



abrdrn Latin American Income Fund Limited (formerly Aberdeen Latin American Income Fund Limited)

Capturing the powerful income potential of
Latin American equities and bonds

Performance Data and Analytics to 31 August 2022

Investment objective

To provide ordinary shareholders with a total return, with an above average yield, primarily through investing in Latin America through a diversified portfolio of equities and fixed income investments.

Benchmark

60% MSCI EM Latin American 10/40 Index and 40% JP Morgan GBI EM Global Diversified (Latin America carve out). Given that the Manager does not adopt a benchmark approach, performance can vary widely from the benchmark.

Cumulative performance (%)

	as at 31/08/22	1 month	3 months	6 months	1 year	3 years	5 years
Share Price	52.3p	1.7	(3.5)	4.7	0.3	(8.4)	(10.5)
NAV ^A	63.1p	9.0	(1.6)	9.1	6.7	(9.2)	(9.8)
Composite Benchmark		6.8	(1.1)	10.8	11.5	1.0	5.7

Discrete performance (%)

	31/08/22	31/08/21	31/08/20	31/08/19	31/08/18
Share Price	0.3	20.9	(24.4)	19.9	(18.5)
NAV ^A	6.7	17.4	(27.5)	22.4	(18.8)
Composite Benchmark	11.5	17.5	(22.9)	17.4	(10.9)

Total return; NAV to NAV, net income reinvested, GBP. Share price total return is on a mid-to-mid basis. Dividend calculations are to reinvest as at the ex-dividend date. NAV returns based on NAVs with debt valued at fair value. Source: Aberdeen Asset Managers Limited, Lipper and Morningstar.

Past performance is not a guide to future results.

^A Including current year revenue.

^B © 2022 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. For more detailed information about Morningstar's Analyst Rating, including its methodology, please go to: <http://corporate.morningstar.com/us/documents/MethodologyDocuments/AnalystRatingforFundsMethodology.pdf> The Morningstar Analyst Rating for Funds is a forward-looking analysis of a fund. Morningstar has identified five key areas crucial to predicting the future success of a fund: People, Parent, Process, Performance, and Price. The pillars are used in determining the Morningstar Analyst Rating for a fund. Morningstar Analyst Ratings are assigned on a five-tier scale running from Gold to Negative. The top three ratings, Gold, Silver, and Bronze, all indicate that our analysts think highly of a fund; the difference between them corresponds to differences in the level of analyst conviction in a fund's ability to outperform its benchmark and peers through time, within the context of the level of risk taken over the long term. Neutral represents funds in which our analysts don't have a strong positive or negative conviction over the long term and Negative represents funds that possess at least one flaw that our analysts believe is likely to significantly hamper future performance over the long term. Long term is defined as a full market cycle or at least five years. Past performance of a security may or may not be sustained in future and is no indication of future performance. For detailed information about the Morningstar Analyst Rating for Funds, please visit <http://global.morningstar.com/managerdisclosures>.

^C Consolidates all equity holdings from same issuer.

Morningstar Rating™



^B Morningstar Rating™ for Funds

Morningstar rates funds from one to five stars based on how well they've performed (after adjusting for risk and accounting for all sales charges) in comparison to similar funds.

Ten largest equity holdings (%)

Petroleo Brasileiro SA Petrobras	5.0
Banco Bradesco ^C	4.5
Walmart de Mexico	3.7
Grupo Financiero Banorte	3.3
Telefonica	2.8
Arezzo Industria	2.6
Raia Drogasil	2.5
Arca Continental	2.3
TOTVS	2.2
Vale ^C	2.2
Total	31.1

Ten largest fixed income holdings (%)

Brazil (Fed Rep of) 10% 01/01/25	6.1
Colombia (Rep of) 9.85% 28/06/27	3.6
Uruguay (Rep of) 4.375% 15/12/28	3.1
Mex Bonos Desarr Fix Rt 10% 20/11/36	2.8
Mex Bonos Desarr Fix Rt 8.5% 18/11/38	2.7
Brazil (Fed Rep of) 10% 01/01/23	2.3
Uruguay (Rep of) 4.25% 05/04/27	2.3
Secretaria Tesouro 10% 01/01/31	2.2
Petroleos Mexicanos 7.47% 12/11/26	2.1
Títulos de Tesorería 7% 26/03/31	1.5
Total	28.7

As at 31 August 2022 the equity exposure within total investments was 61.92% and fixed income exposure 38.08%.

Total number of investments 58

All sources (unless indicated): abrdrn: 31 August 2022.



abrdn Latin American Income Fund Limited

1 Year Premium/Discount Chart (%)



Fund managers' report

Latin American equities remained resilient in August, outperforming the broader emerging markets asset class and sustaining its status as one of the best performing regions year-to-date. Across regional markets, performance was uneven, with Argentina, Brazil and Chile advancing, while stocks in Colombia, Mexico and Peru fared worse than last month.

