



Fundamenta Latam Opportunity Fund

Share Classes

BBG tickers:

- FUNLATF KY
- FUNLAOI KY
- FUNLATA KY
- FUNLAP1 KY
- FUNLAP2 KY
- FUNLABR KY
- FUNLBRO KY
- FUNLAFU US
- FUNLOMI US
- FUNLAAU US

Investment Strategy

The fund follows a strategy to invest in equity and fixed income instruments across Latin America with the objective of seeking absolute returns and a strong focus on capital preservation. The Fund has a fundamental bottom-up approach, with a strict investment process. The Portfolio Manager will actively control net exposure to seek to improve the risk profile of the portfolio.

Fund Information

- Investment Manager: Fundamenta Capital SA
- Inception Date: Sep. 1, 2017
- AUM (MM): us\$434mm
- Domicile: Cayman/Delaware
- Investment Minimum: \$100k
- Liquidity: Monthly
- Notice: 45 days
- Max Management Fee: 2.0%
- Max Performance Fee: 20%
- Administrator: Apex Fund Services Ltd.
- Auditor: Deloitte

Net Performance (USD) - Data as of August 31st, 2025 (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	LTD
2025	2.6	-1.6	-3.7	5.7	2.3	-3.2	-2.8	-0.9					-2.0	126%
2024	-0.5	2.3	3.9	-3.5	0.5	-3.4	2.0	2.9	1.4	-1.0	5.8	1.7	12.3	
2023	2.9	-1.7	-3.8	-1.9	0.1	1.5	6.5	-2.6	-1.8	-4.7	7.1	5.4	6.5	
2022	4.4	-0.1	3.7	3.1	6.4	-9.3	2.1	4.2	-2.0	5.9	-2.6	-3.8	11.5	
2021	0.1	-1.1	7.0	1.2	1.0	5.3	-1.3	1.6	-0.5	-4.1	-1.1	4.4	12.8	
2020	0.9	-3.4	-13.5	4.4	-2.2	5.9	3.0	-4.4	-0.6	-4.3	16.1	7.5	6.5	
2019	9.9	-5.2	-0.8	0.7	1.9	4.4	1.0	-5.3	-2.5	2.9	-0.9	4.0	9.5	
2018	4.3	0.9	-1.1	-1.3	1.2	-0.4	6.2	-1.2	3.1	1.4	3.2	-0.2	17.1	
2017								4.7	2.4	0.6	4.2		12.3	

All performance figures are net of all fees and expenses. For the period from September 2017 (inception) through February 2018, performance presented is for Class F (mgmt. fee of 0.50% and perf. fee of 15%). For the period March 2018 through present, performance presented is for Class I (mgmt. fee of 1.25% and perf. fee of 15%). Class F is currently hard closed. Past performance is not indicative of future results.

Monthly review

Global markets delivered gains in August but showed signs of exhaustion by month end. The S&P 500 rose to fresh records before fading, while small caps outperformed as investors rotated into healthier valuations. Trump's unprecedented pressure on the Fed should have lasting costs through a steeper curve and undermined Fed independence. The market is discounting a 25bps cut for September, but the FOMC will need to navigate carefully between a softening labor market and remaining inflationary pressures. Under this setup, the case for EM assets looks compelling given structural USD weakness dynamics. Latam countries with domestic political cycles supporting prudent policies are positioned to benefit. During August, Latam equities rebounded from July's drop, except for Argentina's double-digit collapse, which dragged our portfolio. The Fundamenta Latam Opportunity Fund posted a 0.9% loss for the month.

Argentina suffered sequential missteps that severely dented confidence and resurfaced macro fragilities. Ahead of midterm elections, the opposition opportunistically pushed laws attacking the fiscal anchor. The government, lacking necessary support in either chamber, failed to effectively negotiate additional backing to repel all the attacks. Meanwhile, imbalances accelerated. USD demand remains repressed by extremely high rates and erratic regulatory amendments, creating unsustainable dynamics. We kept our allocation through the worsening dynamics as the expected positive outcome of the election had the potential to rapidly revert them and turn investors' attention to hugely discounted asset prices. However, an alleged corruption scandal at the heart of the government severely damaged Milei's anti-establishment credibility with unpredictable electoral consequences. We significantly reduced exposure and remain opportunistic ahead of this critical juncture. If confidence is not swiftly restored post-elections, allowing a relevant rate compression, the government will be cornered into more drastic measures. Conversely, if the government regains the initiative with robust October support, equities could gap higher given depressed valuations and extremely light positioning.

Brazil's case for rate cuts has strengthened. While the 2026 presidential election remains the primary equity driver, rate cuts should support sentiment, particularly for leveraged companies. Polls and earnings will likely continue to determine the market's pulse in the near term. However, over the next 12 months, investors' valuations will gradually incorporate some probability of a regime change, making asymmetric scenarios more evident. While a continuation of a PT administration is largely discounted, a political shift can restore fiscal credibility, allowing for substantial monetary easing and triggering growth and re-rating potential.

Mexico has avoided conflicts with the US while its economy proved more resilient than year-start expectations. Though positive earnings revisions remain elusive, we maintain moderate exposure believing the overall case—light positioning, attractive valuations, and positive long-term outlook—remains intact. We hold positions in banks, consumer staples, and industrial real estate.

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¹ Mentions to the MSCI ACWI, MSCI LATAM or other indices are for reference only. The statistical data regarding the indices has been obtained from Bloomberg and the returns are calculated assuming all dividends are reinvested. These indices may be materially different from the Fundamenta Latam Opportunity Fund and have not been selected to represent an appropriate benchmark to compare to Fundamenta Latam Opportunity Fund performance, but rather are disclosed to provide a context of global markets from widely recognized indices.