

Portfolio Manager Commentary and Performance

Market Update

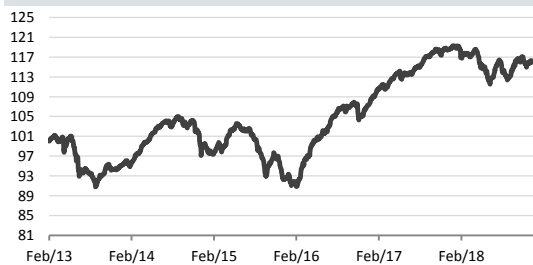
In December, the Fund returned 0.56%, and YTD -2.30%.

In Latam, the asset class performance was positive due to exogenous reason to the Region. The expectation that FED will reduce the number of expected rate hikes and the absence of news on Trade War put the market on a risk on mode.

In the Latam front, companies continue to execute tender on his debt in order to reduce it or do liability management. In Mexico, the Government offer better condition on MEXCAT tender, issue that pleased the Market, but was not enough to the reconciliation between Government and investors.

Ten years Treasury rates decreased 33bps during the month increasing spread for all Latam fixed income assets, for the High Yield spread widened 44bps. We expect that exogenous factor will continue to generate volatility however the financial health on Latam companies.

Performance



(1) Performance is net of fees. SICAV Series I performance is shown as of January 1, 2015; prior to that, the performance shown is that of the Chilean-domiciled Series D, which has an identical strategy. Fees can be up to 1.15% on an annual basis.

Source: Bloomberg, J.P. Morgan

Detailed Risk Metrics*

Yield to Maturity	6.47%
Duration (years)	4.0
Volatility (annual)	3.5%
Sharpe Ratio (annual)	0.7
Beta	0.62
Alpha	0.86%
Tracking Error (annual)	2.60%
Information Ratio	-0.08

*Statistics from 12 February 2013

ZCH AM SICAV – Latam High Yield Bond Fund

December 31, 2018

Fund Description

ZCH AM SICAV – Latam High Yield Bond Fund seeks to outperform its benchmark, the JP Morgan CEMBI Broad Latin America High Yield Index by investing in Latin America high yield corporate bonds denominated in USD and issued in the United States. The Fund has the ability to invest in out-of-benchmark positions up to 30% and can hedge the base rate up to 40%. The Fund has a maximum annual tracking error limit of between 3% and 4%.



Marco Salin and Diego Granados Portfolio Managers Fixed Income for ZCH Asset Management

Share Classes and Fees

Class	ISIN	Bloomberg Ticker	Min. Subscription Amount (USD)	Current TER
Class I	LU1061932742	EALHYBI	1,000,000	1.11%
Class B	LU1061932668	EALHYBB	100,000	1.50%

Asset Under Management

USD 33,153,319.52

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.

	December	3 Months	YTD	LTM	3 Years (annual avg.)	Since inception (annual avg.)
Class I	0.56%	1.06%	-2.30%	-2.30%	7.86%	2.57%
Class B	0.51%	0.89%	-2.93%	-2.93%	7.26%	4.07%

Portfolio Allocations: Country, Sector, Rating and top 10 Holdings positions

COUNTRY	% Weight	SECTOR	% Weight	Rating	% Weight	Issuer	% Weight
Brazil	53,54%	Financial	25,67%	BBB	0.57%	BRAZIL 4.625 28	5,93%
Mexico	9,28%	Energy	17,69%	BB	55.18%	BANBRA 9 PERP	3,07%
Argentina	7,85%	Consumer, Non-cyc.	10,20%	B	27.98%	ITAU 5.125 23	2,74%
Colombia	4,73%	Consumer, Cyclical	7,62%	CCC	0.55%	PETBRA 7.375 27	2,56%
USA	3,03%	Industrial	7,20%	CC	0.00%	CSANBZ 7 27	2,19%
Chile	2,64%	Basic Materials	6,27%	NR	5.31%	PETBRA 5.299 25	2,06%
Peru	2,10%	Utilities	6,20%	Cash	10.41%	PETBRA 4.375 23	2,03%
Others	6,41%	Government	5,93%			ITAU 5.5 22	1,89%
Cash	10,41%	Diversified	1,69%			KLAB 5.25 24	1,81%
		Communications	1,11%			CEMEX 5.7 25	1,78%
		Cash	10,41%				

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.