

ABERDEEN CHILE FUND, INC.  
Form N-Q  
May 24, 2017

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number:	811-05770
Exact name of registrant as specified in charter:	Aberdeen Chile Fund, Inc.
Address of principal executive offices:	1735 Market Street, 32nd Floor Philadelphia, PA 19103
Name and address of agent for service:	Ms. Andrea Melia Aberdeen Asset Management Inc. 1735 Market Street, 32nd Floor Philadelphia, PA 19103
Registrant's telephone number, including area code:	1-800-522-5465
Date of fiscal year end:	December 31
Date of reporting period:	March 31, 2017

---

**Item 1. Schedule of Investments**

The schedule of investments for the three-month period ended March 31, 2017 is filed herewith.

---

Edgar Filing: ABERDEEN CHILE FUND, INC. - Form N-Q

Portfolio of Investments (unaudited)

As of March 31, 2017

Shares	Description	Industry and Percentage of Net Assets	Value (US\$)
<b>LONG-TERM INVESTMENTS 98.0%</b>			
<b>COMMON STOCKS 93.0%</b>			
<b>CHILE 93.0%</b>			
191,000	Antarchile SA	Industrial Conglomerates 2.9%	\$ 2,214,283
31,213,901	Banco de Chile	Banks 4.9%	3,744,012
36,084	Banco de Credito e Inversiones	Banks 2.6%	1,979,528
115,855,987	Banco Santander Chile	Banks 9.5%	7,252,905
1,326,977	Banmedica SA	Health Care Providers & Services 4.2%	3,195,403
1,119,250	Cencosud SA	Food & Staples Retailing 4.5%	3,429,794
285,283	Cia Cervecerias Unidas SA	Beverages 4.7%	3,549,420
1,576,732	Coca-Cola Embonor SA, Class A (a)(b)	Beverages 4.4%	3,357,164
1,165,161	Embotelladora Andina SA (b)	Beverages 5.8%	4,418,739
189,284	Empresa Nacional de Telecomunicaciones SA (c)	Wireless Telecommunication Services 3.0%	2,294,700
318,139	Empresas COPEC SA	Oil, Gas & Consumable Fuels 4.5%	3,465,479
24,975,400	Enel Americas SA	Electric Utilities 6.8%	5,204,194
22,390,000	Enel Chile SA	Electric Utilities 3.3%	2,476,939
559,034	Forus SA	Textiles, Apparel & Luxury Goods 2.9%	2,232,408
1,217,500	Inversiones Aguas Metropolitanas SA	Water Utilities 2.5%	1,912,021
2,105,000	Parque Arauco SA	Real Estate Management & Development 7.4%	5,614,397
898,583	S.A.C.I. Falabella	Multiline Retail 9.8%	7,500,504
11,658,000	Sociedad Matriz SAAM SA	Transportation Infrastructure 1.4%	1,098,180
1,681,000	Sonda SA	Information Technology Services 3.8%	2,899,510
1,854,000	Vina Concha y Toro SA	Beverages 4.1%	3,146,778
	<b>Total Common Stocks</b>		<b>70,986,358</b>
<b>PREFERRED STOCKS 5.0%</b>			
<b>CHILE 5.0%</b>			
83,650	Sociedad Quimica y Minera de Chile SA, ADR, Preferred Shares	Chemicals 3.8%	2,875,051
26,500	Sociedad Quimica y Minera de Chile SA, Class B, Preferred Shares	Chemicals 1.2%	914,423
	<b>Total Preferred Stocks</b>		<b>3,789,474</b>
	<b>Total Long-Term Investments 98.0% (cost \$55,900,296)</b>		<b>74,775,832</b>

See Notes to Portfolio of Investments.



