



Overcoming ‘home bias’ and searching for opportunities in tech, AI and healthcare abroad

Kerry Craig, Global Market Strategist | J.P. Morgan Asset Management

Regina Liu, Investment Specialist | J.P. Morgan Asset Management

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J.P.Morgan
ASSET MANAGEMENT

Global Markets: Potential for long-term growth amid volatility

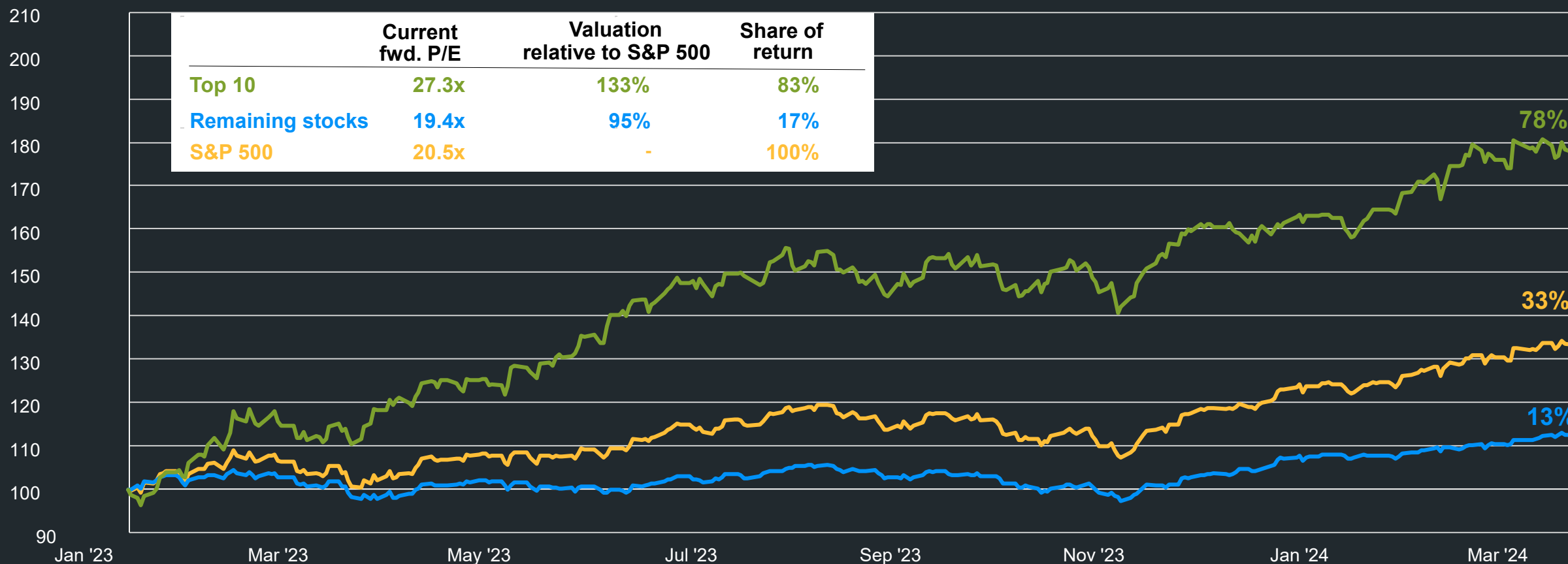
2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	15-years '09 - '23 Ann.	Vol.
EM equity 38.8%	Aus. FI 6.0%	Aus. FI 11.4%	REITs 32.2%	DM equity 47.8%	REITs 27.3%	REITs 14.0%	REITs 13.9%	EM equity 27.5%	Global FI 9.8%	DM equity 28.6%	EM equity 8.1%	DM equity 29.9%	Cash 1.3%	DM equity 23.6%	DM equity 12.3%	REITs 19.6%
Aus. equity 37.0%	Cash 4.7%	Global FI 5.6%	Aus. equity 20.3%	Aus. equity 20.2%	DM equity 15.3%	DM equity 12.1%	EM equity 12.1%	DM equity 13.9%	REITs 5.7%	Aus. equity 23.4%	DM equity 6.1%	REITs 18.5%	Aus. equity -1.1%	Aus. equity 12.4%	REITs 7.8%	Aus. equity 13.8%
Port. 12.6%	EM equity 4.6%	Cash 5.0%	EM equity 17.1%	Port. 16.2%	Port. 10.8%	Global FI 8.9%	Aus. equity 11.8%	Aus. equity 11.8%	Aus. FI 4.5%	EM equity 19.1%	Aus. FI 4.5%	Aus. equity 17.2%	Port. -8.0%	Port. 10.2%	Aus. equity 7.5%	EM equity 11.5%
