

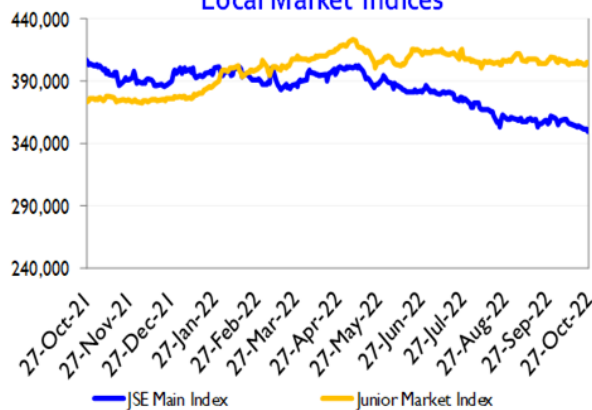
ECB raises interest rates again

The European Central Bank (ECB) raised interest rates again on Thursday and announced it was changing the terms of its ultra-cheap loans to commercial banks, in a bid to shrink its bloated balance sheet and fight off a historic surge in inflation. Worried that rapid price growth is becoming entrenched, the ECB has raised borrowing costs at the fastest pace on record. With further hikes almost certain, it is likely that rate hikes will continue well into next year and beyond, as the ECB tries to unwind a decade's worth of stimulus. The central bank for the 19 countries that use the euro, on Thursday raised its deposit rate by a further 75 basis points to 1.5% - the highest rate since 2009. Until as recently as July, ECB rates had been in negative territory for eight years.

The euro dropped and European government bond yields fell after the announcement, which was in line with market expectations. At a news conference, ECB President Christine Lagarde, noted that while the Ukraine war and other global uncertainties meant the euro area economy faced several risks to the downside, inflation risks were skewed upwards. Markets expect the pace of the hikes to slow somewhat, with the deposit rate forecast to hit 2% in December, then peak at around 3% some time in 2023, although the unusually volatile outlook makes this timeline prone to changes. The ECB also offered no hints for now, about plans to start winding down its bond holdings, after purchasing trillions of euros of debt issued by euro zone governments since 2015.

Source: The Reuters

Local Market Indices



Foreign Exchange Market

Currency	27-Oct	26-Oct	DoD % Δ	YTD % Δ
USD:JMD	154.20	153.88	0.21%	-0.57%
GBP:JMD	177.59	175.78	1.03%	-15.5%
CAD:JMD	114.23	114.24	-0.01%	-6.9%

Local Equity Market

Stock Index	Today's close	DoD Δ	DoD% Δ	YTD % Δ	YoY% Δ
JSE Combined Index	364,383.57	-1,228.56	-0.34%	-9.16%	-11.19%
JSE Index	350,041.76	-1,237.21	-0.35%	-11.64%	-14.02%
All Jamaican Composite Index	400,663.30	-1,462.75	-0.36%	-8.59%	-10.92%
JSE Select Index	8,862.67	-60.04	-0.67%	-10.32%	-10.50%
Junior Market Index	4,124.14	-8.04	-0.19%	20.30%	23.96%

BEST AND WORST PERFORMERS

ADVANCERS		DECLINERS	
SRFUSD	11.68%	AFS	-14.21%
AMG	11.22%	TJHUSD	-11.11%
KEX	7.38%	JAMT	-10.20%

Today's combined market activity (excluding preference and deferred shares) resulted in trading of **91** stocks, of which **40** advanced, **41** declined and **10** traded firm.

International Markets

International Equity Markets					International Currency Market				
Index	27-Oct	DoD % Δ	YTD % Δ	YoY % Δ	Currency	27-Oct	DoD % Δ	YTD % Δ	YoY % Δ
S&P 500	3,807.30	-0.61%	-20.12%	-16.35%	EUR: USD	0.9964	-1.16%	-12.37%	-14.13%
Dow Jones	32,033.28	0.61%	-11.85%	-9.74%	GBP: USD	1.16	-0.52%	-14.54%	-15.86%
FTSE All Share	3,873.27	0.19%	-7.96%	-6.41%	USD: CAD	1.36	0.09%	7.34%	9.76%
Euro Stoxx 50	3,604.51	-0.02%	-16.14%	-14.60%	USD: JPY	146.29	-0.05%	27.12%	28.52%
Nikkei 225	27,345.24	-0.32%	-5.02%	-6.02%					
MSCI World Index	581.75	-0.41%	-22.93%	-21.57%					

Global Interest Rates

Rates	27-Oct	DoD Δbps	YTD Δbps	YoY Δbps
10-Year US Treasury Bond	3.92%	-8.00	241.00	238.00
10-Year UK Gilt	3.40%	-18.00	243.00	241.00
GOJ 2025 Global Bond	6.37%	0.00	233.00	278.00

Commodities

Commodity	27-Oct	DoD % Δ	YTD % Δ	YoY % Δ
Crude Oil	89.08	1.33%	18.44%	7.77%
Gold	1,663.31	-0.08%	-9.07%	-7.43%
Silver	19.60	0.10%	-15.90%	-18.54%
Aluminium	2,289.50	-1.95%	-18.45%	-14.76%

Caribbean & Latam

- Latin American currencies jumped on Thursday, leading a recovery across emerging market currencies, with Brazil's real surging 1.7% after the local central bank said it would maintain tight monetary policy till inflation came within sight of its target.

USA & Canada

- The S&P 500 and the Nasdaq posted losses on Thursday, as investors contended with solid economic data and a mixed bag of corporate earnings.

Europe

- European shares were nearly flat on Thursday as investors balanced mixed earnings reports and economic data, while the British pound retreated from mid-September highs.

Asia

- Asian stock markets are trading mostly higher on Thursday, despite the broadly negative cues from Wall Street overnight, boosted by gains in materials and energy stocks amid the spike in commodity prices.



Mutual Funds

Fund Managers Ltd.

A member of the JN Group

JN MUTUAL FUNDS

October 26, 2022

JN Mutual Funds	NAV Price	12 Months Growth Rate	YTD Growth Rate	Yield (Estimated Yearly Income)
Global Diversified Income	J\$12.9528	-9.35%	-8.45%	1.71%
Global Equity	J\$14.5723	-7.59%	-7.24%	0.00%
Global Fixed Income	J\$13.6761	3.70%	3.08%	4.76%
Global Money Market (US\$)	US\$11.3206	3.65%	3.03%	3.87%
Global Fixed Income (US\$)	US\$11.3423	0.29%	0.01%	4.02%
Local Money Market	J\$11.9449	3.93%	3.11%	5.67%

	Global Money Market Fund	Local Money Market Fund	Global Fixed Income Funds	Global Diversified Income Fund	Global Equity Fund
Objective	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.
Strategy	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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