

# Aberdeen Latin American Equity Fund

I Acc

Performance Data and Analytics to 30 June 2019

## Objectives and investment policy

Objective: To generate income and increase the value of the shareholder's investment over the long term (capital growth and income).

Investment policy: The Fund invests 80% or more of its total net assets in Latin American equities, including those from emerging market countries.

The Fund's equity investments can include all types of equities and equity related securities that are issued by companies that are incorporated, or generate a significant part of their earnings, in Latin American countries.

## Performance (%)

	1 month	3 months	6 months	1 year	Annualised		
					3 years	5 years	Launch
Fund	6.62	11.75	16.27	29.90	13.80	6.75	3.66
Benchmark	5.13	6.94	12.80	22.94	12.69	5.32	2.49
Difference	1.48	4.81	3.47	6.96	1.11	1.43	1.17

## Discrete annual returns (%) - year ended 30/06

	2019	2018	2017	2016	2015
Fund	29.90	-6.91	21.86	17.37	-19.84

## Calendar year performance (%)

	Year to date	2018	2017	2016	2015
Fund	16.27	-4.69	18.13	64.12	-25.83
Benchmark	12.80	-0.67	13.03	56.31	-27.04
Difference	3.47	-4.03	5.09	7.81	1.21

Performance Data: Share Class I Acc

Source: Lipper. Basis: Total return, NAV to NAV, net of annual charges, UK Net Income Reinvested.

These figures are gross of an initial charge: to the extent that this is paid, it will reduce performance from that shown.

The comparator shown may be used for risk monitoring and portfolio construction purposes, as well as to provide a performance comparator; it is not an integral part of the Objective and Investment Policy for the fund and should not be considered as such.

Past performance is not a guide to future results.

## Fund manager's report

Latin American equities recovered from May's sell off, as central banks in the region signalled their intent for more accommodative policy; this helped moderate fears over slowing growth. Markets were also buoyed by the G20 summit meeting that led to the suspension of additional US tariffs on China and an agreement by both countries to resume official trade talks soon.

Argentina led the gains as investors cheered its inclusion in the MSCI Emerging Markets Index. The market also reacted positively to incumbent President Mauricio Macri's choice of a moderate Peronist senator as his vice presidential candidate.

Colombian equities were the second best performer among Latin American markets, lifted by the rebound in oil prices. Crude oil prices rose as tensions between the US and Iran fanned concerns over tightening supplies.

The Brazilian market advanced, on expectations that pension reforms introduced by President Jair Bolsonaro will succeed; the leaders of both houses of Congress expressed confidence that the measures will be approved. But further gains were limited, as a first-quarter GDP contraction rekindled worries over the economy.

The Chilean stock market lagged the broader emerging market amid concerns over slowing economic growth. The country's central bank responded by cutting its benchmark interest rate to 2.5%, while the authorities hastened the implementation of about US\$1.4 billion in infrastructure projects slated over 2019-2020.

Mexican stocks underperformed, but were supported by hopes that a new free trade agreement with the US and Canada was imminent. The peso also recovered some losses against the US dollar, on news that Trump had suspended trade tariffs against Mexico after both sides reached an agreement on immigration enforcement.

In corporate news, Vale will spend US\$469 million to beef up safety and environmental recovery measures for structures close to its Brumadinho dam which burst in January leading to about 250 casualties. The sum adds to the US\$4.5 billion the mining giant had already set aside for costs associated with the incident. The company added that it hopes to conclude global settlements related to economic and environmental damage caused by the dam's collapse by end-2019. Elsewhere, Brazil's Supreme Court cleared Petrobras' sale of its pipeline subsidiary Transportadora Associada de Gás to a consortium led by Engie. This will allow the oil major to proceed with a US\$26.9 billion asset divestment programme.

There were no significant portfolio moves in the month of June.

