# MMG FIXED INCOME FUND

MMG ASSET MANAGEMENT

May 31, 2016 www.mmgbank.com

## Objective and Strategy

Obtain a net return superior to traditional short-term banking products and pay monthly dividends, by investing in a diversified portfolio comprised of fixed income financial instruments and hybrid capital securities that generate cash flows, denominated in US dollars and issued by public or private enterprises domiciled in Panama and other Latin-American countries.

## FUND INFORMATION

### General Statistics

| | |
|---|---|
| NAV: | $10.31 |
| Net Assets: | $119,703,346 |
| Domicile: | Republic of Panama |
| Type of Fund: | Closed end |
| Inception Date: | September 5, 2008 |
| Currency: | USD |
| Minimum Subscription: | $10,000.00 |
| Dividend Frequency: | Monthly |
| Subscriptions: | Monthly |
| Redemptions: | Quaterly* |
| Management fee: | 1.00% |
| ISIN: | PAL3261791B3 |

### Risk Information

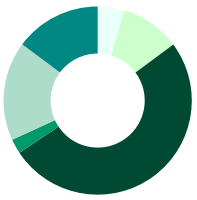
| | |
|---|---|
| Duration to Maturity: | 3.45% |
| Duration to Worst: | 3.20% |
| Average Life: | 3.21 years |
| Issuers: | 64 |
| Positions: | 107 |
| Average Rating: | BB+ |

### Additional Information

| | |
|---|---|
| Fund Manager: | MMG Asset Management [1] |
| Brokerage: | MMG Bank Corporation [2] |
| Registry Payment: | MMG Bank Corporation [2] |
| Listing: | Panama Stock Exchange |
| Custodian: | Latinclear |

(*) Redemptios are at the issuer's discretion.
(1) Regulated by the Securities Market Superintendency of Panama. Licensed to act as Investment Manager.
(2) Regulated and supervised by the Superintendency of Banks of Panama and the Securities and Exchange Commission of Panama. Licensed to act as Brokerage House.

### Credit Rating Allocation



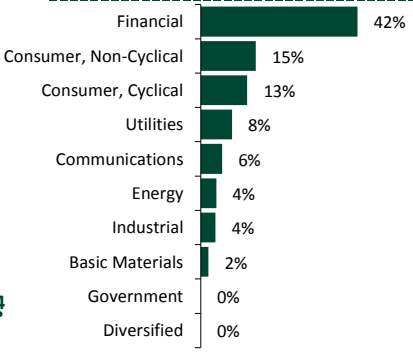
| | |
|---|---|
| AAA, AA, A | 4% |
| BBB´s | 10% |
| BB´s | 50% |
| B and Below | 2% |
| With Local Rating | 16% |
| Not Rated | 14% |

### Historic Performance

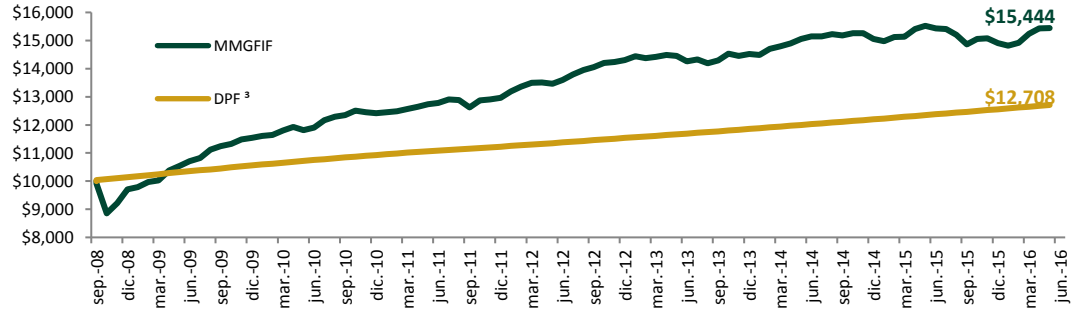
| | 2011 | 2012 | 2013 | 2014 | 2015 | Since Inception | Year to Date* | Last Month* |
|---|---|---|---|---|---|---|---|---|
| Dividend Yield | 5.22% | 5.11% | 5.05% | 5.16% | 5.36% | 5.28% | 2.30% | 0.45% |
| Total Return | 4.37% | 10.36% | 1.52% | 3.72% | -1.01% | 5.77% | 3.58% | 0.09% |

Past performance is no guarantee of future results. The risks inherent in investing in the fund are detailed in the offering memorandum and prospectus. Annual returns are shown in USD net of fees, and for periods ending December 31. *Not Annualized

### Industry Allocation




### Growth of $10,000 Reinvesting Dividends

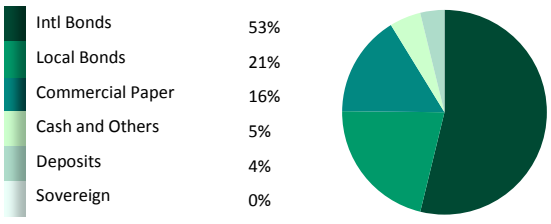



(3) Calculated using average rate published by the Panamanian Banking Superintendency for the given period

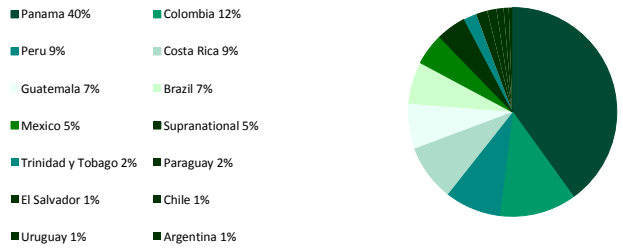
### Top Issuers

| | |
|---|---|
| CABEI | 4.35% |
| Inm. Don Antonio (Grupo Rey) | 3.48% |
| Banco Popular Costa Rica | 3.28% |
| Ideal Living Corporation | 3.05% |
| Office Depot Mexico | 2.87% |
| Grupo Aval | 2.74% |
| SUCASA | 2.70% |
| I.C.E. | 2.58% |
| Hydro Caisan, S.A. | 2.40% |
| Banco La Hipotecaria | 2.51% |

### Asset Type Allocation




### Country Allocation




PCR PACIFIC CREDIT RATING paAA-

En esta categoría se incluirán aquellos Fondos que se caractericen por invertir de manera consistente y mayoritariamente en valores, bienes y demás activos de alta calidad crediticia. El perfil de la cartera deberá caracterizarse por mantener valores bien diversificados y con prudente liquidez. El reporte completo está disponible en www.mmgbank.com

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*Important risks: The fund is actively managed and its characteristics can vary. The fixed income securities in which the fund invests can vary in price depending on the market conditions. Among the risks of fixed income investments there exists the risk of an increase in interest rates and credit risk. Normally, when interest rates increase, the price in fixed income securities proportionally decreases. On the other hand, credit risk refers to the possibility that the bond Issuer is not able to pay the interest or initial investment creating a financial loss to the fund and consequently to the investor. Although the fund only invests in fixed income securities that are issued in US dollars, international investments imply specific risks, including but not limited to monetary fluctuations, lack of liquidity, and volatility of the investment. These types of risks are present on emerging markets investments. High Yield Bonds are more prone to fluctuations in price and the risk of the issuer not being able to repay the debt. The interested investors should consult the informative prospectus that is available in the offices of MMG Bank Corporation. This factsheet does not represent an investment recommendation in the fund.*