Edgar Filing: ABERDEEN CHILE FUND, INC. - Form N-Q

Portfolio of Investments (unaudited) (concluded)

As of March 31, 2017

Shares	Description	Value (US\$)
<b>SHORT-TERM INVESTMENT 0.1%</b>		
<b>UNITED STATES 0.1%</b>		
90,402	State Street Institutional U.S. Government Money Market Fund(d)	90,402
	<b>Total Short-Term Investment 0.1% (cost \$90,402)</b>	<b>90,402</b>
	<b>Total Investments 98.1% (cost \$55,990,698) (e)</b>	<b>74,866,234</b>
	Other Assets in Excess of Liabilities 1.9%	1,476,535
	<b>Net Assets 100.0% (e)</b>	<b>\$ 76,342,769</b>

- 
- (a) Illiquid security.
  - (b) This share class contains full voting rights and no preference on dividends. The two share classes of this company are formally labeled as preferred.
  - (c) Non-income producing security.
  - (d) Registered investment company advised by State Street Global Advisors.
  - (e) See accompanying Notes to Portfolio of Investments for tax unrealized appreciation/(depreciation) of securities.

ADR American Depositary Receipt

See Notes to Portfolio of Investments.

---

Notes to Portfolio of Investments (unaudited)

March 31, 2017

### Summary of Significant Accounting Policies

#### a. Security Valuation:

The Fund values its securities at current market value or fair value, consistent with regulatory requirements. Fair Value is defined in the Fund's Valuation and Liquidity Procedures as the price that could be received to sell an asset or paid to transfer a liability in an orderly transaction between willing market participants without a compulsion to contract at the measurement date.

Equity securities that are traded on an exchange are valued at the last quoted sale price on the principal exchange on which the security is traded at the Valuation Time subject to application, when appropriate, of the valuation factors described in the paragraph below. The Valuation Time is as of the close of regular trading on the New York Stock Exchange (usually 4:00 p.m. Eastern Time). In the absence of a sale price, the security is valued at the mean of the bid/ask price quoted at the close on the principal exchange on which the security is traded. Securities traded on NASDAQ are valued at the NASDAQ official closing price. Closed-end funds and exchange-traded funds (ETFs) are valued at the market price of the security at the Valuation Time. A security using any of these pricing methodologies is determined to be a Level 1 investment.

Foreign equity securities that are traded on foreign exchanges that close prior to the Valuation Time are valued by applying valuation factors to the last sale price or the mean price as noted above. Valuation factors are provided by an independent pricing service provider approved by the Fund's Board of Directors (the Board). These valuation factors are used when pricing the Fund's portfolio holdings to estimate market movements between the time foreign markets close and the time the Fund values such foreign securities. These valuation factors are based on inputs such as depositary receipts, indices, futures, sector indices/ETFs, exchange rates, and local exchange opening and closing prices of each security. When prices with the application of valuation factors are utilized, the value assigned to the foreign securities may not be the same as quoted or published prices of the securities on their primary markets. A security that applies a valuation factor is determined to be a Level 2 investment because the exchange-traded price has been adjusted. Valuation factors are not utilized if the independent pricing service provider is unable to provide a valuation factor or if the valuation factor falls below a predetermined threshold; in such case, the security is determined to be a Level 1 investment.

Short-term investments are comprised of cash and cash equivalents invested in short-term investment funds which are redeemable daily. The Fund sweeps available cash into the State Street Institutional U.S. Government Money Market Fund; which has elected to qualify as a government money market fund pursuant to Rule 2a-7 under the 1940 Act, and has an objective to maintain a \$1.00 per share net asset value (NAV), and which objective is not guaranteed. Generally, these investment types are categorized as Level 1 investments.

## Edgar Filing: ABERDEEN CHILE FUND, INC. - Form N-Q

In the event that a security's market quotations are not readily available or are deemed unreliable (for reasons other than because the foreign exchange on which it trades closes before the Valuation Time), the security is valued at fair value as determined by the Fund's Pricing Committee, taking into account the relevant factors and surrounding circumstances using valuation policies and procedures approved and established by the Board. A security that has been fair valued by the Fund's Pricing Committee may be classified as Level 2 or Level 3 depending on the nature of the inputs.

