices. Loans are held at amortised cost.

Derivative financial instruments

Derivative contracts held as economic hedges (not designated as FRS 26 "Financial Instruments: Recognition and Measurement" hedges) are held at fair value. These comprise forward foreign exchange ("FFX") contracts which are held to hedge exposures to foreign currency denominated assets and liabilities, index, duration and commodity future contracts, held to hedge exposures in investment holdings. Fair values are calculated based on market forward foreign exchange rates at the balance sheet date and listed future prices respectively.

The foreign currency denominated exposures are translated into sterling at rates of exchange ruling on the balance sheet date in accordance with FRS 23, "The Effects of Changes in Foreign Exchange Rates". Any realised or unrealised foreign exchange gain or loss resulting from FFX contracts and foreign currency denominated exposures are taken to the profit and loss account.

In accordance with FRS 29 "Financial Instruments: Disclosures", the Company is exempt from presenting the disclosures required by this standard, since the Company is a wholly owned subsidiary of a parent undertaking whose consolidated financial statements are publicly available and include disclosures that comply with this standard.

Foreign currency translation

Monetary assets and liabilities in foreign currencies are translated into sterling at market rates prevailing at the balance sheet date, and resulting gains and losses are taken to the profit and loss account. Foreign currency income and expense items are translated at the rate prevailing at the transaction date.

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

Investments in subsidiary undertakings

Investments in subsidiary undertakings and joint ventures are included at cost less any impairment in value that may have occurred. Realised gains and losses arising on disposal of subsidiaries are calculated as the difference between net sales proceeds and the carrying value.

Income and expenditure

Income and expenditure are included on an accruals basis.

Dividend recognition

Dividend distributions are recognised in the period in which they are approved.

2 Turnover

Turnover represents dividends received, fair value changes in hedging instruments and the realised and unrealised changes in market value of investments that are held by the Company.

	2013	2012
	£ 000	£ 000
Dividends received	100,000	160,103
Realised loss on futures transactions	(50)	-
Unrealised loss on futures transactions	(2,857)	-
Realised loss on sale of financial assets	(1,749)	-
Unrealised loss on financial assets designated at fair value through profit and loss	(310)	-
	<u>95,034</u>	<u>160,103</u>

3 Administrative expenses

	2013	2012
	£ 000	£ 000
Bank charges	<u>2</u>	<u>1</u>

Auditors' remuneration was £15,608 (2012 £679,592). £15,608 (2012 £15,608) is for audit services and £nil (2012 £663,984) is for tax advisory services. The audit remuneration costs are borne by a fellow subsidiary.

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

4 Other operating (expense)/income

	2013	2012
	£ 000	£ 000
Unrealised profit/(loss) on foreign exchange transactions	8,600	(20,472)
Realised (loss)/profit on foreign exchange transactions	(17,004)	38,594
	<u>(8,404)</u>	<u>18,122</u>

5 Interest receivable and similar income

	2013	2012
	£ 000	£ 000
Interest receivable on amounts held with group undertakings	59	55
Other interest receivable	240	266
	<u>299</u>	<u>321</u>

6 Dividends

	2013	2012
	£ 000	£ 000
Equity - ordinary		
Interim paid £nil (2012 £36,600) per £1 share	-	183,000

The directors do not recommend a final dividend for the year (2012 £nil)

7 Employee information

The employment contracts for all staff are with fellow group undertakings. The staff costs are borne by a fellow subsidiary.

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

8 Directors' remuneration

	2013	2012
	£ 000	£ 000
Aggregate emoluments	2,460	1,546
Total defined contribution pension payments for all directors	39	20
Aggregate amounts receivable (excluding shares) under Long Term Incentive Plans (LTIPs)	1,951	1,913
	2013	2012
	No.	No.
Number of directors who exercised share options	3	1
Number of directors to whom defined contribution pension rights accrued	4	3
Number of directors with shares received or receivable under (LTIPs)	5	3
Number of directors	6	5
	2013	2012
	£ 000	£ 000
Emoluments of highest paid director (excluding pension contributions)	881	1,074
Value of LTIPs of highest paid director	1,030	1,836
The highest paid director did (Yes) or did not (No) exercise any share options during the year	Yes	Yes
The highest paid director did (Yes) or did not (No) have shares received or receivable under LTIPs	Yes	Yes

The amounts shown above in respect of emoluments payable to directors exclude shares receivable by directors under long term incentive plans in accordance with Schedule 6 of the Companies Act 2006

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

9 Tax on profit on ordinary activities

	2013 £ 000	2012 £ 000
Total current tax	-	-

Factors affecting tax charge for year

The current tax charge for the year differs from the standard rate of corporation tax in the UK of 23% reduced from 24% effective 1 April 2013. The differences are explained below

	2013 £ 000	2012 £ 000
Profit on ordinary activities before taxation	80,327	164,905
Profit on ordinary activities multiplied by effective rate of corporation tax in the UK 23.25% (2012: 24.5%)	18,673	40,397
Effect of		
Non taxable income	(23,725)	(39,571)
Non deductible expenditure	2,238	3,342
Group relief claimed for no consideration	2,814	(4,168)
Current tax charge for year	-	-

10 Investments in subsidiary undertakings

	2013 £ 000	2012 £ 000
Cost at 1 January	336,900	350,540
Amounts written off investments	(6,600)	(13,640)
Cost at 31 December	330,300	336,900

At 31 December 2013 a review of carrying values of subsidiaries identified that an impairment to the carrying value of JPMorgan Investments Limited was required. This has resulted in a charge to the profit and loss account of £6,600,000 (2012: £13,640,000).