Cash 3.5%	Port. 1.7%	Port. -1.8%	DM equity 15.1%	EM equity 13.4%	Global FI 10.0%	Port. 5.1%	DM equity 8.7%	Port. 9.2%	DM equity 2.0%	REITs 18.9%	Port. 1.5%	Port. 10.4%	Aus. FI -9.7%	EM equity 9.6%	Port. 6.6%	DM equity 11.2%
REITs 3.3%	Aus. equity 1.6%	REITs -2.0%	Port. 14.7%	Global FI 13.0%	Aus. FI 9.8%	Aus. FI 2.6%	Port. 7.9%	REITs 5.1%	Cash 1.9%	Port. 16.5%	Aus. equity 1.4%	EM equity 3.8%	Global FI -10.2%	REITs 6.5%	EM equity 5.3%	Port. 10.2%
Aus. FI 1.7%	REITs 0.4%	DM equity -5.0%	Aus. FI 7.7%	REITs 6.6%	EM equity 7.3%	Aus. equity 2.6%	Aus. FI 2.9%	Aus. FI 3.7%	Port. 1.9%	Aus. FI 7.3%	Cash 0.4%	Global FI 1.1%	REITs -11.4%	Global FI 5.1%	Aus. FI 3.6%	Global FI 9.6%
DM equity 1.4%	DM equity -1.4%	Aus. equity -10.5%	Cash 4.0%	Cash 2.9%	Aus. equity 5.6%	Cash 2.3%	Global FI 2.6%	Cash 1.7%	Aus. equity -2.8%	Global FI 7.0%	Global FI -0.5%	Cash 0.0%	DM equity -11.8%	Aus. FI 5.1%	Global FI 3.1%	Aus. FI 4.0%
Global FI -17.1%	Global FI -7.4%	EM equity -18.2%	Global FI 3.0%	Aus. FI 2.0%	Cash 2.7%	EM equity -3.9%	Cash 2.1%	Global FI -0.6%	EM equity -4.7%	Cash 1.5%	REITs -17.1%	Aus. FI -2.9%	EM equity -13.9%	Cash 3.9%	Cash 2.3%	Cash 0.4%

