

OVERVIEW

In August 2022, Glocal Profix AMD Fund reported a remarkable return of 3.17%, improving the year-to-date return to the level of -1.32%. The Fund's return since inception went up to 214.52% or 23.52% if annualized.

The Armenian economy remained on the remarkable growth track in July 2022, as well, with an impressive 19.4% y/y upsurge of the GDP, bringing the 7M figure up to 13.1% y/y. In July, double-digit growth rates were reported for almost all major sectors of the economy. Services went up by 30.6% y/y, trade turnover increased by 21.3% y/y, construction works expanded by 16.8% y/y, while industrial output surged by 13.7% y/y.

The growth of the external trade for the first seven months of the year stood at 47.7% y/y. During that period, exports rose by remarkable 43.9% y/y to USD 2,358.9mln, while imports increased by 50.1% to USD 3,998.8mln. Faster growth of imports translated into the widening of the foreign trade deficit by USD 615.1mln y/y to USD 1,639.9mln.

The CPI went up by 9.3% y/y and 9.1% y/y in July and August, respectively. After the hike in the beginning of August, the refinancing rate was kept unchanged at 9.50%. In August, the CBA purchased USD 81.3mln at an average exchange rate of AMD 404.86. As of the end of August, the Armenian Dram appreciated against both USD and EUR, standing at AMD 404.56 and AMD 403.63, respectively.

During the previous month, the Ministry of Finance of Armenia allocated bonds with a total volume of AMD 23.6bln and bought back bonds with a total volume of AMD 4.7bln. During the month, the yield of 10-year AMD-denominated Government bonds contracted by 0.06pps m/m to 11.34%.

FUND FACTS

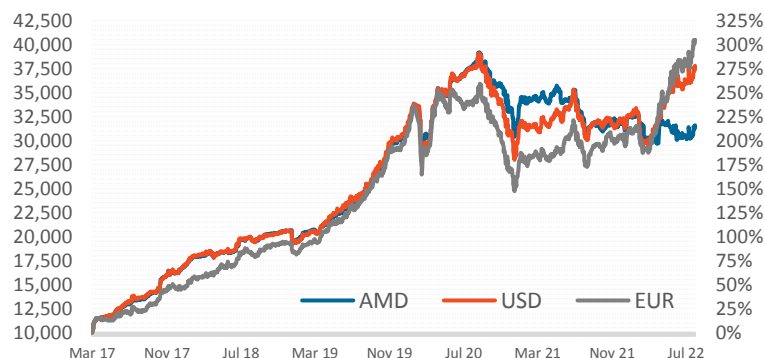
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 31 August 2022	AMD 3,145.15
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 14,536.22m
Net assets	AMD 2,911.74m
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.

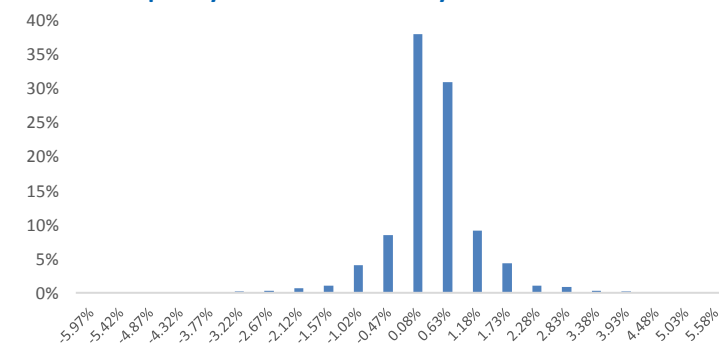
PERFORMANCE

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 August 2022	AMD	USD*	EUR*
Average Monthly Returns	1.70%	1.97%	2.08%
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%
Q1 2019	0.46%	-0.09%	2.00%
Q2 2019	9.09%	11.23%	9.52%
Q3 2019	11.17%	11.44%	16.17%
Q4 2019	19.79%	18.86%	15.90%
Q1 2020	0.94%	-4.02%	-2.02%
Q2 2020	19.78%	25.27%	22.67%
Q3 2020	4.17%	2.88%	-1.54%
Q4 2020	-11.67%	-17.45%	-21.23%
Q1 2021	2.47%	0.82%	5.46%
Q2 2021	-0.26%	6.85%	5.37%
Q3 2021	-7.27%	-5.03%	-2.60%
Q4 2021	0.57%	1.43%	4.06%
Q1 2022	-4.94%	-6.07%	-4.34%
Q2 2022	0.28%	19.66%	27.67%
Since Inception	214.52%	276.17%	304.83%
Inception Annualised	23.52%	27.66%	29.40%
August 2022	3.17%	3.98%	6.71%

*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

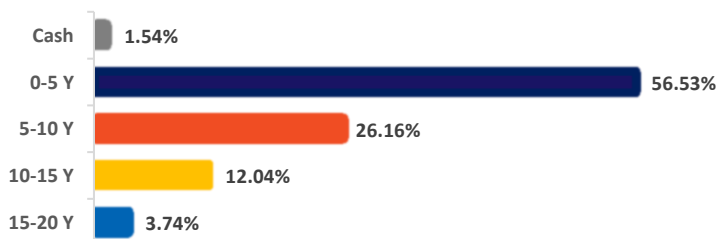
Average YTM	10.59%
Average Coupon	9.52%
Modified Duration of Bond Portfolio	4.30

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.71%	3.88%	4.30%
Sharpe Ratio (annualized)	0.70	0.91	0.91
% Gain Periods	54.24%	55.02%	51.91%
Value at Risk (parametric) – 95% (monthly)	-4.40%	-4.42%	-4.99%
Value at Risk (historical) – 95% (daily)	-1.14%	-1.15%	-1.27%
Conditional Value at Risk – 95% (daily)	-1.90%	-1.97%	-2.02%
Largest Drawdown	-24.42%	-28.40%	-31.31%

As of 31 August 2022, the weighted average yield to maturity dropped by 0.17pps m/m to 10.59% per annum. Disregarding the factor of cash, the figure is 10.76%. The weighted average AMD borrowing rate of the Fund went up by 0.24pps m/m to 10.36%; the same for USD remained unchanged at 2.50%.

Compared to July, financial leverage slightly increased to 5.0x from 4.9x.

Portfolio maturity breakdown as of 31 August 2022



The Fund's total portfolio comprised 56.53% of assets with maturity of 0-5 years. Another 26.16% was allocated in Government bonds with maturity of 5-10 years. In this group, Eurobonds issued by the Government of Armenia were included, as well.

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.