

As of November 30, 2018

Fund Details	
Ticker Symbol	EDF
Inception Date	December 22, 2010
Monthly Distribution*	\$0.18
Market Price*	\$12.05
NAV*	\$10.58
Net Assets*	\$170,992,499
Shares Outstanding*	16,168,916

\* As of 11/30/18. Monthly distribution, market price, net asset value (NAV), net assets and shares outstanding will fluctuate.

The Net Asset Value (NAV) of a closed-end fund is the market value of the underlying investments (i.e., stocks and bonds) in the fund's portfolio, minus liabilities, divided by the total number of fund shares outstanding. However, the Fund also has a market price; the value at which it trades on an exchange. This market price can be more or less than its NAV.

Top 5 Country Weights <sup>(1)</sup>	
Argentina	12.65%
Ukraine	6.61%
Mexico	6.06%
Turkey	5.64%
South Africa	5.54%

Subject to change.

Fund Characteristics	
NAV Symbol	XEDFX
Distribution Rate on Market Price	17.93%
Distribution Frequency	Monthly
Effective Duration	2.73 yrs
Average Life	9.70 yrs
Leverage**	33.22%

### Regional Breakdown<sup>(1)</sup>



- Latin America | 35.12%
- Africa | 23.86%
- Europe | 16.39%
- Middle East | 14.28%
- Asia | 6.54%
- Cash & Equivalents / U.S. Treasuries | 3.81%

Subject to change.

### INVESTMENT OBJECTIVE

The Fund's primary investment objective is to maximize total return, which consists of income on its investments and capital appreciation. The Fund will normally invest at least 80% of its net assets (plus any borrowings made for investment purposes) in Emerging Markets Securities. "Emerging Markets Securities" include fixed income securities and other instruments (including derivatives) that are economically tied to emerging market countries that are denominated in the predominant currency of the local market of an emerging market country or whose performance is linked to those countries' markets, currencies, economies or ability to repay loans. A security or instrument is economically tied to an emerging market country if it is principally traded on the country's securities markets or if the issuer is organized or principally operates in the country, derives a majority of its income from its operations within the country or has a majority of its assets within the country. There is no assurance that the Fund will achieve its investment objective. The Fund uses leverage.

### Fund Performance as of 11/30/18

	1 Month	3 Months	6 Months	YTD	1 Year	3 Years <sup>1</sup>	5 Years <sup>1</sup>	Since Incep. <sup>1</sup>	Since Incep. <sup>2</sup>
Stone Harbor Emerging Markets Income Fund									
NAV	-0.68%	1.10%	-10.24%	-16.88%	-15.35%	4.80%	2.09%	2.21%	18.97%
Market Price	-0.09%	-5.97%	-6.02%	-12.18%	-6.89%	14.07%	5.93%	3.30%	29.43%
JPMorgan CEMBI Broad Diversified Index	-0.16%	0.19%	0.12%	-2.35%	-2.04%	4.52%	4.25%	4.70%	44.05%
JPMorgan EMBI Global Diversified Index TR	-0.42%	-1.10%	-1.51%	-5.53%	-4.84%	4.20%	4.62%	5.18%	49.38%
JPMorgan GBI-EM Global Diversified Index TR	2.81%	3.41%	-3.87%	-7.42%	-5.55%	4.66%	-1.32%	-0.01%	-0.05%

### Fund Performance as of 9/30/18

	1 Year	3 Years <sup>1</sup>	5 Years <sup>1</sup>	Since Incep. <sup>1</sup>	Since Incep. <sup>2</sup>
Stone Harbor Emerging Markets Income Fund					
NAV	-12.60%	9.01%	2.34%	2.77%	23.64%
Market Price	-10.05%	19.92%	6.13%	4.01%	35.71%
JPMorgan CEMBI Broad Diversified Index	-0.93%	5.37%	4.77%	4.91%	45.14%
JPMorgan EMBI Global Diversified Index TR	-1.92%	6.04%	5.38%	5.65%	53.32%
JPMorgan GBI-EM Global Diversified Index TR	-7.40%	5.17%	-1.68%	-0.11%	-0.84%

<sup>1</sup> Annualized. <sup>2</sup> Cumulative.

Past performance is not a guarantee of future results. Current performance may be lower or higher than the performance shown. Total return is calculated by determining the percentage change in NAV or market price (as applicable) in the specified period. The calculation assumes that all income dividends, capital gain and return of capital distributions, if any, have been reinvested as per the fund's Dividend Reinvestment Plan ("DRIP"). Performance returns are net of fees and expenses. Total return does not reflect the deduction of taxes that a shareholder would pay on Fund distributions or broker commissions or sales charges in connection with the purchase or sale of Fund shares. Investment return and principal value will vary, and shares, when sold, may be worth more or less than their original cost. Total returns for a period of less than one year are not annualized.

