

Portfolio Manager Commentary and Performance

Market Update

During May, Latam outperformed all regions, backed on the performance of Brazil (+1.07% in USD) and Argentina (+13.52% in USD), partially offset by México (-7.35% in USD) and Chile (-8.48% in USD). Latam performance has being affected by external uncertainty related to the threat of a trade war (USA raised tariffs to 25% from 10% in US\$200 of imports from China), the Brexit and the Italian imbroglio.

In Brazil, the Bovespa returned 1.06% in USD, with an almost flat currency. It was a volatile month due to different news coming from the Social Security Reform front, but finally, the tone was more positive with the president of the Lower House special committee, Deputy Marcelo Ramos, saying that he wants to vote the SSR in the committee in the first week of July. On the macro side, Brazil's industrial production (IP) came in at -1.3% m/m s.a. (-6.2% y/y) in March, well below the median of market expectations and growth in 1Q19 was -0.7% q/q; which led to downward revision to growth estimates for the year.

Mexico dropped 7.35% in USD, partially explained by 3.44% weaker currency due to President Trump announcement of unilateral tariffs on all goods imported from Mexico starting with 5% in June, and eventually reaching 25% by October. The equity market suffered a bit less due to already impacted valuations. This announcement came when there were some positives news regarding the USMCA approval given that US may lift steel/aluminum tariffs on México/Canada, but now uncertainty is higher. On the macro front, the IMF lowered its estimate for GDP growth in Mexico to 1.6% from 2.1% for 2019, Banxico kept the reference rate at 8.25%, and its speech was more hawkish given that inflation remains stubbornly high above the central bank's target, discarding rate cuts in the short term.

In this context, our fund reached a -0.8% return during May, compared positively to the -1.33% from the MSCI Small Cap Index. In terms of relative performance, our UW in Chile and Mexico had a positive performance, given our UW in Sonda (-16.4%) and Aes Gener (-9.8%). Our OW in Brazil also had a positive impacted on the back of our OW positions in names such as Tenda (+14.1% in USD), MRV (+18.96%), Gol (18.86%) and our UW in Light(-10.3%).

ZCH AM SICAV –
Small Cap Latam Fund

May 31st 2019

Fund Description

The ZCH AM SICAV – Small Cap 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 small capitalized Latin American companies. 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.

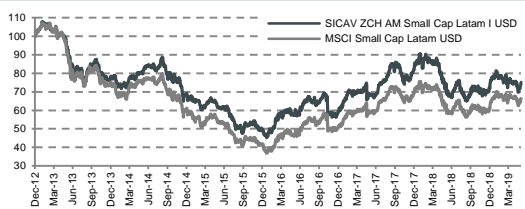
Investments may be denominated in USD or in Latin American currencies. Currency risks may be hedged entirely or partially against USD through the use of financial derivative instruments including currency forwards or futures.



Giovanna Musa and Ricardo Fernandez.
Co-Portfolio Managers for the Latam Equity Strategies.

Share Classes and Fees

Performance for Series I



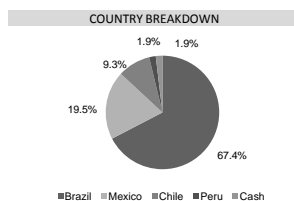
Risk Metrics	
Volatility (Annual)	22.44%
Beta	1.1
Alpha	-1.88%
Tracking Error (annual)	3.96%
Information Ratio	-0.25

	Retuns	May-19	3M	YTD	LTM	3Y	Since Inception
SICAV EA Small Cap Latam I		-0.8%	-2.64%	4.43%	2.69%	31.25%	-20.48%
MSCI EM Small Cap Latam		-1.33%	-1.38%	9.05%	6.66%	44.25%	-29.67%

Note: Until 28 February 2015, performance data is for the EuroAmerica Small Cap LatAm D, which is a mutual fund offered in Chile; an identical strategy is employed in the Series I. Source: Bloomberg.

Portfolio Breakdown

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



SECTOR	MAY-19	APR-19	ISSUER	FUND	SECTOR
CONSUMER	27.7%	25.1%	CVC	4.0%	CONSUMER DIS.
CONS. STAPLES	13.0%	10.6%	BK BRASIL	3.0%	CONSUMER DIS.
REAL ESTATE	11.5%	12.2%	MRV	2.9%	REAL ESTATE
INDUSTRIALS	13.6%	12.3%	OMAB	2.9%	INDUSTRIALS
FINANCIALS	8.1%	8.2%	IGUATEMI	2.8%	REAL ESTATE
MATERIALS	7.4%	10.3%	ESTACIO	2.7%	CONSUMER DIS.
UTILITIES	9.5%	9.6%	MINERVA	2.6%	CONSUMER
HEALTHCARE	1.9%	2.6%	BANBAJIO	2.5%	FINANCIALS
ENERGY	0.0%	0.0%	TENDA	2.5%	CONSUMER DIS.
IT	4.2%	4.2%	LINX	2.4%	IT
OTHERS	3.1%	4.9%	OTHERS	71.7%	

Class	ISIN	Bloomberg Ticker	Min. Subscription Amount (USD)	Current TER
Class I	LU1061932403	EASSCL LX	1,000,000	1.07%

TOTAL AUM US\$35,93 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 Zurich. 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.

This mutual fund is managed by Zurich Chile Asset Management 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.