In fixed income, the JP Morgan GBI-EM Global Diversified (Latin America) Index (unhedged in sterling terms) returned -5.86% in August, and the index yield was flat over the month, closing at 9.82%. Local-currency bonds experienced positive performance over the month and Latin American currencies appreciated (on aggregate) against sterling. On a country basis, the Dominican Republic, Chile, Argentina, Peru, Colombia and Brazil were positive contributors while Mexico and Uruguay detracted.

In Brazil, improving economic data lifted the market. Economic activity in Brazil rose by 0.66% in June, compared to a decline of 0.11% in May. Second quarter GDP also improved compared to the first quarter of 2022, leading to upward revisions in estimates for the year. This was true across most sectors except for agriculture. Mining activity grew the most for the second quarter, while industrial production and construction also expanded. Meanwhile, core inflation remained elevated compared to a year ago, but eased to 9.11% in July compared to 9.7% in June. The monetary authority's dovish comments following its most recent interest rate decision to hike the Selic rate by another 50 basis points, signalled the country was nearing the peak of its rate-hike cycle. This further supported market sentiment. In parallel, investors were also closely observing presidential polls and reactions to the campaign debates broadcasted by the main media groups. We have seen a narrowing of

Fund managers' report continues overleaf

^c Expressed as a percentage of average daily net assets for the year ended 31 August 2021. The Ongoing Charges Figure (OCF) is the overall cost shown as a percentage of the value of the assets of the Company. It is made up of the Annual Management Fee and other charges. It does not include any costs associated with buying shares in the Company or the cost of buying and selling stocks within the Company. The OCF can help you compare the annual operating expenses of different Companies.

^d 1% per annum of the value of the Company's net assets.

^e Calculated using the Company's historic net dividends and month end share price.

^f The 'Active Share' percentage is a measure used to describe what proportion of the Company's holdings differ from the benchmark index holdings. For Aberdeen Latin American Income Fund this relates purely to the equity element of the portfolio.

^g Net gearing is defined as a percentage, with net debt (total debt less cash/cash equivalents) divided by shareholders' funds.

Geographic breakdown (%)

Brazil	51.0
Mexico	28.0
Colombia	7.0
Uruguay	6.2
Peru	3.7
Chile	2.7
Argentina	1.2
Cash	0.3
Total	100.0

Figures may not add up to 100 due to rounding.

Key information

Calendar

Year end	31 August
Accounts published	November
Annual General Meeting	December
Dividend paid	January, May, July, October
Launch date	August 2010
Fund manager	Emerging Market Equity Team Emerging Market Debt Team
Ongoing charges ^c	2.00%
Annual management fee ^d	1.0%
Premium/(Discount)	(17.2)%
Yield ^e	6.7%
Active share ^f	78.5%

Net gearing (%)

Total ^g	15.8
--------------------	------

AIFMD Leverage Limits

Gross Notional	2.5x
Commitment	2x

Assets/Debt

	(£m)
Equities	25.2
Fixed income	15.5
Total investments	40.7
Cash & cash equivalents	(0.2)
Other net assets	1.0
Debt	(5.5)
Net assets	36.0

abrdn Latin American Income Fund Limited



Fund managers' report – continued

forerunner Luis Inacio Lula da Silva's lead over the month, although a victory in the second-round vote against incumbent President Jair Bolsonaro remains the most likely scenario according to polls.

Chilean stocks enjoyed a brief rally during the month, as we approached the exit referendum for the redrafting of the constitution. Earlier in the month, polls had already pointed to a clear victory for the rejection camp, and the results of the voting concluded on the 4th of September confirmed that prediction. The country is now likely to go through another round of redrafting a constitutional amendment, although the outcome of the recent vote suggests that both the process and the future outcome will likely take centrist and moderate views into greater consideration.

We had mixed datapoints from Mexico over the month, which led to the market underperforming. On the positive side, sound numbers from remittances and positive comments from corporates regarding nearshoring trends pointed to pockets of growth within the Mexican economy, while headline investment and activity figures remained subdued. On the flipside, rising core inflation continued to weigh on consumption, pushing the central bank to take interest rates to the highest levels since 2005, raising it by 75 basis points to 8.5%.

In terms of portfolio activity, we implemented smaller strategic trades aiming to right-size positions according to changes in our relative convictions.

We topped-up the healthcare provider Hapvida on improved outlook and attractive valuation, and added to Bradesco and Banorte on valuation grounds and increased conviction following their second-quarter results.

Against these, we exited XP Investimentos to fund better opportunities elsewhere.

