

Portfolio Manager Commentary and Performance

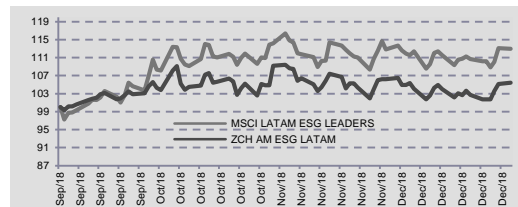
Market Update

Over the latest weeks, the region has gone through a positive trend in terms of returns, mainly explained by Mexico and Brazil. In the case of Mexico, its currency has strongly appreciated against the USD, while the stock market has been flattish in local terms. Valuations are indeed at attractive levels, pricing a negative scenario, while company's fundamentals remain resilient and well positioned in case idiosyncratic risks related to the new government increase significantly. In the mid-term, we believe consumption will lead the way in Mexico, mainly on the back of social expenditure, strong remittance levels and a tight labor market, with unemployment rate at historical lows.

In the case of Brazil, Bolsonaro's speech has been welcomed by the investor community – from privatization plans, simplifying the tax regime and plans to implement measures to sustain public accounts. With this, optimism among Brazilians have reached historical highs. Thus, we believe consumption and other domestic dynamics related sector should outperform going forward, specially considering that Brazilian companies have been positively surprising consensus estimates without a strong macro rebound. We believe 2019 is poised to be a positive year for Brazil, with an attractive mix: reduction in country risk, positive news flow from the government side: reforms and measures to foster growth and attract private investments, while companies should continue reporting positive results on better domestic dynamics and leaner balance sheet and operational structures.

During 2018, the MSCI ESG LatAm Leaders Index reached a -5,65% return, while its standard large cap peer, the MSCI LatAm index was -6,21%. Since the inception, our fund reached a 5,45% return, while our benchmark index reached a 13% return. As mentioned in the past, the main difference against our benchmark is explained by our cash position, as we were in the process of investing our seed capital, our structural UW position in ITAU and Bradesco, as we follow the 5/10/40 investment rule. This was partially offset by our off-benchmark positions in CREDICORP (BBB rated) and our OW in names such as LATAM (+15,2%) and VIVO (+27,2%)

Performance for Series I



Risk Metrics	
Volatility (Annual)	n/a
Beta	n/a
Alpha	n/a
Tracking Error (annual)	n/a
Information Ratio	n/a

Returns	Dec-18	Since Inception	YTD	LTM	3Y	5Y
ZCH AM SICAV ESG LATAM	-0,73%	5,5%	#N/A	#N/A	#N/A	#N/A
MSCI Latam ESG Leaders	0,1%	13,0%	#N/A	#N/A	#N/A	#N/A

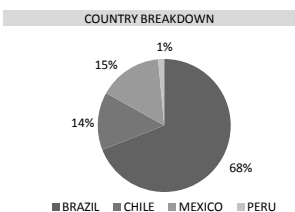
Source: Bloomberg.



Giovanna Musa - Portfolio Manager

Portfolio Breakdown

Portfolio Statistics: Top 5 Country and Top 10 Holdings and Sector Distribution



SECTOR	DEC'18	NOV'18	ISSUER	FUND	SECTOR
FINANCIALS	36,2%	23,1%	ITAU	10,0%	FINANCIALS
CONS. STAPLES	13,5%	13,4%	BRADESCO	10,0%	FINANCIALS
MATERIALS	14,4%	13,9%	ITAUUSA	6,4%	FINANCIALS
INDUSTRIALS	9,2%	10,0%	FEMSA	5,4%	CONSUMER
COMMUNICATION	3,9%	8,8%	B3	5,4%	FINANCIALS
UTILITIES	2,4%	1,6%	PETROBRAS	3,6%	ENERGY
CONSUMER	5,8%	0,0%	LOJAS RENNER	3,5%	CONSUMER
ENERGY	8,6%	5,4%	FIBRIA	3,1%	MATERIALS
REAL ESTATE	2,7%	0%	VALE	2,7%	MATERIALS
TECHNOLOGY	2,2%	0%	BR MALLS	2,7%	REAL ESTATE
OTHER	1,0%		OTHERS	47,1%	

This mutual fund is managed by EuroAmerica Administradora General de Fondos. Find out about the essential characteristics of each mutual fund Investment, which are contained in its rules of procedure and contract underwriting fees. Profitability or profit obtained in the past by this fund does not guarantee that it will be repeated in the future. The values of the shares of the mutual funds are variable.

ZCH AM SICAV – ESG Latam Fund

December 31st 2018

Fund Description

The ZCH AM SICAV – ESG Latam Fund seeks to provide long-term capital growth by investing principally in equity securities issued by Latin American companies, and American Depositary Receipts of Latin American companies, while minimizing environmental, social and governance (ESG) risks through selectivity.

The fund aims to achieve diversification in terms of sectors offering a core exposure to the Latin American stock markets and to companies listed on a stock exchange outside the Latin American region, but which generate a significant part of their income in or from Latin America and/or which have their registered office in Latin America. The investment manager seeks to add value primarily through stock selection.

Investments may be denominated in USD or in Latin American currencies. Currency risks may be hedged entirely or partially against USD through the use of financial derivative instruments.

Share Classes and Fees

Class	ISIN	Bloomberg Ticker	Min. Subscription Amount (USD)
Class EA	LU1837198826	EAESLEA LX	1,000

TOTAL AUM US\$4,8 mn

Disclosure for Switzerland: The state of origin of the Fund is Luxembourg. This document may only be distributed in or from Switzerland to qualified investors within the meaning of Ar. 10 Para. 2, 3bis and 3ter CISA. The Representative in Switzerland is ACOLIN Fund Services AG, Stadelhoferstrasse 18, CH-8001 Zurich, whilst the Paying Agent is Neue Helvetische Bank AG, Seefeldstrasse 215, 8008 Zürich. In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the Swiss representative.

The basic documents of the Fund as well as the annual and, if applicable, semi-annual report may be obtained free of charge at the registered office of the Swiss Representative.