Source: Bloomberg L.P., FactSet, FTSE, J.P. Morgan, MSCI, Standard & Poor's, J.P. Morgan Asset Management. Annualised return (Ann.) and volatility (Vol.) covers the period 2009 to 2023. EM equity: MSCI Emerging Markets; Australian FI: Bloomberg AusBond Composite (0+Y); Global FI: Barclays Global Aggregate; DM equity: MSCI World; Aus. equity: ASX 200 Index; REITs: FTSE EPRA/NAREIT Australia; Cash: Bloomberg AusBond Bank Bill Index. Portfolio is hypothetical portfolio (for illustration purposes only and should not be taken as a recommendation): 15% DM equities; 10% EM equities; 25% Australian equities; 25% Australian FI; 10% Global FI; 5% Cash and 10% REITs. Returns are unhedged, total return, in Australian dollars. **Past performance is not a reliable indicator of current and future results.** Total returns in Australian dollars. Provided to illustrate macro trends only, not be construed as research or investment advice. Opinions and statements of financial market trends that are based on current market conditions constitute our judgment and are subject to change without notice. *Guide to the Markets – Australia*. Data as of 31 March 2024.

U.S. Equity market rally has been relatively narrow

Performance of the top 10 stocks in the S&P 500

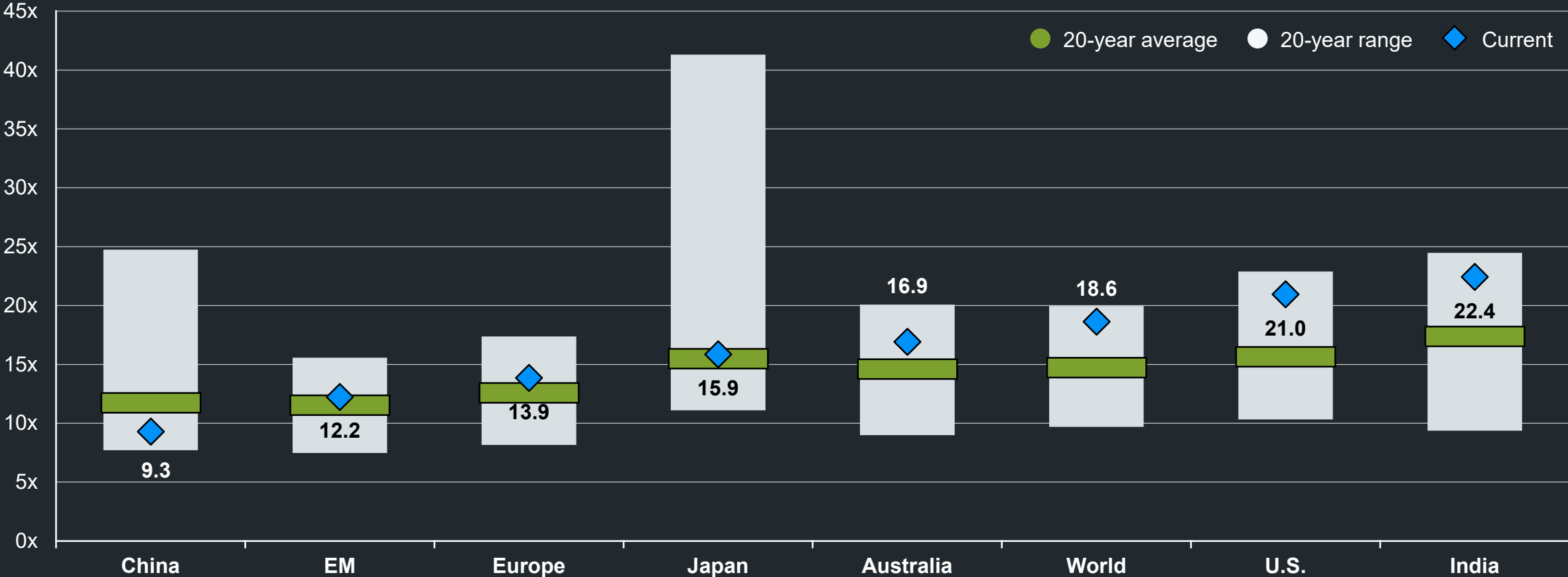
Indexed to 100 on 1/1/2023, price return, top 10 held constant



Source: FactSet, Standard & Poor's, J.P. Morgan Asset Management. (Left) The top 10 companies used for this analysis are held constant and represent the S&P 500's 10 largest index constituents at the start of 2023. The top 10 stocks are: AAPL, MSFT, AMZN, NVDA, GOOGL, BRK.B, GOOG, META, XOM, UNH, and TSLA. The remaining stocks represent the rest of the 494 companies in the S&P 500. As of 2/29/2024, the top 10 companies in the index were MSFT (7.2%), AAPL(6.2%), NVDA (4.6%), AMZN (3.8%), META (2.5%), GOOGL (1.9%), BRK.B (1.7%), GOOG (1.6%), LLY (1.4%), AVGO (1.3%) and TSLA (1.3%). Guide to the Markets – U.S. Data are as of March 11, 2024. P/E: Price-to-Earnings Ratio. Past Performance is not indicative of current or future results. Indices do not include fees or operating expenses and are not available for actual investment. Provided to illustrate macro trends only, not be construed as research or investment advice. Opinions and statements of financial market trends that are based on current market conditions constitute our judgment and are subject to change without notice.

