

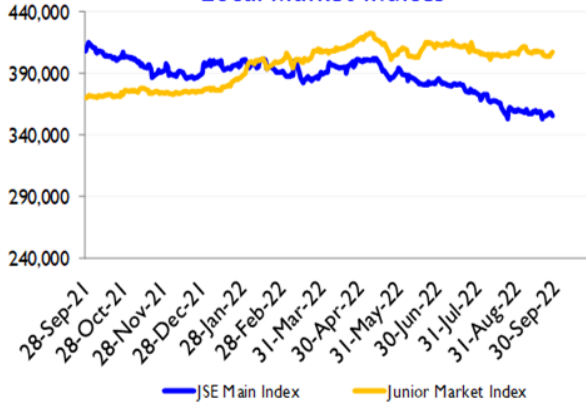
IMF Tells UK to Rethink Tax Cuts as Moody's Says Rating at Risk

The International Monetary Fund (IMF) urged the United Kingdom (UK) government to reconsider the massive unfunded tax cuts announced last week, while Moody's Investors Service (Moody's) said the plan could do permanent damage to the public finances. The IMF said fiscal stimulus is inappropriate given the inflation pressures in the UK economy, and the package risks making life harder for the Bank of England. Moody's forecasts that it will lower economic growth - contradicting the view from Chancellor of the Exchequer, Kwasi Kwarteng - by pushing up interest rates. Moody's said that large unfunded tax cuts are "credit negative," raising the prospect of the UK's rating being downgraded.

The warnings come amid dramatic moves in UK asset prices in the wake of the government's mini-budget. The pound touched a record low against the dollar on Monday after Kwarteng brushed off criticism of his economic vision and said he has more tax cuts in the works. Borrowing costs have jumped across the UK financial system since his announcement last Friday and banks have started pulling mortgages deals, triggering a collapse in home sales. Traders have braced for further tightening from the Bank of England in response to the stimulus plan, wagering at one point, on the central bank's key rate hitting 6.25% in 2023, which would be the highest level since 1999.

Source: Bloomberg

Local Market Indices



Foreign Exchange Market

Currency	28-Sep	27-Sep	DoD % Δ	YTD% Δ
USD:JMD	152.96	152.58	0.25%	-1.37%
GBP:JMD	166.94	163.52	2.09%	-20.6%
CAD:JMD	116.43	111.93	4.02%	-5.2%

Caribbean & Latam

- Currencies in commodity-heavy Latin American countries ticked up on Wednesday, outperforming their emerging market peers, as crude and metal prices firmed and the U.S. dollar slipped from a 20-year peak.

USA & Canada

- The Dow closed higher as the Bank of England's intervention calmed investor worries, triggering a slump in U.S. Treasury yields and stoking investor appetite to resume bets on stocks.

Europe

- The major European stocks closed higher on Wednesday, as investors reacted positively to the Bank of England's announcement that it would suspend its U.K. gilt selling next week and engage in temporary purchase of long-dated bonds for a couple of weeks, aiming to calm the market that has taken a hit after the government's mini-budget.

Asia

- Asian stocks tumbled on Wednesday as hawkish Fed talk added to worries about a looming recession. Concerns over Europe's energy crisis and unfunded U.K. tax cuts also kept investors nervous.

Local Equity Market

Stock Index	Today's close	DoD Δ	DoD% Δ	YTD % Δ	YoY% Δ
JSE Combined Index	370,525.10	-1,520.41	-0.41%	-7.63%	-9.78%
JSE Index	356,047.27	-2,103.56	-0.59%	-10.12%	-12.78%
All Jamaican Composite Index	408,412.37	-388.89	-0.10%	-6.83%	-8.96%
JSE Select Index	9,107.07	-13.78	-0.15%	-7.85%	-8.02%
Junior Market Index	4,182.77	49.01	1.19%	22.01%	28.17%

BEST AND WORST PERFORMERS

ADVANCERS		DECLINERS	
ROC	21.21%	KLE	-13.16%
CAC	15.75%	BRG	-6.47%
FIRSTROCKUSD	14.92%	MAILPAC	-5.96%

Today's combined market activity (excluding preference and deferred shares) resulted in trading of **96** stocks, of which **39** advanced, **43** declined and **14** traded firm.

