

JN Fund Managers Daily Market Update

US Producer-Prices Fell for the First Time in 18 Months

September 12, 2018

DAILY COMMENTARY

United States (US) producer prices fell marginally in August 2018, recording its first decline in 18 months. The US producer-price index (PPI), a measure of the prices businesses received for their goods and services, declined by 0.1% month-over-month (MoM) and was below market expectations of a 0.2% MoM gain. This decline was largely driven by a decline in the prices of food and a range of trade services which offset an increase in the cost of energy products. However, the core PPI which excludes food, energy and trade increased by 0.1% month over month, which resulted in the annualized core PPI increasing to 2.9%. Despite the marginal decline in producer prices, the annual inflation rate for core PPI and Consumer Price Index (CPI) continues to be at a steady level. It is anticipated that inflationary pressures linked to the strengthening US economy and low unemployment levels, will likely lead to higher prices in the short-term. Additionally, the ongoing trade war between the US and China, is also anticipated to impact prices as producers continue to see declining margins as a result of higher input costs associated with the recent tariffs.



Foreign Exchange Market

Currency	12-Sep	11-Sep	DoD % Δ	YTD% Δ
USD:JMD	136.91	137.06	-0.11%	9.53%
GBP:JMD	178.91	178.28	0.35%	7.11%
CAD:JMD	104.25	104.83	-0.55%	7.04%

Caribbean & Latam

- Center-left populist presidential candidate **Ciro Gomes** vowed on Wednesday to reduce concentration in Brazil's banking sector if elected in October, warning that he would open the sector up to more foreign competition if necessary.

USA & Canada

- The Trump administration has reached out to China for a new round of trade talks as it prepares to activate punitive U.S. tariffs on \$200 billion worth of Chinese goods, two people familiar with the matter said on Wednesday.

Europe

- Robust oil and mining stocks drove European shares up on Wednesday as investors shrugged off a weaker session in Asia amid rising tensions between the United States and China.

Asia

- Japan's Nikkei fell on Wednesday as chip-related stocks tracked weakness in their U.S. counterparts overnight and as machine tool makers weakened after downbeat industry data.

Local Equity Market

Stock Index	Today's close	DoD Δ	DoD% Δ	YTD % Δ	YoY% Δ
JSE Combined Index	353,911.56	1398.25	0.40%	19.98%	43.35%
JSE Index	345,102.94	1676.85	0.49%	19.67%	31.80%
All Jamaican Composite Index	378,770.70	1840.44	0.49%	19.67%	48.00%
JSE Select Index	9,553.41	-54.47	-0.57%	12.18%	29.24%
Junior Market Index	3,356.37	-12.75	-0.38%	22.85%	10.24%

BEST AND WORST PERFORMERS

ADVANCERS		DECLINERS	
SCIUSD	9.09%	DTL	-11.01%
ROC	9.03%	VMIL	-6.34%
PULS	5.66%	PTL	-5.09%

Today's combined market activity resulted in trading of 55 stocks, of which 21 advanced, 24 declined and 10 traded firm.

International Markets

International Equity Markets				
Index	12-Sep	DoD % Δ	YTD% Δ	YoY% Δ
S&P 500	2,888.92	0.04%	8.05%	15.72%
Dow Jones	25,998.92	0.11%	5.18%	17.54%
FTSE All Share	4,042.22	0.57%	-4.25%	-0.31%
Euro Stoxx 50	3,326.60	0.45%	-5.06%	-5.29%
Nikkei 225	22,604.61	-0.27%	-0.70%	14.30%
MSCI World Index	5,193.30	1.03%	1.22%	7.01%

International Currency Market				
Currency	12-Sep	DoD % Δ	YTD% Δ	YoY% Δ
EUR: USD	1.1629	0.20%	-3.13%	-2.82%
GBP: USD	1.3053	0.15%	-3.40%	-1.73%
USD: CAD	1.3000	-0.51%	3.41%	6.68%
USD: JPY	111.24	-0.35%	-1.29%	0.97%

Global Interest Rates				
Rates	12-Sep	DoD Δbps	YTD Δbps	YoY Δbps
10-Year US Treasury Bond	2.96%	-1.29	55.26	79.54
10-Year UK Gilt	1.48%	-1.60	29.40	34.90
GOJ 2025 Global Bond	5.07%	-0.50	62.70	66.80

Commodities				
Commodity	12-Sep	DoD % Δ	YTD% Δ	YoY% Δ
Crude Oil	70.29	1.50%	16.34%	45.74%
Gold	1,206.41	0.65%	-7.40%	-9.42%
Silver	14.25	0.77%	-15.86%	-20.42%
Aluminium	2,044.00	-2.43%	-9.88%	-4.35%



Mutual Funds

JN MUTUAL FUNDS

September 11, 2018

Managed by



A member of the JN Group

JN Mutual Funds	NAV Price	12 Months Growth Rate	YTD Growth Rate	Yield (Estimated Yearly Income)
Global Diversified Income	J\$12.7576	18.67%	8.38%	3.20%
Global Equity	J\$12.9882	16.61%	11.77%	0.00%
Global Fixed Income	J\$11.4914	10.05%	7.15%	4.80%
Global Money Market (US\$)	US\$10.0532	0.85%	0.85%	0.97%
Global Fixed Income (US\$)	US\$9.8874	-	-1.13%	4.08%
Local Money Market	J\$10.3263	4.72%	3.26%	2.34%

	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.

Contact us

Kgn & St. Andrew

Delories Jones - 876-564-6866 djones@jngroup.com

Kimberley Martin - 876-868-4680 kimberleym@jngroup.com

Paul Penn – 876-564-8276 pennp@jngroup.com

Peta-Gay Miller - 876-588-8886 pmiller@jngroup.com

Tamara Honeyghan - 876-557-0082 tamarah@jngroup.com

Kimberly Savage – 876-307-9461 ksavage@jngroup.com

Mandeville

Horace Walters – 876-487-9267 waltersh@jngroup.com

St James

Keisha Sharpe-Gibbs - 876-465-3726 ksharpegibbs@jngroup.com