In accordance with the authoritative guidance on fair value measurements and disclosures under accounting principles generally accepted in the United States of America ( GAAP ), the Fund discloses the fair value of its investments using a three-level hierarchy that classifies the inputs to valuation techniques used to measure the fair value. The hierarchy assigns Level 1 measurements to valuations based upon unadjusted quoted prices in active markets for identical assets, Level 2 measurements to valuations based upon other significant observable inputs, including adjusted quoted prices in active markets for similar assets, and Level 3 measurements to valuations based upon unobservable inputs that are significant to the valuation. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability, which are based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the

---

Notes to Portfolio of Investments (unaudited) (concluded)

March 31, 2017

circumstances. A financial instrument's level within the fair value hierarchy is based upon the lowest level of any input that is significant to the fair value measurement. The three-level hierarchy of inputs is summarized below:

Level 1 quoted prices in active markets for identical investments;

Level 2 other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, and credit risk); or

Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments).

The following is a summary of the inputs used as of March 31, 2017 in valuing the Fund's investments and other financial instruments at fair value. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. Please refer to the Portfolio of Investments for a detailed breakout of the security types:

Investments, at Value	Level 1	Level 2	Level 3	Total
Long-Term Investments	\$ 74,775,832	\$	\$	\$ 74,775,832
Short-Term Investment	90,402			90,402
<b>Total</b>	<b>\$ 74,866,234</b>	<b>\$</b>	<b>\$</b>	<b>\$ 74,866,234</b>

Amounts listed as - are \$0 or round to \$0.

For movements between the Levels within the fair value hierarchy, the Fund has adopted a policy of recognizing transfers at the end of each period. The utilization of valuation factors may result in transfers between Level 1 and Level 2. During the period ended March 31, 2017, securities issued by Coca-Cola Embonor SA and Embotelladora Andina SA in the amounts of \$3,357,164 and \$4,418,739, respectively, transferred from Level 2 to Level 1 because these securities were fair valued by the Fund's Pricing Committee on December 31, 2016 but not on March 31, 2017. For the period ended March 31, 2017, there were no significant changes to the fair valuation methodologies.

**b. Rights Issues and Warrants:**



Edgar Filing: ABERDEEN CHILE FUND, INC. - Form N-Q

Rights issues give the right, normally to existing shareholders, to buy a proportional number of additional securities at a given price (generally at a discount) within a fixed period (generally a short term period) and are offered at the company's discretion. Warrants are securities that give the holder the right to buy common stock at a specified price for a specified period of time. Rights issues and warrants are speculative and have no value if they are not exercised before the expiration date. Rights issues and warrants are valued at the last sale price on the exchange on which they are traded.

**c. Federal Income Taxes:**

The U.S. federal income tax basis of the Fund's investments and the net unrealized appreciation as of March 31, 2017 were as follows:

Cost	Appreciation	Depreciation	Net Unrealized Appreciation
\$ 55,990,698	\$ 21,708,457	\$ (2,832,921)	\$ 18,875,536

---

**Item 2. Controls and Procedures**

(a) The Registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the Registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the Investment Company Act of 1940 (17 CFR 270.30a3(b)) and Rule 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934 (17 CFR 240.13a-15(b) or 240.15d-15(b)).

(b) There was no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940 (17 CFR 270.30a-3(d))) that occurred during the registrant's last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

**Item 3. Exhibits**

(a) Certification of Principal Executive Officer and Principal Financial Officer of the Registrant as required by Rule 30a-2(a) under the Investment Company Act of 1940 (17 CFR 270.30a-2(a)) is attached hereto as Exhibit 99.302CERT.

---

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Aberdeen Chile Fund, Inc.

By: */s/ Christian Pittard*  
Christian Pittard,  
Principal Executive Officer of  
Aberdeen Chile Fund, Inc.

Date: May 24, 2017

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the Registrant and in the capacities and on the dates indicated.

By: */s/ Christian Pittard*  
Christian Pittard,  
Principal Executive Officer of  
Aberdeen Chile Fund, Inc.

Date: May 24, 2017

By: */s/ Andrea Melia*  
Andrea Melia,  
Principal Financial Officer of  
Aberdeen Chile Fund, Inc.

Date: May 24, 2017

---