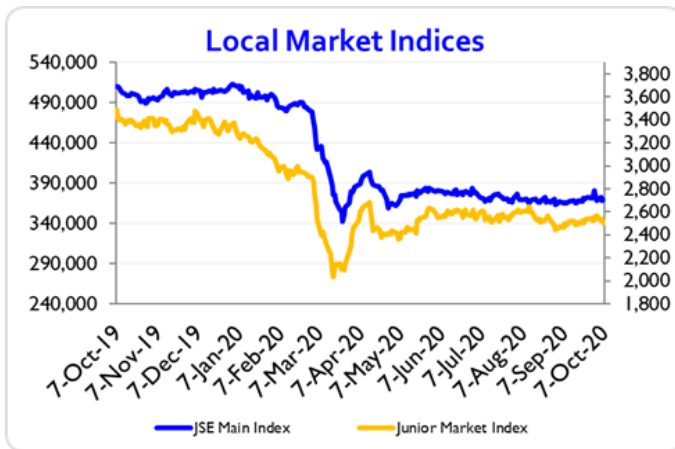


## Slower Expansion Recorded for Eurozone's Business Activity in September 2020

The United Kingdom's (UK) Composite Output Index measuring services and manufacturing activities eased to a three-month low of 50.4 in September 2020, this is according to the latest release from IHS Markit. September's reading was a dip from the 51.9 recorded in August but was still above the 50.0 threshold, which indicates an expansion within the sectors. This expansion was due to an upturn in output and new orders in the manufacturing sector, bolstered by a resurgence in export trade. The growth in the manufacturing sector in the region was led by the strong upturn in Germany. However, this increase in the overall manufacturing sector was offset by a downturn in the services sector that contracted in the month and recorded an index of 48.0, for its worst performance since May 2020.

The slowdown in business activity in September resulted from the resurgence of coronavirus cases and the retightening of social distancing measures in the region. This slowdown could be signalling a renewed downturn for businesses in the fourth quarter of 2020. However, much of this will depend on whether it is possible to control the second waves of the virus and whether social distance restrictions will be loosened to allow the services sector to pick up again. We anticipate that growth in private sector output is likely to be curbed in the ensuing months. This is because consumer demand is likely to be stifled as businesses continue to grapple with rising cases and the measures governments across the region put in place to curb the spread.



### Foreign Exchange Market

| Currency | 7-Oct* | 6-Oct  | DoD % Δ | YTD % Δ |
|----------|--------|--------|---------|---------|
| USD:JMD  | 144.20 | 144.05 | 0.10%   | 8.77%   |
| GBP:JMD  | 189.20 | 187.72 | 0.79%   | 10.2%   |
| CAD:JMD  | 110.08 | 110.89 | -0.73%  | 9.9%    |

\*Using Midday Rates

### Caribbean & Latam

- Latin American currencies bounced on Wednesday, with Mexico's peso leading gains as the country's newly announced investment push was viewed as positive for its ailing economy.

### USA & Canada

- Oil and gas workers withdrew en masse from offshore production facilities, and onshore refineries began storm preparations on Wednesday as Hurricane Delta was forecast to intensify into a powerful, Category 3 storm as it crosses the Gulf of Mexico.

### Europe

- European stocks mostly fell on Wednesday, failing to join a recovery in global equities following a selloff on doubts over U.S. stimulus, with blue-chip shares weighing the most.

### Asia

- Philippines and Indonesian shares dropped on Wednesday after the mood on global stock markets was dented by U.S. President Donald Trump's decision to end talks about a U.S. stimulus package, although late gains helped turn other Asian markets positive.

