# JPMorgan Investment Funds - Global Balanced Fund

**JPM A (acc) - EUR: LU0070212591** For other available share classes, please check the Prospectus.

## Topline

Monthly returns

| Fund | Benchmark |
|---|---|
| ▲ 3.24% | ▲ 2.62% |

**Benchmark :** 50% J.P. Morgan Government Bond Index Global (Total Return Gross) Hedged to EUR / 45% MSCI World Index (Total Return Net) Hedged to EUR / 5% MSCI Emerging Markets Index (Total Return Net)

**Markets** November returns were primarily driven by investor sentiment around the US election. Both equity and bond markets saw positive returns over the month as investors priced in potential policy implications from the new administration.

**Helped** Our asset allocation decisions contributed to relative performance, driven by our overweight equity exposure, specifically within US equities.

**Hurt** Security selection decisions within our global select equity manager detracted from relative performance.

**Outlook** We remain overweight equities, particularly US equities since they are poised to outperform amid Donald Trump's growth-focused policies. We are broadly neutral on duration but with a preference for European government bonds.

**Past performance is not a reliable indicator of current and future results.**

## Fund Overview

### Investment objective

To provide long-term capital growth and income by investing primarily in companies and debt securities issued or guaranteed by governments or their agencies, globally, using derivatives where appropriate.

## Month in Review

- **Equities delivered positive gains**, with the MSCI World Index (local currency) returning 4.9%, led by US equities. Bond markets were positive, with the Bloomberg Global Aggregate Index (in euros) returning 3.1%. US equities benefited from anticipated tax cuts and expansionary fiscal policies. Bond markets gained, influenced by currency movements and policy expectations.
- **Our asset allocation decisions contributed** to performance, driven by our overweight equity exposure.
- **Our security selection decisions yielded modestly positive** relative returns, as our US value advantage manager outperformed.
- **Our active currency decisions contributed** to performance, driven by outperformance from our short euro and Swiss franc positions.
- **Against this backdrop, we added to our** overweight equity exposure, tactically adjusting our regional positioning. Anticipating market volatility before the US elections, we added to Australian equity futures, recognising Australia's potential as a lower-beta market in a risk-off environment. Following the elections, we added US small-cap and US mid-cap equity futures, as these segments are poised to benefit from further expansion and broadening US economic growth. We moderated our emerging market equities exposure as we believe that US economic growth will lead to a stronger US dollar, which can act as a headwind for emerging market assets.
- **Within fixed income, we have marginally added** to the duration profile and remain modestly underweight against the benchmark. We closed our emerging market debt position as we think a strong US dollar, along with potential tariffs, may act as headwinds for emerging market debt. We moderated our Gilts exposure, reflecting reduced conviction in the UK due to the Bank of England's gradual policy easing amid persistent inflation pressures. We used the proceeds to reduce our short Japanese government bond futures position, benefiting from rising yields. We reduced our high yield exposure and took some profits as spreads continued to tighten, and increased our government bond allocation. We added to the Canadian bond futures position, funded from US Treasury futures, as Canadian bond valuations appear more attractive.
- **Within currency, we remained** long the Japanese yen, US dollar, Canadian dollar and Norwegian krone, and short the euro and Swiss franc.

## Looking Ahead

- **Despite the positive reaction of US equities** and the US dollar to Trump's victory, there is still a high degree of uncertainty about US domestic and foreign policy. Trump's proposals aim to boost US growth, which is expected to outperform globally in 2025, especially with deregulation and fiscal focus.
- **The policy impact depends on scale and timing**; deregulation might offset tariff risks, but aggressive tariffs and immigration measures could raise inflation and slow growth. This scenario suggests the possibility of steeper yield curves and higher neutral interest rates, though steepening may be limited as investors reassess future rate-cut expectations.

