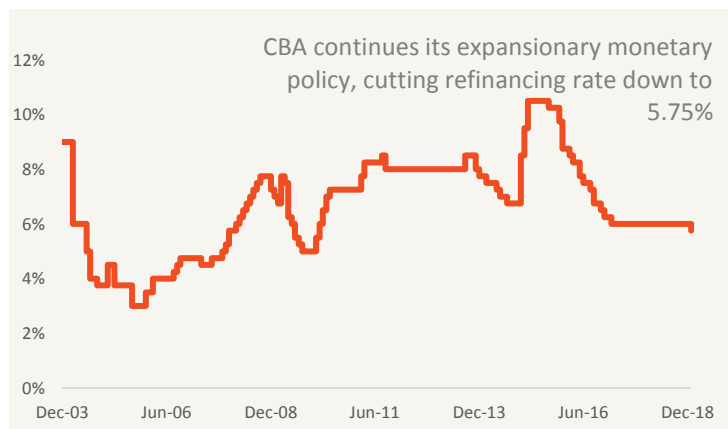


OVERVIEW

In January 2019, Glocal Profix AMD fund reported a negative return of 4.45%, the worst monthly reading since the inception of the Fund. The reason for such a decline was the latest AMD G-bond auction that took place on 15 Jan '19. At the auction, the 8-year bonds – maturing in 2027 – were traded at 9.74%, by 54bps higher than the implied yield curve rate as of that date.

It should be mentioned that the management was anticipating such an upsurge in rates. For that reason, the Fund has been reducing the duration and leverage of the portfolio during the past several months; also because of those actions the overall impact was much more benign.

On the other hand, at a meeting on 29 Jan '19 the Central Bank of Armenia decided to cut the refinancing rate by 25bps. This was the first review in more than 20 months, and the cut was in line with the CBA's expansionary monetary policy aimed at achieving a target inflation of 4% in the long-run.



Currently the refinancing rate stands at 5.75%, the lowest level since March 2010. The market reacted to the reduction accordingly, with a proportional decrease in G-bond rates. Those results will be positively reflected on the Fund's performance during February '19.

The Fund's return since inception stood at 96.68%, rounding to 44.4% if annualized.

FUND FACTS

The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

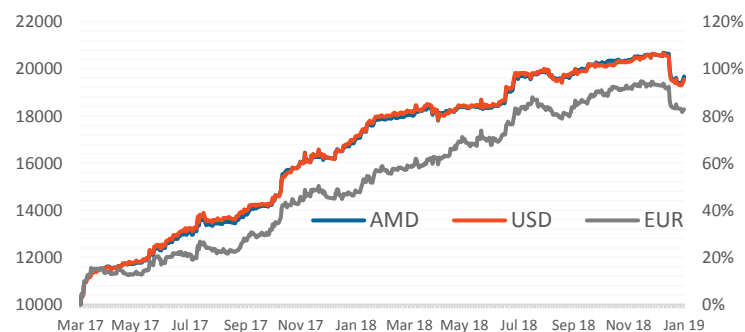
NAV 31 January 2019 **AMD 1,966.81**

Type of fund	Fixed income, non-public, open-ended
Date of 1st NAV	31 March 2017
Base currency	AMD
Holdings	Armenian Government Bonds
Refinancing instrument	Repurchase agreements
Distribution policy	Reinvesting
Target annual return	26% net to investors
Management fee	2.75% on NAV
Performance fee*	20% over a 20% hurdle return
Assets under management	AMD 3,997.43m
Net assets	AMD 1,268.53m
Auditors	Deloitte

* Performance fee is calculated and charged once on redemption date. Any return over 20% annual compounded hurdle rate is subject to performance fee deductions.