Not every equity market looks expensive

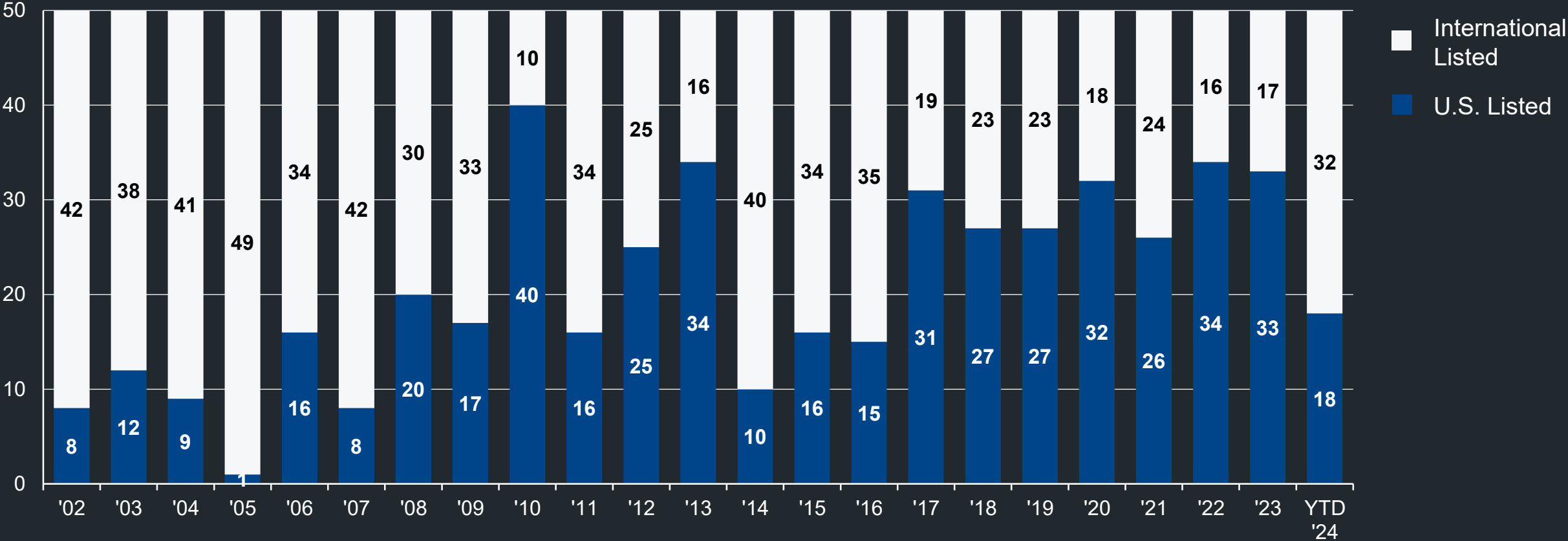
Current and 20-year historical price-to-earning valuations



Source: FactSet, MSCI, Standard & Poor's, J.P. Morgan Asset Management. All return values are MSCI indices except the U.S. and Australia, which are the S&P 500 and ASX 200, respectively. Multiple expansion is based on the forward P/E ratio and EPS growth outlook is based on NTMA earnings estimates. Past performance is not a reliable indicator of current and future results. Provided to illustrate macro trends only, not be construed as research or investment advice. Opinions and statements of financial market trends that are based on current market conditions constitute our judgment and are subject to change without notice. Guide to the Markets – Australia. Data as of 31 March 2024.

Global Perspective: Over half of the top 50 companies by performance are listed outside the U.S.

Top 50 performing companies in the MSCI World Index by year, based on total returns in USD



Source: FactSet, MSCI, Global Equities - J.P. Morgan Asset Management. Companies ranked in no particular order. Data are as of February 21, 2024. Provided for Information purposes only, not to be construed as offer, research or investment advice. Forecasts/ Estimates may or may not come to pass. Opinions and statements of financial market trends that are based on current market conditions constitute our judgment and are subject to change without notice. The views and strategies described may not be suitable for all investors.

Exploring ACTIVE opportunities

JPM long term P/E global valuation spread – highlights significant opportunities

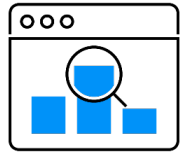


Source: J.P. Morgan Asset Management. Data as of December 2023. Valuation Spread = (Quintile 1 average valuation – Quintile 5 average valuation) / Universe average valuation. Global valuation spread calculated using Global coverage universe.
Source: J.P. Morgan Asset Management - Global Quantitative Research. Period from 31 December 1996 to 31 December 2023. Forecasts, projections and other forward-looking statements are based upon current beliefs and expectations. They are for illustrative purposes only and serve as an indication of what may occur. Given the inherent uncertainties and risks associated with forecasts, projections and other forward statements, actual events, results or performance may differ materially from those reflected or contemplated. P/E: Price-to-Earnings Ratio. Past performance and forecasts are not a reliable indicator of current or future results. The views and strategies described may not be suitable for all investors.