Risk factors should be read in conjunction with all warnings and comments given in the prospectus for the fund. Please visit the attached link to our Jargon Buster which contains a glossary of terms used in this document > <http://glossary.aberdeen-asset.com/jargonbuster/>



## Top ten holdings

	Sector	%
Banco Bradesco SA	Financials	9.3
Petroleo Brasileiro SA	Energy	7.7
Itau Unibanco Holding SA	Financials	6.2
Grupo Financiero Banorte SAB de CV	Financials	4.4
Fomento Economico Mexicano SAB de CV	Consumer Staples	4.2
Lojas Renner SA	Consumer Discretionary	4.0
Bradespar SA	Materials	3.9
Vale SA	Materials	3.3
B3 SA - Brasil Bolsa Balcao	Financials	3.2
Wal-Mart de Mexico SAB de CV	Consumer Staples	3.1
<b>Total</b>		<b>49.3</b>

Total number of holdings 45

Country breakdown	%
Brazil	64.0
Mexico	22.9
Chile	6.2
Argentina	3.4
Peru	1.7
Colombia	0.5
Cash	1.3
<b>Total</b>	<b>100.0</b>

Sector breakdown	%
Financials	29.8
Consumer Staples	18.2
Energy	10.7
Industrials	10.7
Consumer Discretionary	8.3
Materials	8.1
Real Estate	4.8
Other	8.1
Cash	1.3
<b>Total</b>	<b>100.0</b>

## Key information

Benchmark	MSCI EM Latin America 10/40 Net Return
Sector	IA Specialist
Fund size	£ 129.0 m
Date of launch	1 October 2012
Investment team	Global Emerging Markets Equity
Fund advisory company	Aberdeen Asset Managers Limited
Historic Yield	1.34% (I Acc)

# Aberdeen Latin American Equity Fund

Fund risk statistics		
	3 years	5 years
Annualised Standard Deviation of Fund	23.78	23.44
Annualised Standard Deviation of Index	23.31	23.52
Beta	1.01	0.98
Sharpe Ratio	0.84	0.30
Annualised Tracking Error	3.95	3.71
Annualised Information Ratio	0.53	0.71
R-Squared	0.97	0.98
Source: Aberdeen Standard Investments, Total Return, Gross of Fees, BPSS, Datastream.		
Please note that risk analytics figures are calculated on gross returns whereas the performance figures are based on net asset value (NAV) returns. In addition, the risk analytics figures lag the performance figures by a month.		
Codes (I Acc)		
SEDOL	B4R0SD9	
ISIN	GB00B4R0SD95	
BLOOMBERG	ABELAIA LN	
REUTERS	LP68179429	
VALOREN	19611277	
Additional information		
Fund type	OEIC	
Domicile	United Kingdom	
Currency	GBP	
Registered for sale	Please refer to <a href="http://www.aberdeenstandard.com">www.aberdeenstandard.com</a>	
Minimum investment	£500,000	
Charges	Current initial 0.00%	
Ongoing Charges Figure (OCF) <sup>A</sup>	1.19%	
Price as at 30/06/19	127.46p	
Deal closing time	12.00 noon (UK)	
Daily valuation point	12.00 noon (UK)	
Source: Simulated Ongoing charges Aberdeen Standard Investments as at 1 December 2018.		
<sup>A</sup> The Ongoing Charge Figure (OCF), is the overall cost shown as a percentage of the value of the assets of the Funds. It is made up of the Annual Management Charge (AMC) of 1.00% and other charges. It does not include any initial charges or the cost of buying and selling stocks for the Funds. The Ongoing Charges figure can help you compare the annual operating expenses of different Funds.		

## Important information

### Risk factors you should consider before investing:

- The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested.
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Emerging markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- A full list of risks applicable to this Fund can be found in the Prospectus.

### Other important information:

The Fund is a sub-fund of Aberdeen Investment Funds ICVC, an authorised open-ended investment company (OEIC). The Authorised Corporate Director is Aberdeen Standard Fund Managers Limited. Nothing herein constitutes investment, legal, tax or other advice and is not to be relied upon in making an investment or other decision. No recommendation is made, positive or otherwise, regarding individual securities mentioned. This is not an invitation to subscribe for shares in the Fund and is by way of information only. Subscriptions will only be received and shares issued on the basis of the current Prospectus, relevant Key Investor Information Document (KIID) and Supplementary Information Document (SID) for the Fund. These can be obtained free of charge from Aberdeen Standard Fund Managers Limited, PO Box 9029, Chelmsford, CM99 2WJ.

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All sources (unless indicated): Aberdeen Standard Investments  
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[www.aberdeenstandard.co.uk](http://www.aberdeenstandard.co.uk)