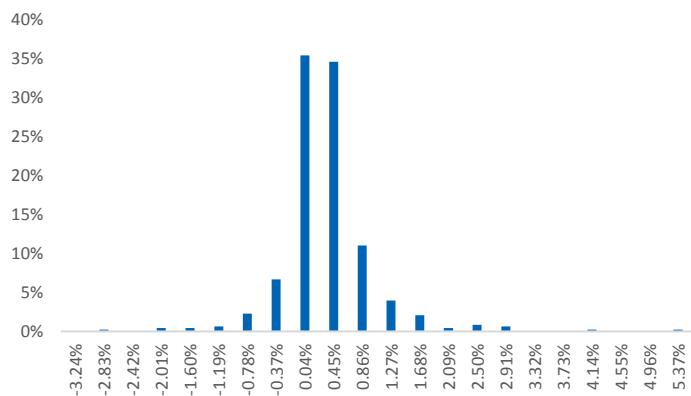
PERFORMANCE

Cumulative Performance Since Inception (per 10K)



Net of management fees, operational costs, and taxes. The investment performance in AMD is translated to hypothetical performance in USD and EUR using daily rates provided by Central Bank of Armenia.

Relative Frequency Distribution of Daily Returns



Returns to 31 Jan. 2019	AMD	USD*	EUR*
Average Monthly Returns	2.96%	2.93%	2.64%
Q2 2017	24.16%	25.04%	17.68%
Q3 2017	11.31%	11.79%	8.07%
Q4 2017	17.43%	16.05%	14.29%
Q1 2018	11.19%	12.13%	9.01%
Q2 2018	1.69%	1.23%	5.86%
Q3 2018	7.77%	7.67%	9.46%
Q4 2018	4.12%	3.57%	4.69%
Since Inception	96.68%	95.42%	82.74%
Inception Annualised	44.40%	43.90%	38.75%
January 2019	-4.45%	-5.08%	-5.39%

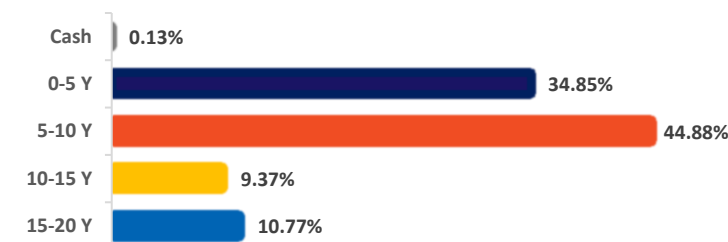
*The investment performance in AMD is translated to hypothetical performance in USD and EUR using daily rates provided by Central Bank of Armenia

Statistical data

Average YTM	10.09%		
Average Coupon	10.31%		
Modified duration	4.50		
Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.06%	3.07%	3.63%
Sharpe Ratio (annualized)	2.41	2.37	1.72
% Gain Periods	58.13%	57.29%	51.67%
Value at Risk – 95% (monthly)	-2.07%	-2.12%	-3.33%

As of Jan. 2019, the weighted average yield to maturity of the portfolio stood at 10.09 % per annum. The weighted average repo rate equalled to 6.39%, while Financial leverage increased to 3.15 from 2.96 a month ago.

Portfolio maturity breakdown as of January 31, 2019



Government bonds with maturity of 5-10 years comprise 44.88% of portfolio's total assets; 0-5 years represent 34.85% of portfolio.

DISCLAIMER

The data, views and forecasts in this document is for information purposes only and shall not be regarded as an offer, solicitation or recommendation for an investment. PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS. All investments involve risks including the risk of possible loss of principal. The market value of a Fund's portfolio may decline as a result of a number of factors, including adverse economic and market conditions, prospects of securities in the portfolio, changing interest rates, and real or perceived adverse competitive industry conditions. The Fund invests in securities and other investments that may be illiquid, which hold the risk that the securities will not be able to be sold at the time desired by the Fund. The Armenian securities markets have substantially less trading volume than the securities markets of OECD countries. Additionally, the capitalization of the Armenian securities markets is highly concentrated. This combination of lower volume and greater concentration in the Armenian securities markets may create a risk of greater price volatility than in the securities markets of developed economies.

The views and forecasts contained herein are those of the GLOCAL team based on information that they believe to be reliable. These opinions may change over time.

The investment performance in AMD is translated to USD and EUR using historical daily rates provided by Central Bank of Armenia. The translation is carried to illustrate the hypothetical performance of the investment in latter foreign currencies. It does not incorporate expenses associated with bid/ask spread and assumes single exchange rate for any period.