

ABERDEEN CHILE FUND, INC.
Form N-Q
May 21, 2013

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:	c/o 1735 Market Street, 32nd Floor Philadelphia, PA 19103
Name and address of agent for service:	Ms. Andrea Melia Aberdeen Asset Management Inc. c/o 1735 Market Street, 32nd Floor Philadelphia, PA 19103
Registrant's telephone number, including area code:	866-839-5205
Date of fiscal year end:	December 31
Date of reporting period:	March 31, 2013

Item 1: The schedule of investments for the three-month period ended March 31, 2013 is filed herewith.

Aberdeen Chile Fund, Inc.

Portfolio of Investments (unaudited)

March 31, 2013

No. of Shares	Description	Value
LONG-TERM EQUITY SECURITIES-101.4%		
AIRLINES-2.8%		
182,500	Latam Airlines Group S.A.	\$ 3,943,780
BEVERAGES-16.4%		
411,283	Cia Cervecerías Unidas S.A.	6,831,746
1,337,817	Coca-Cola Embonor S.A., PNA(a)	3,532,802
1,376,000	Embotelladora Andina S.A., PNA	7,354,231
2,847,000	Viña Concha y Toro S.A.	5,681,924
		23,400,703
CHEMICALS-9.3%		
115,650	Sociedad Quimica y Minera de Chile S.A., Class B, ADR	6,412,793
125,500	Sociedad Química y Minera de Chile S.A., PNB	6,949,213
		13,362,006
COMMERCIAL BANKS-16.3%		
37,437,781	Banco de Chile	5,899,527
2,064,559	Banco de Chile - T(b)	312,377
41,450	Banco de Crédito e Inversiones	2,951,170
198,886,987	Banco Santander Chile	14,130,889
		23,293,963
ELECTRIC UTILITIES-9.0%		
33,200,000	Enersis S.A.	12,815,270
INDEPENDENT POWER PRODUCERS & ENERGY TRADERS-2.3%		
1,850,000	Empresa Nacional de Electricidad S.A.	3,274,206
IT SERVICES-4.9%		
2,002,000	Sonda S.A.	6,997,446
MULTILINE RETAIL-11.5%		
1,364,083	S.A.C.I. Falabella	16,432,644
OIL, GAS & CONSUMABLE FUELS-10.4%		
1,021,889	Empresas COPEC S.A.	14,843,940
PAPER & FOREST PRODUCTS-9.3%		

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3,648,130	Empresas CMPC S.A.	13,292,656
REAL ESTATE MANAGEMENT & DEVELOPMENT-4.1%		
2,271,000	Parque Arauco S.A.	5,871,366
WATER UTILITIES-2.1%		
1,442,500	Inversiones Aguas Metropolitanas S.A.	3,044,088
WIRELESS TELECOMMUNICATION SERVICES-3.0%		
203,000	ENTEL Chile S.A.	4,301,103
	Total Long-Term Equity Securities (cost \$66,533,684)	144,873,171
Principal Amount (000 s)		
SHORT-TERM INVESTMENT-0.0%		
GRAND CAYMAN-0.0%		
\$ 48	Wells Fargo, overnight deposit, 0.03%, 04/01/13 (cost \$48,000)	48,000
	Total Investments-101.4% (cost \$66,581,684)	144,921,171
	Liabilities in Excess of Cash and Other Assets-(1.4)%	(1,933,964)
	Net Assets-100.0%	\$ 142,987,207

See Notes to Portfolio of Investments.

(a) Illiquid Security.

(b) Non-income producing security.

ADR American Depositary Receipts.

PNA Preferred Shares, Class A.

PNB Preferred Shares, Class B.

See Notes to Portfolio of Investments.

Aberdeen Chile Fund, Inc.

Notes to Portfolio of Investments (unaudited)

March 31, 2013

Summary of Significant Accounting Policies

(a) Security Valuation:

The Fund is required to value its securities at fair value, which is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants 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 fair 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 are valued at the market price of the security at the Valuation Time. A security using any of these pricing methodologies is determined as a Level 1 investment.

In addition, foreign equity securities that are traded on foreign exchanges that close prior to the Valuation Time are valued by applying fair valuation factors to the last sale price or the mean price as noted above. Fair valuation factors are provided by an independent pricing service provider. These factors are used when pricing the Fund's portfolio holding to estimate market movements between the time foreign markets close and the time the Fund values such foreign securities. These factors are based on inputs such as depositary receipts, indices, futures, sector indices/ETF's, exchange rates, and local exchange opening and closing prices of each security. When the fair value prices 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. Fair valuation factors are not utilized if the pricing service is unable to provide a valuation factor or if the valuation factor falls below a predetermined threshold. A security that applies a fair valuation factor is determined as a Level 2 investment because the exchange traded price has been adjusted.

In the event that a security's market quotation is not readily available or is deemed unreliable, the fair value of a security is determined by the Fund's Pricing Committee (which is appointed by the Board of Directors), taking into account the relevant factors and surrounding circumstances. A security that has been fair valued may be classified as Level 2 or 3 depending on the nature of the inputs.

In accordance with the authoritative guidance on fair value measurements and disclosures under GAAP, the Fund discloses the fair value of its investments in a 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

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based upon adjusted quoted prices in active markets for identical 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 circumstances. The three-tier 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, credit risk, etc); or

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

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 following is a summary of the inputs used as of March 31, 2013 in valuing the Fund's investments carried 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. Refer to the Portfolio of Investments for a detailed breakout of the security types:

Investments, at value	Level 1	Level 2	Level 3	Balance as of 03/31/2013
Long-Term Investments				
Other	\$ 144,873,171	\$	\$	\$ 144,873,171
Short-Term Investments		48,000		48,000
Total	\$ 144,873,171	\$ 48,000	\$	\$ 144,921,171

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. For the period ended March 31, 2013, there have been no transfers between levels and no significant changes to the fair valuation methodologies.

(b) Short-Term Investment:

The Fund sweeps available cash into a short-term time deposit available through Brown Brothers Harriman & Co. (BBH & Co.), the Fund's custodian. The short-term time deposit is a variable rate account classified as a short-term investment.

(c) Foreign Currency Translation:

Foreign currency amounts are translated into U.S. Dollars on the following basis:

- (I) market value of investment securities, other assets and liabilities at the rate of exchange at the Valuation Time; and
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Aberdeen Chile Fund, Inc.

Portfolio of Investments (unaudited) (concluded)

March 31, 2013

(II) purchases and sales of investment securities, income and expenses at the relevant rates of exchange prevailing on the respective dates of such transactions.

The Fund does not isolate that portion of gains and losses on investments in equity securities which is due to changes in the foreign exchange rates from that which is due to changes in market prices of equity securities. Accordingly, realized and unrealized foreign currency gains and losses with respect to such securities are included in the reported net realized and unrealized gains and losses on investment transactions balances.