The J.P. Morgan CEMBI Broad Diversified tracks total returns of U.S. dollar-denominated debt instruments issued by corporate entities in emerging market countries and consists of an investable universe of corporate bonds. The minimum amount outstanding required is \$350 mm for the CEMBI Broad Diversified. The CEMBI Broad Diversified limits the weights of those index countries with larger corporate debt stocks by only including a specified portion of these countries' eligible current face amounts of debt outstanding.

The J.P. Morgan EMBI Global Diversified tracks total returns for U.S. dollar-denominated debt instruments issued by emerging markets sovereign and quasi-sovereign entities: Brady bonds, loans, and Eurobonds. The index limits the weights of those index countries with larger debt stocks by only including specified portions of these countries' eligible current face amounts outstanding. The countries covered in the EMBI Global Diversified are identical to those covered by the EMBI Global.

The J.P. Morgan GBI-EM Global Diversified consists of regularly traded, liquid fixed-rate, domestic currency government bonds to which international investors can gain exposure. The weightings among the countries are more evenly distributed within this index.

You cannot invest directly into an index. Index returns do not include the effects of sales charges or management fees.

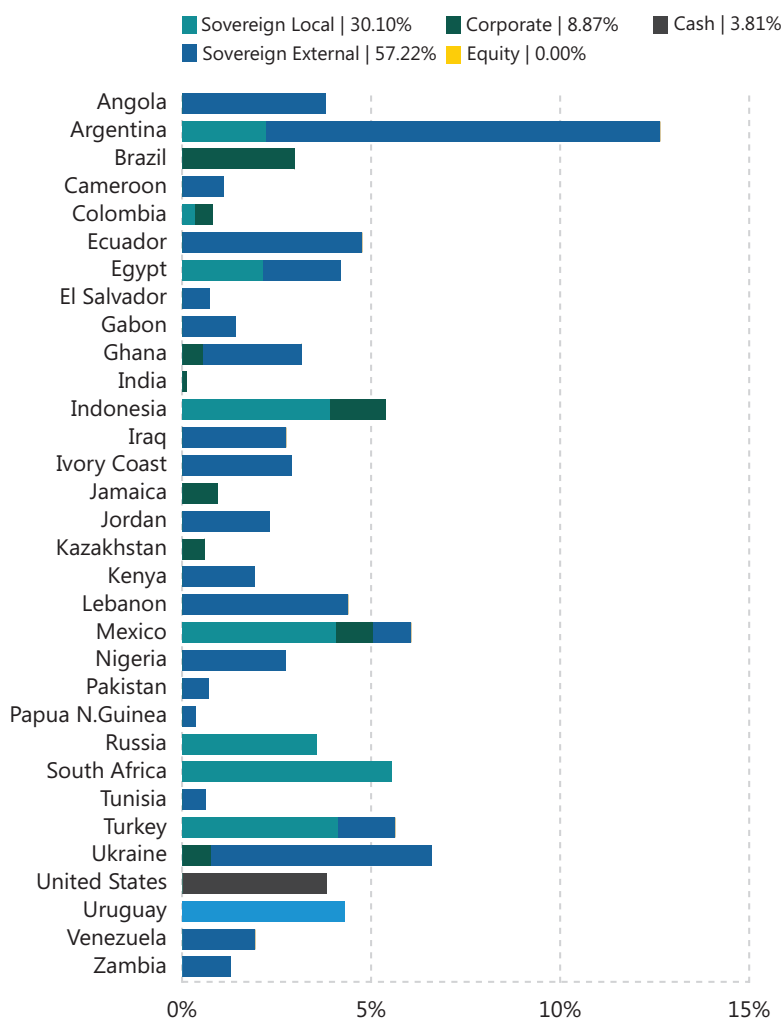
NOT FDIC INSURED | May Lose Value | No Bank Guarantee

\*\* Total Fund borrowings divided by total Fund assets including borrowings. The use of leverage results in more risk to shareholders than if leverage had not been used and can magnify the effect of any losses.