### Local Equity Market

| Stock Index                  | Today's close | DoD Δ  | DoD% Δ | YTD % Δ | YoY% Δ  |
|------------------------------|---------------|--------|--------|---------|---------|
| JSE Combined Index           | 366,659.16    | 82.78  | 0.02%  | -27.45% | -28.51% |
| JSE Index                    | 369,280.09    | 480.87 | 0.13%  | -27.67% | -28.65% |
| All Jamaican Composite Index | 404,829.93    | 582.72 | 0.14%  | -27.79% | -28.83% |
| JSE Select Index             | 8,976.69      | 11.27  | 0.13%  | -31.38% | -33.39% |
| Junior Market Index          | 2,499.98      | -33.77 | -1.33% | -24.34% | -26.54% |

### BEST AND WORST PERFORMERS

| ADVANCERS |        | DECLINERS |         |
|-----------|--------|-----------|---------|
| GWEST     | 21.25% | KEX       | -18.88% |
| CBNY      | 15.38% | EPLY      | -16.67% |
| SCIUS     | 10.38% | PURITY    | -14.97% |

Today's combined market activity (excluding preference and deferred shares) resulted in trading of **78** stocks, of which **34** advanced, **38** declined and **6** traded firm.

### International Markets

| International Equity Markets |           |          |          |          | International Currency Market |          |         |         |         |
|------------------------------|-----------|----------|----------|----------|-------------------------------|----------|---------|---------|---------|
| Index                        | 7-Oct     | DoD % Δ  | YTD % Δ  | YoY % Δ  | Currency                      | 7-Oct    | DoD % Δ | YTD % Δ | YoY % Δ |
| S&P 500                      | 3,419.44  | 1.74%    | 5.84%    | 16.36%   | EUR: USD                      | 1.1764   | 0.26%   | 4.91%   | 7.23%   |
| Dow Jones                    | 28,303.46 | 1.91%    | -0.82%   | 6.89%    | GBP: USD                      | 1.2914   | 0.26%   | -2.59%  | 5.05%   |
| FTSE All Share               | 3,336.83  | -0.03%   | -20.48%  | -15.53%  | USD: CAD                      | 1.3267   | -0.34%  | 2.13%   | -0.32%  |
| Euro Stoxx 50                | 3,233.43  | 0.00%    | -13.66%  | -6.85%   | USD: JPY                      | 105.98   | 0.33%   | -2.42%  | -1.19%  |
| Nikkei 225                   | 23,422.82 | -0.05%   | -0.99%   | 9.58%    |                               |          |         |         |         |
| MSCI World Index             | 576.01    | 1.11%    | 1.91%    | 12.00%   |                               |          |         |         |         |
| Global Interest Rates        |           |          |          |          | Commodities                   |          |         |         |         |
| Rates                        | 7-Oct     | DoD Δbps | YTD Δbps | YoY Δbps | Commodity                     | 7-Oct    | DoD % Δ | YTD % Δ | YoY % Δ |
| 10 -Year US Treasury Bond    | 0.78%     | 4.00     | -114.00  | -78.00   | Crude Oil                     | 39.98    | -1.70%  | -34.52% | -24.21% |
| 10-Year UK Gilt              | 0.30%     | 1.00     | -52.00   | -15.00   | Gold                          | 1,886.98 | 0.47%   | 24.37%  | 26.35%  |
| GOJ 2025 Global Bond         | 4.26%     | -2.00    | 41.00    | 23.00    | Silver                        | 23.76    | 3.02%   | 33.11%  | 36.27%  |
|                              |           |          |          |          | Aluminium                     | 1,783.50 | 1.05%   | -1.46%  | 2.15%   |



# Mutual Funds

## JN MUTUAL FUNDS

October 6, 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\$13.4373  | -5.90%                | -7.97%          | 2.27%                           |
| <b>Global Equity</b>              | J\$13.8722  | -20.64%               | -23.28%         | 0.00%                           |
| <b>Global Fixed Income</b>        | J\$12.5796  | 5.98%                 | 4.98%           | 4.74%                           |
| <b>Global Money Market (US\$)</b> | US\$10.5288 | 3.24%                 | 2.58%           | 3.77%                           |
| <b>Global Fixed Income (US\$)</b> | US\$10.5616 | 2.70%                 | 2.18%           | 4.89%                           |
| <b>Local Money Market</b>         | J\$10.9655  | 3.78%                 | 3.08%           | 4.15%                           |

|                  | 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:<br>(i) A Jamaican dollar (J\$) and<br>(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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