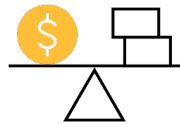
An example: Semiconductor Industry: Long term earnings forecasts

Translating forecasts into global sector valuation ranking

Earnings estimates informed by



Industry Framework identified long term growth in auto and industrial markets

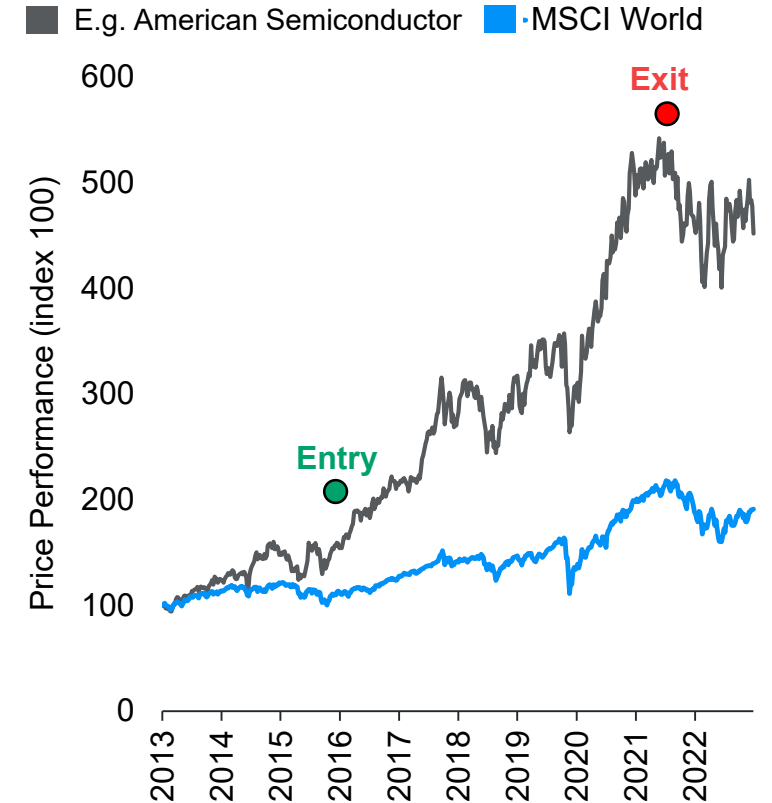
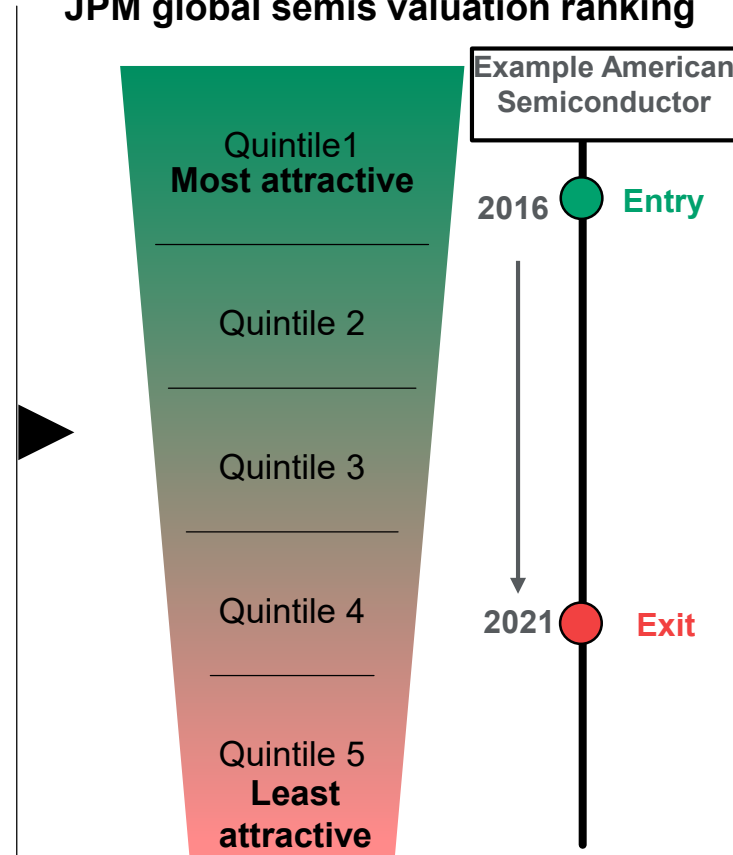


