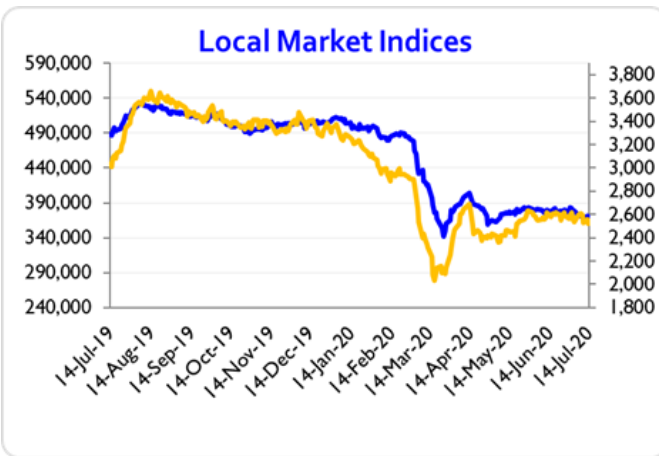


## US' Inflation Rebounds in June 2020

According to the US Bureau of Labor Statistics, inflation in June 2020 rose by 0.6% month over month, after falling for three consecutive months. The rebound in June's inflation was the largest gain since August 2012 and was above market expectations for a 0.5% rise. Driving the increase in June's inflation were the higher prices for gasoline and food, up 12.3% and 0.6%, respectively. The 12 months inflation rate also showed an increase of 0.6%. This outturn was largely a result of the 4.5% increase in the heavily weighted index, food, but was significantly reduced by the 12.6% decline in the energy index. Excluding food and energy, the inflation rate for June rose by 0.2% month over month and by 1.2% over the last 12 months.

We believe that inflation in the US may remain subdued in the upcoming months, given the high level of unemployment which exists and the recent rise in new coronavirus cases in many of the more densely populated states. This resurgence in COVID-19 cases, has led some states to either halt their reopening plans or tighten physical distancing measures. To stimulate the economy, the US Federal Reserve is likely to keep its policy rate low, continue its asset purchases and funnel loans to particularly small and medium sized (SME) firms through its various programmes. The US Federal Reserve will hold its next two-day monetary policy meeting on July 28-29, 2020, where they will discuss further steps that may be necessary to stimulate the US economy through these times.



## Foreign Exchange Market

Currency	14-Jul	13-Jul	DoD % Δ	YTD% Δ
USD:JMD	144.05	143.85	0.14%	8.66%
GBP:JMD	183.20	183.53	-0.18%	6.7%
CAD:JMD	106.37	107.65	-1.20%	6.2%

## Caribbean & Latam

- Most currencies in Latin America weakened on Tuesday, as a rise in COVID-19 cases globally and a flare-up in U.S.-China tensions kept investors away from riskier bets, even as data showed signs of economic improvement in Brazil.

## USA & Canada

- Wall Street rose on Tuesday, led by energy and materials, as investors looked beyond a recent surge in coronavirus cases and rotated out Amazon and other recent strong performers.

## Europe

- Coronavirus and the end-2020 Brexit deadline have left UK firms facing historic uncertainties, prompting many to find more flexible ways to protect their foreign exchange exposure — even if these come at a higher initial cost.

## Asia

- Asia's cash discounts for jet fuel narrowed on Tuesday as the contango structure for the prompt month spread tightened, while refining margins for the aviation fuel edged higher on weaker crude prices.

## Local Equity Market

Stock Index	Today's close	DoD Δ	DoD% Δ	YTD % Δ	YoY% Δ
JSE Combined Index	366,023.21	-3,306.08	-0.90%	-27.56%	-24.28%
JSE Index	368,317.40	-3,207.50	-0.86%	-27.77%	-24.81%
All Jamaican Composite Index	403,619.02	-3,476.55	-0.85%	-27.91%	-24.97%
JSE Select Index	9,055.41	-88.05	-0.96%	-30.69%	-27.35%
Junior Market Index	2,522.97	-33.03	-1.29%	-24.66%	-17.01%

## BEST AND WORST PERFORMERS

ADVANCERS		DECLINERS	
CAC	15.00%	DTL	-12.18%
JETCON	9.38%	SJ	-10.09%
CBNY	8.33%	HONBUN	-9.21%

Today's combined market activity (excluding preference shares) resulted in trading of 77 stocks, of which 27 advanced, 37 declined and 13 traded firm.

