

MMG PANAMA ALLOCATION FUND



March 31, 2020

Monthly Commentary

- In March 2020, Panama implemented policies to combat the VOC-19 pandemic. Among these, Panama signed a regional agreement to address the crisis with members of the Central American Integration System (SICA). President Laurentino Cortizo has prioritized the health of citizens over the country's economy, which in the third quarter of 2019 fell to a minimum of almost a decade. Commercial establishments, airports were temporarily closed by decree throughout the country, except in supermarkets, pharmacies, medical centers and businesses that sell health products and fuel. During the month, the Superintendency of Banks of Panama approved a first package of temporary measures that will allow banks to modify loans to clients that have been affected by the coronavirus and allowed delays in payments of up to ninety extendable days.
- We are monitoring the potential risks: the drop in air traffic, a decrease in tourism, a decrease in cash flows, a drop in consumer spending, an increase in the unemployment rate, a decrease in ship traffic in the Canal and an impact on the banking sector.
- As mitigation, issuers and credit metrics of our positions are continually being reviewed. Those that are expected to be able to bear this paralysis given their high liquidity, balance preservation and leadership position in their respective sector, which will allow them to manage this temporary event as long-term investors.

Fund Information

General Statistics

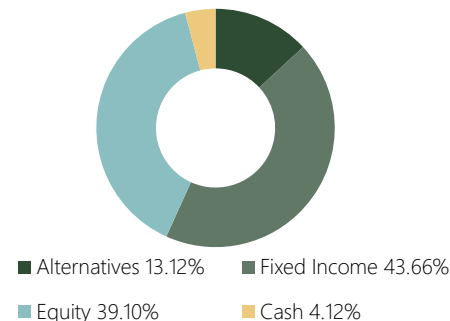
NAV: \$10.7916
 Net Assets: \$5,218,100
 Domicile: Republic of Panama
 Type of Fund: Closed end
 Inception Date: October 1, 2016
 Currency: USD
 Minimum Subscription: \$10,000
 Subscriptions: Monthly
 Redemptions: Quarterly*
 Management fee: 1.25%
 ISIN: PAL3008991B7

Fixed income
 Duration: 3.29%
 Positions: 17
 Equities and Alternatives
 Positions: 15

Additional Information

Fund Manager: MMG Asset Management ¹
 Brokerage: MMG Bank Corporation ²
 Registry Payment: MMG Bank Corporation ²
 Listing: Bolsa de Valores de Panamá
 Custodian: Latinclear

Asset Class Allocation



(*) Redemptions 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

Historic Performance

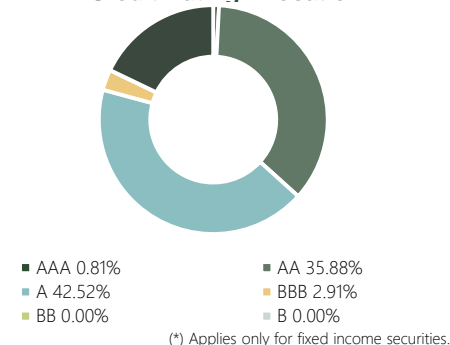
	1M	3M	6M	YTD	1YR	2YR	3YR	Since Inception	Since Inception Annualized
Total Return*	-1.81%	-1.56%	-0.29%	-1.56%	3.46%	1.70%	1.90%	7.92%	2.20%

Past performance is no guarantee of future results. The risks inherent in investing in the fund are detailed in the offering memorandum and prospectus.

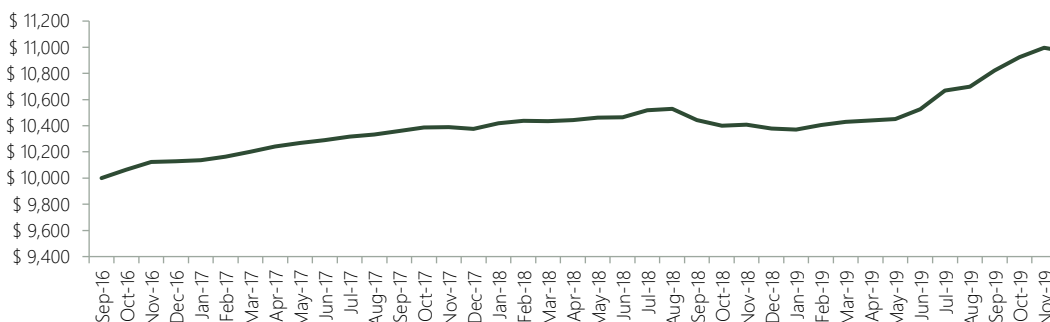
Returns are shown in USD net of fees.

*The returns are for the month end, not annualized.

Credit Rating Allocation



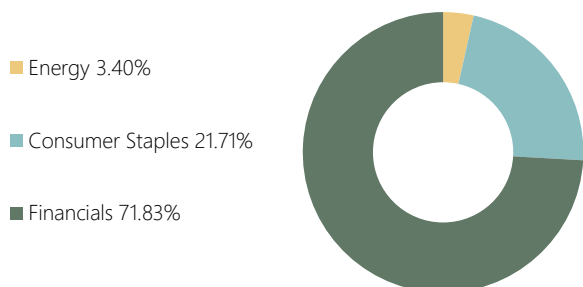
Growth of \$10,000 Invested in the MMG Panama Allocation Fund



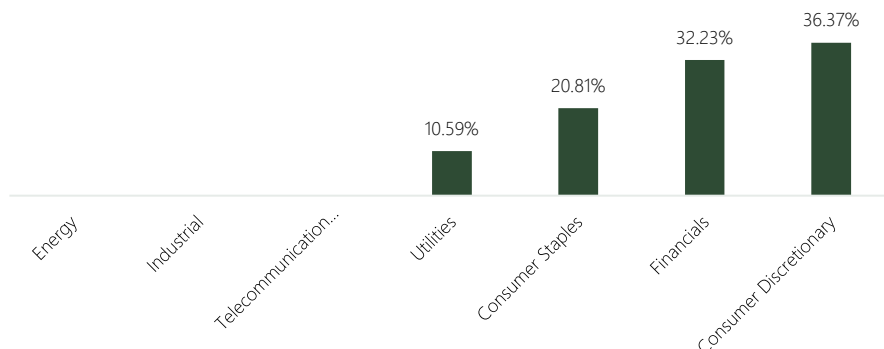
Top Issuers

Grupo Aliado SA	9.11%
Union Nacional de Empresas SA	8.49%
Corporacion de Finanzas del Pais	7.11%
Panama Real Estate Development Fund	6.66%
Cable Onda SA	6.19%
AES Panama SA	4.62%
CM Realty, S.A.	4.55%
Latinex Holding Inc	3.94%
Multibank Inc	3.83%
Prival Finance SA	3.26%

Equities and Alternatives Sector Allocation



Fixed Income Sector Allocation



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Important risks: The fund is actively managed and its characteristics can vary. The fixed income and equity securities in which the fund invests can vary in price depending on the market conditions. Among the risks of fixed income investments there is interest rates and credit risk. Credit risk involves the possibility that an issuer will not conform to its financial obligations. Fixed income securities are also sensitive to market interest rates. Equity risks are related to significant changes in the future ability of a company to continue its business transforming into permanent changes to the present value of the company's equity value. Also, economic conditions can limit the company's ability to generate free cash flow for the shareholders and its ability to pay dividends. The fund can also invest a percentage of its portfolio in instruments outside a regulated market which can generate liquidity risks to the portfolio. Interested investors should consult the prospectus available in the offices of MMG Bank Corporation. This factsheet does not represent an investment recommendation in the fund.