

# Bourse Brazil Latin Fund

Fund Fact Sheet

July 31 2019

Managed by



## Fund Objective

The Investment Objective of the Fund is to seek a balance between long term capital growth and income by investing in a diversified portfolio of which (1) not less than 80% of the Deposited Property will be invested in Brazil and other Latin American jurisdictions and (2) no more than 20% of the Deposited Property will be invested outside of Brazil and other Latin American jurisdictions.

## Fund Characteristics

Date of Inception: June 11 2013  
 Investment Style: Long-Term Growth  
 Asset Class Focus: Equities  
 Benchmark: Latin America Equity Index

## Market Commentary

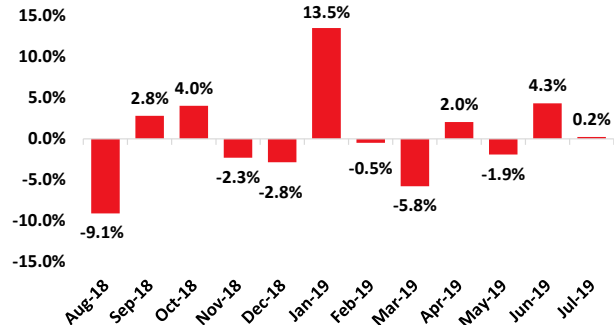
The Latin American region (as measured by the MXLA Index) remained flat during the month of July with a year-to-date (YTD) return of 10.8%. The Brazilian market, which accounts for roughly 64% of the Index, was the main driver of performance, recording a month-on-month (MoM) improvement of 2.9%. However, this was offset by MoM contractions in all other major markets in the region.

The Brazilian market remained buoyant in the midst of heightening trade tensions and slowing global economic growth, ending the month of July with a YTD return of 19.4% in USD terms. The downbeat outlook and its impact on trade and investment flows would have led the government to cut its 2019 GDP forecast in half, from 1.6% to 0.8%. The Central Bank also cut interest rates from 6.25% to 6% in an effort to boost economic recovery. The Brazilian government passed the first vote of its pension reform bill in the lower house with resounding success. Following a second vote in the month of August, the bill will move on to the upper house for approval.

Mexico's GDP growth in Q2 2019 remained subdued at 0.1% as suggested by preliminary estimates. The Finance Ministry has proposed a \$25B stimulus package which is expected to boost the creation of infrastructure projects as well as incentivize infrastructure investment and private consumption. Economists also expect the Central Bank to cut interest rates in August. Overall, Mexican markets recorded a YTD return of 1.6% in USD terms.

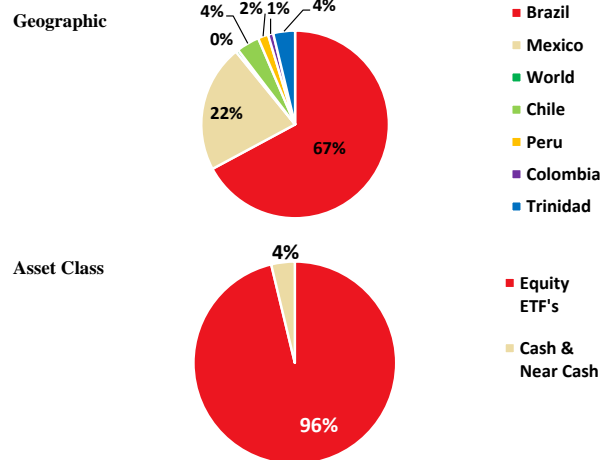
The US-China trade war would have weighed heavily on Chile's market, causing a decline in the price of Copper, upon which the economy is highly dependent. The IPSA Index declined over 5% in the month of July alone, and recorded a year to date fall of 3.5% in USD terms.

## Monthly Performance



Returns	Unit NAV	US\$	NAV Change (US\$)	Total Return (%)	Annualized Return (%)
Year to Date		9.13	0.94	11.4%	
1 Month		9.11	0.02	0.2%	
3 Month		8.90	0.23	2.6%	
6 Month		9.30	(0.17)	-1.9%	
1 Year		8.88	0.25	2.8%	
3 Year		8.00	1.13	14.2%	4.5%
Inception		10.00	(0.87)	-8.7%	-1.4%

## Fund Allocation



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