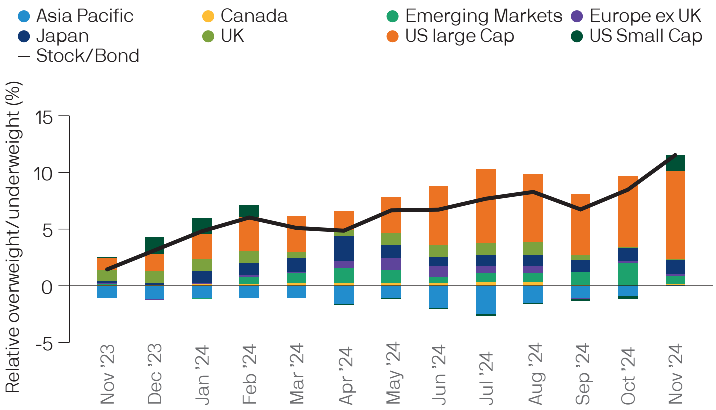
## Performance and positioning

| % | 1M | 3M | YTD | 1Y | 3Y | 5Y | 10Y |
|---|---|---|---|---|---|---|---|
| Fund | 3.24 | 2.62 | 10.36 | 15.02 | -0.24 | 3.25 | 3.32 |
| Benchmark | 2.62 | 2.60 | 10.93 | 14.75 | 1.86 | 4.48 | 4.55 |
| Excess return (geometric) | 0.61 | 0.02 | -0.51 | 0.23 | -2.07 | -1.18 | -1.17 |

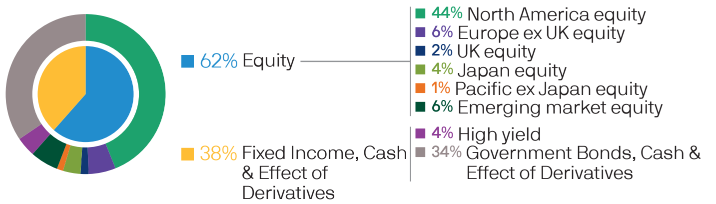
| % | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|---|---|---|---|---|---|---|---|---|---|---|
| Fund | 8.03 | -17.89 | 7.86 | 10.41 | 13.03 | -6.97 | 9.93 | 1.77 | 0.56 | 9.20 |
| Benchmark | 11.32 | -15.50 | 8.62 | 9.02 | 14.29 | -4.72 | 8.51 | 5.51 | 1.33 | 9.16 |
| Excess return (geometric) | -2.96 | -2.83 | -0.69 | 1.28 | -1.10 | -2.36 | 1.30 | -3.54 | -0.76 | 0.04 |

**Past performance is not a reliable indicator of current and future results.**
Source: J.P. Morgan Asset Management. Share class performance is shown based on the NAV (net asset value) of the above share class with income (gross of shareholder tax) reinvested including actual ongoing charges excluding any entry and exit fees. Performance over one year is annualised. Share class inception date is 18.07.1995.