Capital structure

Ordinary shares	57,113,324
Treasury shares	6,107,500

Allocation of management fees and finance costs

Capital	60%
Revenue	40%

Trading details

Reuters/Epic/ Bloomberg code	ALAI
ISIN code	JE00B44ZTP62
Sedol code	B44ZTP6
Stockbroker	N+1 Singer
Market makers	CFEP, INV, JPMS, NUMS, PEEL, STFL, WINS



Factsheet

Receive the factsheet by email as soon as it is available by registering at www.invtrusts.co.uk/#signup or www.latamincome.co.uk



Contact

Private investors
0808 500 4000

Institutional investors
InvestmentTrustInvestorRelations-UK@abrdn.com
+44 (0)20 7463 5971
+44 (0)131 222 1863

The risks outlined overleaf relating to gearing, emerging market exposure and exchange rate movements are particularly relevant to this trust but should be read in conjunction with all warnings and comments given.

Important information overleaf

Important information

Risk factors you should consider prior to 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.
- Past performance is not a guide to future results.
- Investment in the Company may not be appropriate for investors who plan to withdraw their money within 5 years.
- The Company may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the Net Asset Value (NAV) meaning that any movement in the value of the company's assets will result in a magnified movement in the NAV.
- The Company may accumulate investment positions which represent more than normal trading volumes which may make it difficult to realise investments and may lead to volatility in the market price of the Company's shares.
- The Company may charge expenses to capital which may erode the capital value of the investment.
- Derivatives may be used, subject to restrictions set out for the Company, in order to manage risk and generate income. The market in derivatives can be volatile and there is a higher than average risk of loss.
- Movements in exchange rates will impact on both the level of income received and the capital value of your investment.
- There is no guarantee that the market price of the Company's shares will fully reflect their underlying Net Asset Value.
- As with all stock exchange investments the value of the Company's shares purchased will immediately fall by the difference between the buying and selling prices, the bid-offer spread. If trading volumes fall, the bid-offer spread can widen.
- The Company invests in emerging markets which tend to be more volatile than mature markets and the value of your investment could move sharply up or down.
- Certain trusts may seek to invest in higher yielding securities such as bonds, which are subject to credit risk, market price risk and interest rate risk. Unlike income from a single bond, the level of income from an investment trust is not fixed and may fluctuate.
- With funds investing in bonds there is a risk that interest rate fluctuations could affect the capital value of investments. Where long term interest rates rise, the capital value of shares is likely to fall, and vice versa. In addition to the interest rate risk, bond investments are also exposed to credit risk reflecting the ability of the borrower (i.e. bond issuer) to meet its obligations (i.e. pay the interest on a bond and return the capital on the redemption date). The risk of this happening is usually higher with bonds classified as 'sub-investment grade'. These may produce a higher level of income but at a higher risk than investments in 'investment grade' bonds. In turn, this may have an adverse impact on funds that invest in such bonds.
- Yields are estimated figures and may fluctuate, there are no guarantees that future dividends will match or exceed historic dividends and certain investors may be subject to further tax on dividends.

Other important information:

An investment trust should be considered only as part of a balanced portfolio. The information contained in this document should not be considered as an offer, solicitation or investment recommendation to deal in the shares of any securities or financial instruments. It is not intended for distribution or use by any person or entity who is a citizen or resident of or located in any jurisdiction where such distribution, publication or use would be prohibited. 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 and is by way of information only. Subscriptions will only be received and shares issued on the basis of the current Key Information Document (KID). These can be obtained free of charge from Aberdeen Asset Managers Limited, PO Box 11020, Chelmsford, Essex, CM99 2DB or available on www.investments.co.uk. Any data contained herein which is attributed to a third party ("Third Party Data") is the property of (a) third party supplier(s) (the "Owner") and is licensed for use by abrdn*. Third Party Data may not be copied or distributed. Third Party Data is provided "as is" and is not warranted to be accurate, complete or timely. To the extent permitted by applicable law, none of the Owner, abrdn* or any other third party (including any third party involved in providing and/or compiling Third Party Data) shall have any liability for Third Party Data or for any use made of Third Party Data. Neither the Owner nor any other third party sponsors, endorses or promotes the fund or product to which Third Party Data relates. * abrdn means the relevant member of abrdn group, being abrdn PLC together with its subsidiaries, subsidiary undertakings and associated companies (whether direct or indirect) from time to time.

Issued by abrdn Fund Managers Limited, registered in England and Wales (740118) at Bow Bells House, 1 Bread Street, London, EC4M 9HH. Aberdeen Asset Managers Limited, registered in Scotland (No. 108419), 10 Queen's Terrace, Aberdeen AB10 1XL. Both companies are authorised and regulated by the Financial Conduct Authority in the UK.

The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis, should not be taken as an indication or guarantee of any future performance analysis forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages (www.msci.com).

For more information visit investments.co.uk