

TPFG Manager Commentary:

Equities rose last week on positive economic news, with the S&P 500 up 4.07% and small caps returning 4.53%. Payrolls grew by 4.8 million on the June jobs report and unemployment fell to 11.1%, both beating expectations. The ISM manufacturing index also jumped to 52.6, showing broad improvement in production, new orders, and employment. Pending home sales and consumer confidence also rose by more than expected. Risks remain, as initial jobless claims rose slightly.



Economic Review*

- Consumer confidence at 98.1
- Markit manufacturing PMI at 49.8
- ISM manufacturing PMI at 52.6

Strategic Partner: J.P. Morgan

J.P. Morgan is a global leader in asset and wealth management services. The Asset & Wealth Management line of business serves institutional, ultra-high net worth, high net worth and individual clients through its Asset Management and Wealth Management businesses. With client assets of \$1.7 trillion, we are one of the largest asset and wealth managers in the world. (Assets as of March 31, 2018.)



Spotlight: PFG JP Morgan Tactical Moderate Strategy (PFJDX)

Pacific Financial serves as the asset allocation strategist for this Fund by primarily investing in mutual funds and ETFs managed by J.P. Morgan. Pacific Financial uses a multi-cap approach to pursue capital appreciation through a blend of equity and fixed income securities. The strategy also incorporates a wide variety of sectors and styles to dynamically manage risk while optimizing return. In addition, it seeks to limit the maximum range of total returns to a gain or loss of less than 30%, over a forward-looking rolling twelve month period through the use of RiskPro®.

The Fund has a moderate aggressive global allocation, dynamically managed to take advantage of opportunities across asset classes. The model shifted away from defensive positioning last quarter, and is now fully invested. Year to date, core bond positions have done well to produce positive returns. Large cap growth and hedged equity positions were also additive to relative performance. International and U.S. small/mid holdings detracted.

J.P. Morgan is available in these Strategy PLUS models:

- MultiPLUS: Moderate Growth, Moderate, Moderate Conservative
- FocusPLUS: Moderate Growth, Moderate, Moderate Conservative, Conservative

Trailing Returns

	1 Week	1 Month	3 Month	1 Year
S&P 500 TR USD	4.07	0.38	26.38	6.57
S&P MidCap 400 TR	3.53	-3.66	33.52	-7.77
S&P SmallCap 600 TR USD	4.53	-2.84	32.90	-12.29
MSCI ACWI NR USD	3.31	0.88	25.81	2.10
MSCI EM NR USD	3.65	5.04	25.23	-0.13
BBgBarc US Agg Bond TR USD	0.12	0.99	2.75	8.53

YTD S&P Sector Returns

- S&P 500 TR
- Communication Services
- Consumer Discretionary
- Consumer Staples
- Energy
- Financials
- Health Care
- Industrials
- Real Estate
- Materials
- Technology
- Utilities





Weekly Manager's Pulse

July 6, 2020

Disclosure

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Indices represent the broader market as relevant to the sector or market covered by the index. Indices are unmanaged and cannot be invested in directly. Indices do not consider the costs, fees, trading, or performance that an investor would otherwise experience when investing. Returns are not annualized for periods less than 1 year.

Returns data sourced from Morningstar Direct.

* Sourced from JPMorgan Chase, publicly available at <https://am.jpmorgan.com/us/en/asset-management/gim/adv/insights/weekly-market-recap>

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