Premium Strategic Classification



Top quintile ESG assessment

JPM global semis valuation ranking

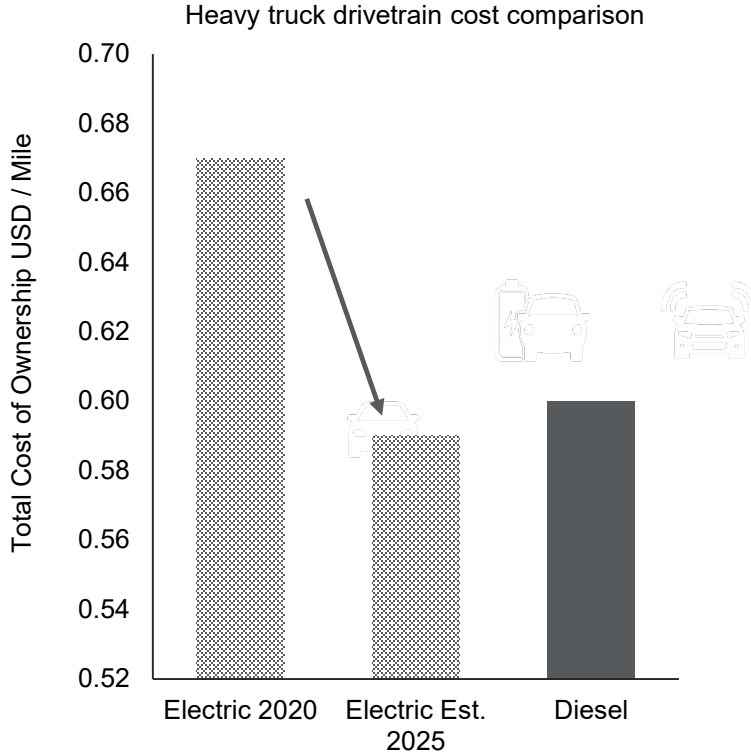


Source: J.P. Morgan Asset Management. Note: Quintiles are 20% by number of names, not capitalization. The information is provided as an example only and should not be construed as advice, it may not be appropriate for your particular circumstances and if you are unsure of the suitability of any investment you should seek financial advice. The opinions and views expressed here are those held by the author as at date of this document, which are subject to change. J.P. Morgan Asset Management may or may not hold positions on behalf its clients in any or all of the aforementioned securities. The companies/securities above are shown for illustrative purposes only. Their inclusion should not be interpreted as a recommendation to buy or sell. In the research process described above, we systematically assess financially material ESG factors amongst other factors in our investment decisions with the goals of managing risk and improving long-term returns. ESG integration does not change a strategy's investment objective, exclude specific types of companies or constrain a strategy's investable universe. ESG factors may not be considered for each and every investment decision. **Past performance and forecasts are not a reliable indicator of current or future results.**

