

## OVERVIEW

Glocal Profix USD fund performed 4.05% in February 2020. Macroeconomic review for January reported an impressive start of the year for Armenian economy with an 8.9% increase of national GDP over the same period last year.

The growth predominantly came from industry, services and trade, which went up by 13.4%, 13.4% and 10.3% y/y, respectively. Construction volume moved up by 7.7% y/y, while electricity production expanded by 18.7% y/y. In January, total volume of exported goods amounted to USD 173.8mln – a remarkable increase of 20.4% y/y. Upsurge of imports was modest – 2.2% y/y – rounding to USD 305.2mln.

In February CPI contracted by 0.5%. The Central Bank of Armenia purchased another USD 20mln at average exchange rate of AMD 478.62, thus bringing YTD volume of total purchases up to USD 57.8mln.

Main refinancing rate was kept unchanged at 5.5%. During February, Armenian dram remained stable against USD and depreciated against EUR – standing at 478.60 and 528.57, respectively.

The Fund's return since inception stood at 36.30%, rounding to 13.26% if annualized.

## FUND FACTS

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

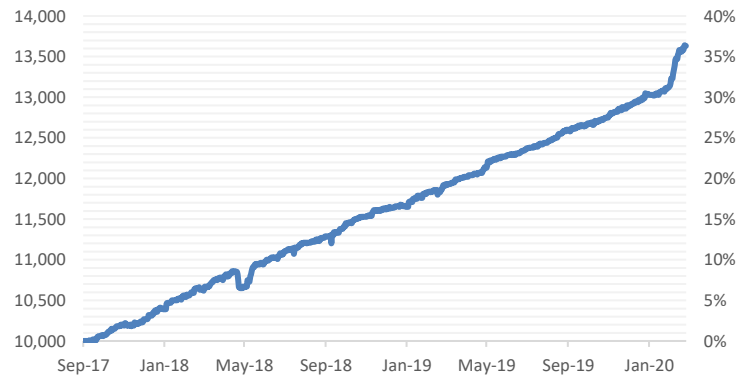
**NAV 29 February 2020 USD 13.63**

Type of fund	Fixed income, non-public, open-ended
Date of 1st NAV	1 September 2017
Base currency	USD
Holdings	Corporate Bonds
Refinancing instrument	Repurchase agreements
NAV Calculation	Daily
Expected target return	10% net to investors
Management fee	1.0% on NAV
Performance fee*	10% over a 10% hurdle return
Tax rate	0.01% of NAV
Initial investment, min.	USD 50,000
Subsequent investments, min.	USD 25,000
Distribution policy	Reinvesting
Unit custodian	Armenbrok Investment Company
Assets under management	USD 4.62m
Net assets	USD 1.60m
Auditors	Deloitte

\*Performance fee is calculated and charged once on redemption date. Any return over 10% annual compounded hurdle rate is subject to incentive fee deductions

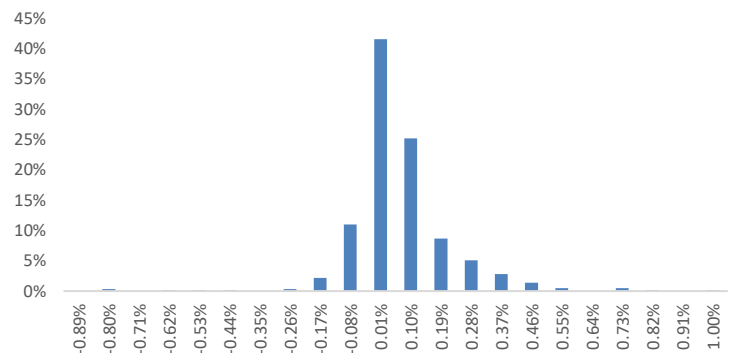
## PERFORMANCE

### Cumulative Performance Since Inception (per \$10K)



Net of management fees and operational costs and taxes.

### Relative Frequency Distribution of Daily Returns



### Returns to 29 February 2020

Average Monthly Returns	1.00%
Q4 2017	3.38%
Q1 2018	3.65%
Q2 2018	2.60%
Q3 2018	2.89%
Q4 2018	2.46%
Q1 2019	3.00%
Q2 2019	2.75%
Q3 2019	2.51%
Q4 2019	3.08%
Since Inception	36.30%
Inception Annualized	13.26%
<b>February 2020</b>	<b>4.05%</b>

### Risk Measures

Standard Deviation of Returns (monthly)	0.68%
Sharpe Ratio (annualized)	4.49
Largest Drawdown	-1.93%
% Gain Periods	81.33%
Value at Risk (parametric) – 95% (monthly)	-0.11%
Value at Risk (historical) – 95% (daily)	-0.10%
Conditional Value at Risk – 95% (daily)	-0.25%

## Portfolio Allocation breakdown as of February 29, 2020

By Sector	
Banks	57.65%
Other Financial Institutions	25.62%
Real Sector	16.44%
Cash	0.29%
By Currency	
USD	92.46%
AMD	7.54%

Weighted by fair value

Total portfolio was by 92.45% comprised by USD denominated corporate bonds. The remaining part of portfolio was allocated to AMD denominated bonds and cash – 7.26% and 0.29%, respectively.

### Statistical data

Average YTM	6.26 %
Average Coupon	6.31 %
Average Maturity	1.57 Years

## 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.