JPMorgan Investment Funds – Global Macro Opportunities Fund

For available share classes, please check the prospectus.

Topline

Markets – Global equity and bond markets rallied amid further evidence of disinflation in the US and growth remaining around trend, while political developments drove divergences across regions. The MSCI World Index and the JPM Global GBI rose 2.3% and 0.7% respectively (hedged to euro).

Helped – Long digital transformation, cloud computing, semiconductor manufacturers equity, short US duration and short European banks via equity futures.

Hurt – Short US large-cap equity and long Japanese yen.

Outlook – US disinflation, alongside slowing growth momentum, has reduced the risk of upward inflation surprises from here. We retain modestly negative net equity exposure, amid moderating global growth momentum, elevated political uncertainty and narrow market leadership. As data evolves, the volatility in the pricing of central bank paths is creating more opportunities in fixed income.

Fund Overview

Investment objective

The Fund aims to achieve capital appreciation in excess of its cash benchmark[1] by investing primarily in securities, globally, using derivatives where appropriate.

Month in Review

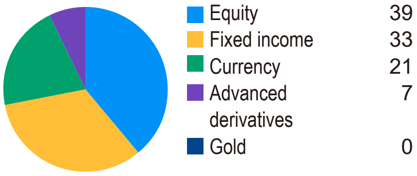
- **Global equity and bond markets rallied** amid further evidence of disinflation in the US and growth remaining around trend, while political developments drove divergences across regions. The MSCI World Index and the JPM Global GBI rose 2.3% and 0.7% respectively (hedged to euro).
- **US inflation moved lower** in the latest data, adding to our conviction that disinflation is reasserting itself, and we moved our US inflation cycle view to slowdown. Moreover, growth momentum in the US softened, as indicated by consumption data and consumer confidence, reducing the potential for upward pressure from here. We trimmed our long US dollar exposure and introduced long Japanese yen and long sterling, in part to reflect the lower likelihood of an environment of US exceptionalism.
- **Disinflation coupled with slowing but healthy US growth** supported risk assets, albeit with sector and regional divergences. Our long equity strategies added value, particularly names across digital transformation, cloud computing and semiconductor manufacturers (semis). We took profit on some of our semis exposure after a period of strong performance and added to existing and new software names which had lagged. While our long equity delivered contributions, our short US equity derivative detracted some of these gains.
- **European growth remained meagre and political risk rose.** President Macron's decision to call snap elections after the European Parliamentary outcome sparked fears about political uncertainty. European equity sold off, benefiting our short European banks strategy, which we reduced, and provided the opportunity to add select names at good levels. Increased political risk added to our conviction to remain short European equity overall via put options. Following the news, global bond yields rose and we took profit on our short US duration strategy.

Looking Ahead

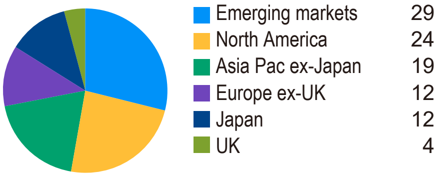
- **US disinflation alongside slowing growth momentum** reduces the risk of upward inflation surprises from here, and we expect at least one US interest rate cut this autumn, but the pace of further cuts remains data dependent. The volatility in pricing of central bank paths globally is creating opportunities in fixed income, and we added short Japanese duration with a view that the market is underpricing the Bank of Japan's rate hiking path.
- **With ongoing concerns about the domestic backdrop in China and Europe,** we are expressing growth divergence through currency. We also favour long high carry emerging market currencies. We retain negative net equity amid moderating global growth momentum, elevated political uncertainty and narrow market leadership.

[1] ICE 1 Month EUR LIBOR

Asset class risk (%)



Regional risk (%)



Provided for portfolio update and reporting purposes only to report on portfolio positioning, not to be construed as offer, research or investment advice. Diversification does not guarantee positive returns or eliminates risks of loss.
Source for all charts: J.P. Morgan Asset Management, as at 30.06.2024. The pie charts represent the standalone volatility of each category as a proportion of the sum of standalone volatilities using two years of data. The Fund is an actively managed portfolio, holdings, sector weights, allocations and leverage, as applicable are subject to change at the discretion of the Investment Manager without notice. Investments involve risks, not all investments are suitable for all investors. Provided for information only, not to be construed as investment recommendation.

NEXT STEPS

For further information, please visit:
www.jpmorgan.com/sg/am/per/

Provided for portfolio update and reporting purposes only to report on portfolio positioning, not to be construed as offer, research or investment advice. Diversification does not guarantee positive returns or eliminates risks of loss.

Refer to Risk Factors in the Prospectus for further information on risks of the product.

This document is meant for informational purposes only and is intended solely for the person to whom it is delivered. It is confidential and may not be reproduced or distributed, in whole or in part, to any third parties and in any jurisdiction without the express prior written consent of JPMorgan Asset Management (Singapore) Limited. This advertisement or publication has not been reviewed by the Monetary Authority of Singapore. It does not constitute investment advice and it should not be treated as an offer to sell or a solicitation of an offer to buy any fund, security, investment product or service. The information contained herein does not constitute J.P. Morgan research and should not be treated as such. Investment involves risks. Investments in funds are not deposits and are not considered as being comparable to deposits. Past performance is not a guarantee or necessarily indicative of future results and investors may not get back the full or any part of the amount invested. Dividend distributions if any are not guaranteed and are made at the manager's discretion. Fund's net asset value may likely have high volatility due to its investment policies or portfolio management techniques. Funds which are invested in emerging markets, smaller companies and financial derivative instruments may also involve higher risks and are usually more sensitive to price movements. Any applicable currency hedging process may not give a precise hedge and there is no guarantee that any hedging will be successful. Investors in a currency hedged fund or share class may have exposure to currencies other than the currency of their fund or share class. Not all investment ideas referenced are suitable for all investors. Investors should make their own investigation or evaluation or seek independent advice prior to making any investment. Opinions, estimates, forecasts, and statements of financial market trends are based on current market conditions and are subject to change without notice. The information provided herein should not be assumed to be accurate or complete and you should conduct your own verification. References to specific securities, asset classes and financial markets and any forecast contained herein are for illustrative purposes only and are not to be relied upon as advice or interpreted as a recommendation. J.P. Morgan accepts no legal responsibility or liability for any matter or opinion expressed in this material. The fund(s) mentioned in this document has/have been approved as recognised scheme(s) under the Securities and Futures Act, Chapter 289 of Singapore. Any offer or sale, or invitation for subscription or purchase of the Fund(s) must be accompanied with the relevant valid Singapore Offering Documents (which incorporates and is not valid without the relevant Luxembourg prospectus). Please refer to the Singapore Offering Documents (including the risk factors set out therein) and the relevant Product Highlights Sheet for details before any investment. Both the Singapore Offering Documents and the Product Highlights Sheet can be found at www.jpmorgan.com/sg/am/per/. To the extent permitted by applicable law, we may record telephone calls and monitor electronic communications to comply with our legal and regulatory obligations and internal policies. Personal data will be collected, stored and processed by J.P. Morgan Asset Management in accordance with https://am.jpmorgan.com/sg/en/asset-management/per/privacy-statement/. Issued by JPMorgan Asset Management (Singapore) Limited (Co. Reg. No. 197601586K).