Illustrative insights from global markets

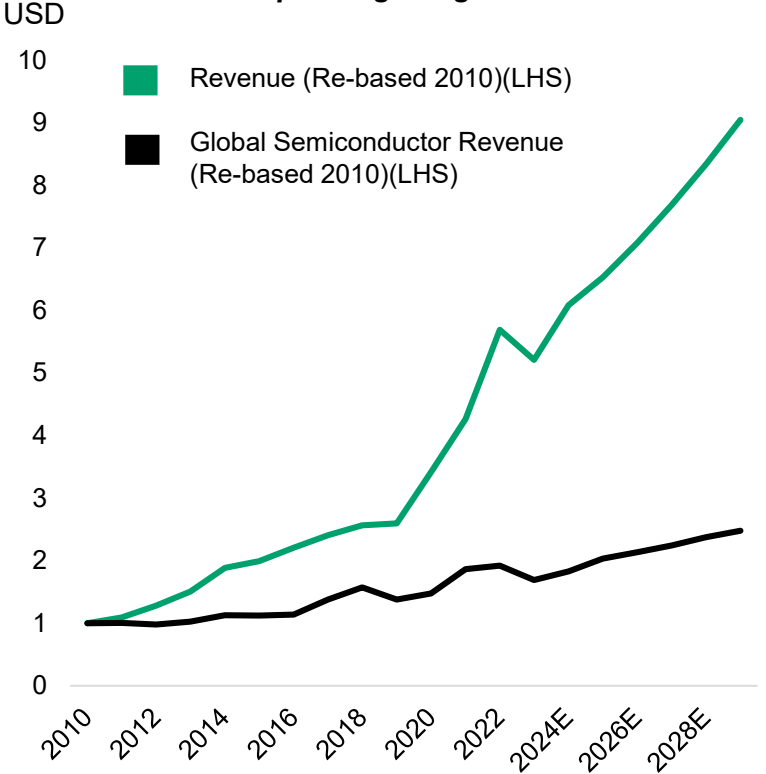
Swedish Automobile

Electrification leader in heavy trucks where Total Cost of Ownership is key for customers



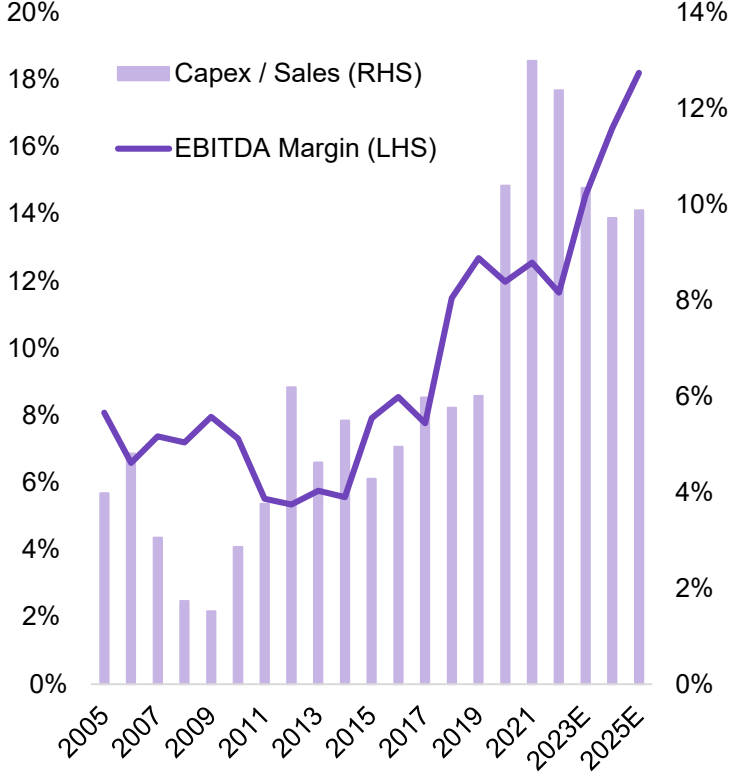
Asian Semiconductor

Leading edge foundry benefiting from exposure to A.I., could grow revenue ahead of the industry while expanding margins



American E-commerce

Recent capex should drive retail margin growth



Source: J.P. Morgan Asset Management, Semiconductor Industry Association. J.P. Morgan Asset Management internal forecasts as of December 2023 in USD. The information is provided as an example only and should not be construed as advice, it may not be appropriate for your particular circumstances and if you are unsure of the suitability of any investment you should seek financial advice. The opinions and views expressed here are those held by the author as at date of this document, which are subject to change. J.P. Morgan Asset Management may or may not hold positions on behalf its clients in any or all of the aforementioned securities. The companies/securities above are shown for illustrative purposes only. Their inclusion should not be interpreted as a recommendation to buy or sell. Forecasts/ Estimates may or may not come to pass. The companies/securities above are shown for illustrative purposes only. Their inclusion should not be interpreted as a recommendation to buy or sell. **Past performance and forecasts are not a reliable indicator of current or future results.**

JPMorgan Global Research Enhanced Index Equity Active ETF

JREG

JPMorgan Global Select Equity Active ETF

JGLO

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