## International Markets

International Equity Markets				
Index	14-Jul	DoD % Δ	YTD% Δ	YoY% Δ
S&P 500	3,197.52	1.34%	-1.03%	6.10%
Dow Jones	26,642.59	2.13%	-6.64%	-2.52%
FTSE All Share	3,417.14	-0.17%	-18.57%	-16.55%
Euro Stoxx 50	3,321.39	-0.85%	-11.31%	-5.04%
Nikkei 225	22,587.01	-0.87%	-4.52%	4.16%
MSCI World Index	540.68	-0.20%	-4.35%	1.92%

International Currency Market				
Currency	14-Jul	DoD % Δ	YTD% Δ	YoY% Δ
EUR: USD	1.14	0.49%	1.67%	1.15%
GBP: USD	1.2553	-0.02%	-5.31%	-0.15%
USD: CAD	1.3615	0.04%	4.81%	4.51%
USD: JPY	107.24	-0.05%	-1.26%	-0.62%

Global Interest Rates				
Rates	14-Jul	DoD Δbps	YTD Δbps	YoY Δbps
10-Year US Treasury Bond	0.62%	0.00	-130.00	-150.00
10-Year UK Gilt	0.15%	-4.00	-67.00	-69.00
GOJ 2025 Global Bond	4.71%	-1.00	86.00	28.00

Commodities				
Commodity	14-Jul	DoD % Δ	YTD% Δ	YoY% Δ
Crude Oil	40.47	0.92%	-33.72%	-32.79%
Gold	1,809.36	0.37%	19.25%	27.80%
Silver	19.22	0.74%	7.64%	26.26%
Aluminium	1,690.00	0.09%	-6.63%	-7.24%



# Mutual Funds

## JN MUTUAL FUNDS

July 13, 2020

**Fund Managers Ltd.**

A member of the Group

JN Mutual Funds	NAV Price	12 Months Growth Rate	YTD Growth Rate	Yield (Estimated Yearly Income)
<b>Global Diversified Income</b>	J\$13.6633	-2.00%	-6.43%	2.27%
<b>Global Equity</b>	J\$14.1264	-13.36%	-21.87%	0.00%
<b>Global Fixed Income</b>	J\$12.4269	5.59%	3.70%	4.70%
<b>Global Money Market (US\$)</b>	US\$10.4457	2.87%	1.77%	3.69%
<b>Global Fixed Income (US\$)</b>	US\$10.3548	1.13%	0.18%	5.20%
<b>Local Money Market</b>	J\$10.8509	3.35%	2.00%	3.47%

	Global Money Market Fund	Local Money Market Fund	Global Fixed Income Funds	Global Diversified Income Fund	Global Equity Fund
<b>Objective</b>	To preserve capital whilst providing US dollar (US\$) money market returns	To preserve capital whilst providing Jamaican Dollar (J\$) money market returns	To achieve an attractive total return through capital injection and income growth. This is offered through two separate Funds: (i) A Jamaican dollar (J\$) and (ii) A US dollar (US\$) fund.	To provide long-term investment growth through exposure to a diversified range of asset classes.	To provide long-term capital growth and risk diversification.
<b>Strategy</b>	To invest in local and global money market instruments for safety, liquidity and yield.	To invest in local and global money market instruments for safety and liquidity and yield	To invest in regional, sovereign debt securities, local and international corporate bonds.	To invest in fixed income, high dividend yielding stocks, REITs and structured products	To invest in the shares of local and international companies which offer strong growth possibilities and consistent income

With a suite of six investment portfolios, each with a distinct financial profile, JN Mutual Funds offers a premium opportunity for investors to align their personal financial strategy with their goals, time horizons and risk profile.

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