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

11 Investments in subsidiary undertakings

The Company holds investments in the following companies

Subsidiary undertakings	Activity	Country of incorporation and registration	Class	%
JPMorgan Asset Management (UK) Limited	Investment management	England and Wales	Ordinary shares	100
JPMorgan Life Limited	Insurance	England and Wales	Ordinary shares	100
JPMorgan Asset Management Marketing Limited	Investment management	England and Wales	Ordinary shares	100
JPMorgan Investments Limited	Investment company	England and Wales	Ordinary shares	100
JPMorgan Asset Management Services Limited	Cost recharge	England and Wales	Ordinary shares	97
Airro UK Investor GP Limited	General partner	England and Wales	Ordinary shares	100
JPMorgan Asset Management Holdings (Luxembourg) Sarl	Holding company	Luxembourg	Ordinary shares	100
JPMorgan Asset Management Luxembourg S A	Investment management	Luxembourg	Ordinary shares	100
Airro II UK Investor GP Limited	General partner	England and Wales	Ordinary shares	100
JPMorgan EO III (Scots GP) Limited	General partner	Scotland	Ordinary shares	100
JPMorgan EO III UK GP Limited	General partner	England and Wales	Ordinary shares	100

The directors are of the opinion that the value of the investments in subsidiaries at the year end is not less than the value at which they are stated in the balance sheet

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

12 Investments

	Money market funds £000	Other £000	Total £ 000
Book cost 1 January 2013	31,888	-	31,888
Additions	195,471	56,430	251,901
Disposals	(151,300)	(29,349)	(180,649)
Closing book cost at 31 December 2013	76,059	27,081	103,140
Revaluation at 1 January 2013	-	-	-
Current year unrealised loss	-	(2,060)	(2,060)
Reversal of unrealised loss on disposal	-	1,749	1,749
Closing revaluation at 31 December 2013	-	(311)	(311)
Carrying value at 31 December 2013	76,059	26,770	102,829

The other investments designated under current assets are seed capital. The current assets are included at fair value at the balance sheet date.

13 Other investments

In 2004 the Company purchased one share of €1,000 in JPMorgan European Property Fund Management Company S A. This company is a subsidiary of JPMorgan Asset Management Holdings (Luxembourg) Sarl, one of the subsidiaries of the Company.

14 Debtors

	2013 £ 000	2012 £ 000
Amounts due from group undertakings	10,623	2,951
Other debtors	37	80
Derivative financial instruments (note 15)	720	-
	11,380	3,031

Amounts due from group undertakings are unsecured, interest free and repayable on demand.

JPMorgan Asset Management Holdings (UK) Limited**Notes to the financial statements for the year ended 31 December 2013****15 Derivative financial instruments**

The net fair value loss at 31 December 2013 on open derivative contracts is £2,472,000 (2012 £8,215,000)

16 Creditors: amounts falling due within one year

	2013 £ 000	2012 £ 000
Derivative financial instruments (note 15)	3,192	8,215
Bank loans and overdrafts	-	2
Amounts due to group undertakings	<u>642</u>	<u>-</u>
	<u>3,834</u>	<u>8,217</u>

Amounts due from group undertakings are unsecured, interest free and repayable on demand

17 Called up share capital

	2013 £ 000	2012 £ 000
Allocated and fully paid		
5,000 (2012 5,000) ordinary shares of £1 each	<u>5</u>	<u>5</u>

18 Reserves

	Capital contribution reserve £ 000	Profit and loss account £ 000	Total £ 000
At 1 January 2013	222,358	164,632	386,990
Profit for the financial year	<u>-</u>	<u>80,327</u>	<u>80,327</u>
At 31 December 2013	<u>222,358</u>	<u>244,959</u>	<u>467,317</u>

JPMorgan Asset Management Holdings (UK) Limited

Notes to the financial statements for the year ended 31 December 2013

19 Reconciliation of movements in shareholder's funds

	2013	2012
	£ 000	£ 000
Shareholder's funds brought forward	386,995	405,090
Profit for the financial year	80,327	164,905
Dividends paid	-	(183,000)
Shareholder's funds carried forward	<u>467,322</u>	<u>386,995</u>

20 Post balance sheet events

An ordinary dividend of £20,000,000 (£4,000 per £1 share) was paid to JPMorgan Asset Management International Limited on 1 March 2014

21 Ultimate parent undertaking

The immediate parent undertaking is JPMorgan Asset Management International Limited

The parent company of the largest group for which consolidated financial statements are prepared, and whom the directors regard as the ultimate holding company, is JPMorgan Chase & Co which is incorporated in the United States of America

The smallest group into which this company is consolidated is that headed by JPMorgan Asset Management International Limited, registered in England and Wales

The consolidated financial statements of JPMorgan Chase & Co and JPMorgan Asset Management International Limited are available to the public and may be obtained from the Company's registered office at

The Company Secretary
25 Bank Street
London
E14 5JP