The distribution rate on market price is based on 11/30/2018 market price of \$12.05 and monthly dividend of 0.18 both of which are subject to change. Distribution payments are not guaranteed; distribution rates will vary. Current Distribution Rate is based on the Fund's current annualized monthly distribution divided by the Fund's current market price. The Fund's monthly distributions to its shareholders may be comprised of ordinary income, net realized capital gains and, if at the end of the calendar year the Fund's cumulative net ordinary income and net realized gains are less than the amount of the Fund's distributions, a return of capital for tax purposes.

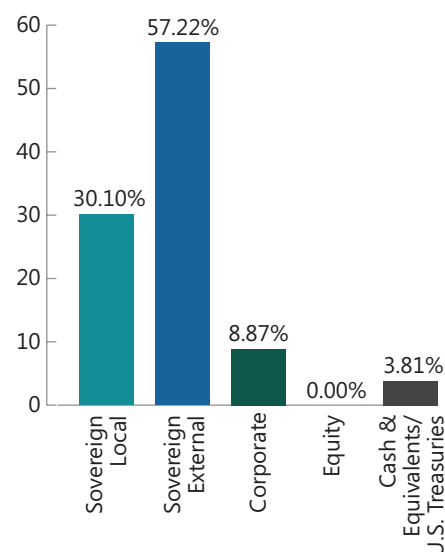
As of November 30, 2018

EDF's Security Type Allocation<sup>(1)(2)</sup>



Subject to change.

EDF's Sector Allocation<sup>(1)(2)</sup>



Subject to change.

EDF's Currency Breakdown<sup>(1)</sup>

Currency	Exposure	Tactical Hedge
Argentine Peso	2.21%	0.00%
Colombian Peso	0.32%	0.00%
Egyptian Pound	2.13%	0.00%
Indonesian Rupiah	3.89%	0.00%
Mexican Peso	4.05%	0.00%
Russian Ruble	3.56%	0.00%
Turkish New Lira	4.11%	0.00%
South African Rand	5.54%	0.00%
Uruguayan Peso	4.29%	0.00%
<b>Total</b>	<b>30.10%</b>	<b>0.00%</b>

Subject to change.

ABOUT STONE HARBOR

Stone Harbor Investment Partners LP is a global institutional fixed income investment manager, specializing in credit and asset allocation strategies. The firm's investment strategies are based on fundamental insights, derived from a combination of proprietary research and the in-depth knowledge and specialized experience of the firm's team. Based in New York, Stone Harbor employs approximately 140 people across its headquarters and offices in Chicago, London, Melbourne and Singapore. Founded in 2006, Stone Harbor is an employee-owned partnership with approximately \$26.8 billion of assets under management as of November 30, 2018.

Stone Harbor Investment Partners LP website: [www.shiplp.com](http://www.shiplp.com) | Stone Harbor Closed End Funds website: [www.shiplpcef.com](http://www.shiplpcef.com)

*There is no assurance that the Fund will achieve its investment objective. An investor should consider, among other things, the Fund's investment objective, risks, charges and expenses carefully before investing. To obtain an annual report or semi-annual report which contains the foregoing and for more complete information about the Fund, visit [www.shiplpcef.com](http://www.shiplpcef.com) or call your financial professional or 1-877-206-0791. The Fund is a closed-end fund and does not continuously offer shares.*

*RISKS: An investment in the Fund involves risks, including loss of principal. Emerging markets securities are subject to greater risks arising from political or economic instability, nationalization or confiscatory taxation, currency exchange restrictions and an issuer's unwillingness or inability to make principal or interest payments on its obligations. The Fund is "non-diversified," which means that it can invest a higher percentage of its assets in any one issuer or in a smaller number of issuers than a diversified fund. Being non-diversified may magnify the Fund's losses from adverse events affecting a particular issuer.*

*THE FUND SHOULD BE CONSIDERED AS ONLY ONE ELEMENT OF A COMPLETE INVESTMENT PROGRAM. AN INVESTMENT IN THIS FUND SHOULD BE CONSIDERED SPECULATIVE. CLOSED-END FUNDS FREQUENTLY TRADE AT A DISCOUNT TO THEIR NET ASSET VALUES.*

<sup>(1)</sup> Based on managed assets including derivative exposure. For purposes of this example, managed assets include total net assets plus any borrowings attributed to the use of reverse repurchase agreements.

<sup>(2)</sup> Allocations to quasi-sovereign debt securities (such as debt issued by government agencies, government sponsored entities, political subdivisions and supranational organizations) and to municipal debt are categorized herein with sovereign local or sovereign external debt allocations, depending on the currency of issue. Quasi-sovereign debt and municipal debt are not necessarily guaranteed or owned by the sovereign.