International Markets

International Equity Markets					International Currency Market				
Index	28-Sep	DoD % Δ	YTD% Δ	YoY% Δ	Currency	28-Sep	DoD % Δ	YTD% Δ	YoY% Δ
S&P 500	3,730.49	2.28%	-21.73%	-14.29%	EUR: USD	0.9735	1.47%	-14.38%	-16.67%
Dow Jones	29,744.75	2.09%	-18.14%	-13.28%	GBP: USD	1.09	1.42%	-19.56%	-19.59%
FTSE All Share	3,820.23	0.26%	-9.22%	-5.33%	USD: CAD	1.36	-0.74%	7.79%	7.37%
Euro Stoxx 50	3,335.30	0.20%	-22.41%	-17.83%	USD: JPY	144.09	-0.49%	25.21%	29.23%
Nikkei 225	26,173.98	-1.50%	-9.09%	-13.29%					
MSCI World Index	568.10	1.50%	-24.74%	-20.60%					
Global Interest Rates					Commodities				
Rates	28-Sep	DoD Δbps	YTD Δbps	YoY Δbps	Commodity	28-Sep	DoD % Δ	YTD% Δ	YoY% Δ
10-Year US Treasury Bond	3.71%	-24.00	220.00	217.00	Crude Oil	82.04	4.51%	9.08%	8.97%
10-Year UK Gilt	4.01%	-50.00	304.00	302.00	Gold	1,660.97	1.97%	-9.20%	-4.21%
GOJ 2025 Global Bond	6.46%	3.00	242.00	279.00	Silver	18.93	2.97%	-18.79%	-15.71%
					Aluminium	2,141.00	1.28%	-23.74%	-27.29%



Mutual Funds



A member of the JN Group

JN MUTUAL FUNDS

September 27, 2022

JN Mutual Funds	NAV Price	12 Months Growth Rate	YTD Growth Rate	Yield (Estimated Yearly Income)
Global Diversified Income	J\$12.8934	-6.96%	-8.87%	1.51%
Global Equity	J\$14.5150	-6.43%	-7.61%	0.00%
Global Fixed Income	J\$13.5056	3.27%	1.79%	4.72%
Global Money Market (US\$)	US\$11.2882	3.62%	2.74%	3.95%
Global Fixed Income (US\$)	US\$11.3380	0.68%	-0.03%	3.92%
Local Money Market	J\$11.8571	4.16%	2.35%	5.99%

	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

Kingston & St. Andrew

Jason Adams - 876-550-9504 JYadams@jngroup.com

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

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

Gayon Knight - 876-564-9563 gknight@jngroup.com

Mandeville

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

St. Catherine

Nickesha Mullings-Gilling - 876-891-4736 nmullings@jngroup.com

Montego Bay

Anna-kaye Lynfatt - 876-564-8276 alynfatt@jngroup.com

Marissa Williams - 876-465-3726 mwilliams1@jngroup.com

Disclaimer: All information contained herein is obtained by JN Fund Managers Limited's Global Investment Research Unit from sources believed to be accurate and reliable. All opinions expressed are based on the Research Analyst's judgment as of the date of the report. As such, no warranty is made, expressed or implied by JN Fund Managers Limited in any form whatsoever as to the accuracy, timeliness or completeness of information contained in this report. JN Fund Managers Limited is therefore not liable for any actions taken in reliance on information contained herein.

JN Fund Managers Limited's Global Investment Research Unit does not provide investment advice that considers the circumstances and objectives of the parties who receive this report. It is therefore recommended that before making any investment decision, investors seek the advice of a JN Fund Managers Limited Investment Advisor.

This report does not represent an offer to buy or sell, or solicitation of an offer to buy or sell the securities mentioned. Past performance is not necessarily an indication of future performance. Estimates of future performance are based on assumptions that may not be realized. Additional information not available in this research report may be available upon request.

JN Fund Managers Limited is a multifaceted organization with, investment banking, investment management, fund administration and brokerage business lines. JN Fund Managers Limited may therefore conduct investment banking or other business activities with some of the companies and countries covered by the Company's Global Investment Research Unit.

JN Fund Managers Limited may invest in and trade the securities covered in this report for its own proprietary account and/or on behalf of its clients. JN Fund Managers Limited's trading activity in these securities may be contrary to the recommendation(s) indicated in this report .