### 12 Months Historical Relative Equity




### Asset class breakdown (%)

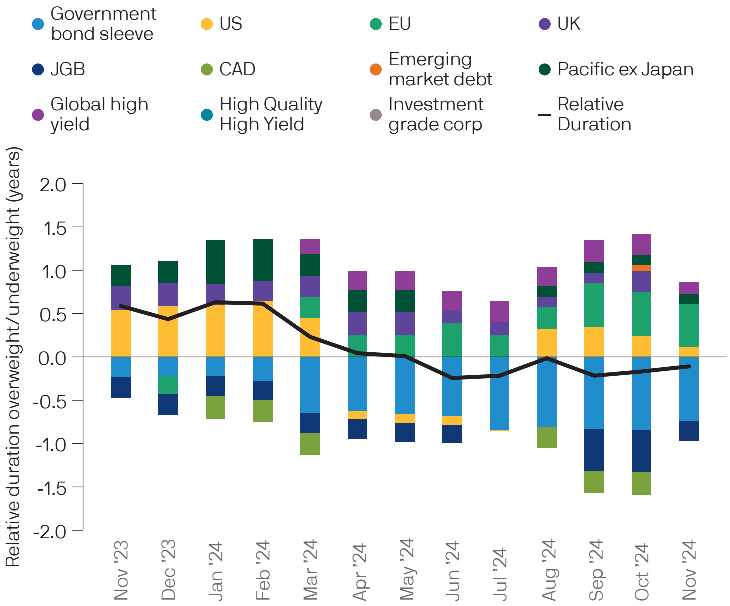



### Performance attribution

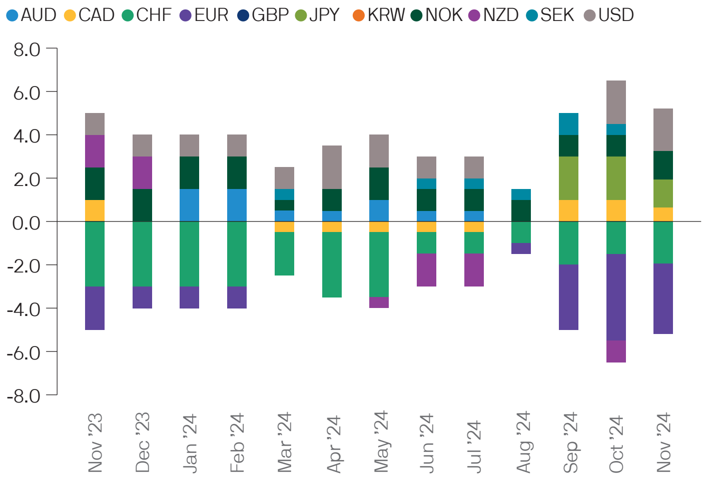
| | November 2024 | YTD 2024 |
|---|---|---|
| Asset allocation | + | + |
| Currency | + | + |
| Equity security selection | + | + |
| Fixed income security selection | 0 | + |

Performance attribution based on gross of fees performance, with under, flat or outperformance indicated with "-", "0" or "+" symbols.

### 12 Months Historical Relative Duration




### 12 Months Historical Active Currency




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. Past performance is not a reliable indicator of current and future results. Provided for update and reporting purposes only, not to be construed as offer, research or investment advice. Forecasts or estimates may or may not come to pass. 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. The companies/securities above are shown for illustrative purposes only. Their inclusion should not be interpreted as a recommendation to buy or sell. The fund seeks to achieve its stated objectives, there is no guarantee they will be met. Investments involve risks and are not similar or comparable to deposits. Not all investments are suitable for all investors.

### KEY RISKS

The Sub-Fund is subject to **Investment risks** and **Other associated risks** from the techniques and securities it uses to seek to achieve its objective.

The table on the right explains how these risks relate to each other and the **Outcomes to the Shareholder** that could affect an investment in the Sub-Fund.

Investors should also read Risk Descriptions in the Prospectus for a full description of each risk.

Summary Risk Indicator

| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|---|---|---|---|---|---|---|

Lower risk — Higher risk

The risk indicator assumes you keep the product for 5 years. The risk of the product may be significantly higher if held for less than the recommended holding period. In the UK, please refer to the synthetic risk and reward indicator in the latest available key investor information document.

**Investment risks** *Risks from the Sub-Fund's techniques and securities*

| ***Techniques*** | ***Securities*** | |
|---|---|---|
| Derivatives<br>Hedging<br>Short positions | Debt securities<br>- Below investment grade debt<br>- Government debt | - Investment grade debt<br>- Unrated debt<br>Emerging markets<br>Equities |

**Other associated risks** *Further risks the Sub-Fund is exposed to from its use of the techniques and securities above*

| | | |
|---|---|---|
| Credit<br>Currency | Interest rate<br>Liquidity | Market |

**Outcomes to the Shareholder** *Potential impact of the risks above*

| | | |
|---|---|---|
| **Loss** Shareholders could lose some or all of their money. | **Volatility** Shares of the Sub-Fund will fluctuate in value. | **Failure to meet the Sub-Fund's objective.** |