

OVERVIEW

In June 2021 Glocal Profix AMD Fund reported a negative return of 2.92%. This reduced the year-to-date figure to 2.21%. The since-inception return of the Fund decreased to 241.72% or 33.48% annualized.

Armenian economy remained on the two-digit growth path in May 2021. The GDP went up by 10.9% y/y pushing the 5M figure up to 4.3% y/y. The main drivers of growth were trade and services which expanded by impressive 17.6% and 17.3% y/y, respectively. Industry grew by 7.9% y/y. Construction growth was modest at 0.5% y/y. Average monthly nominal wages increased by 7.9% y/y. CPI went up by 5.9% y/y.

A remarkable growth was reported for external trade – 35.3% y/y. Exports increased by 36.7% y/y, while imports surged by 34.5%. Turning to the 5M figures, exports expanded faster than imports – 20.8% y/y vs 6.7% y/y. As a consequence, foreign trade deficit narrowed by 9.7% y/y to USD 694.9mln.

In June, in light of the lingering inflation pressure, the Board of the Central Bank of Armenia decided to increase the refinancing rate by another 50bps to 6.5%. During the month the CBA intervened the FX market by purchasing USD 7mln at average exchange rate of AMD 495.75. As of the end of the month, the Armenian Dram appreciated against both USD and EUR, standing at AMD 495.86 and AMD 589.68, respectively.

The Ministry of Finance of Armenia allocated Government bonds with a total volume of AMD 16bln in June. During the month, the yield of 10-year AMD-denominated Government bonds went up by 0.31pps m/m to 9.15%.

FUND FACTS

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

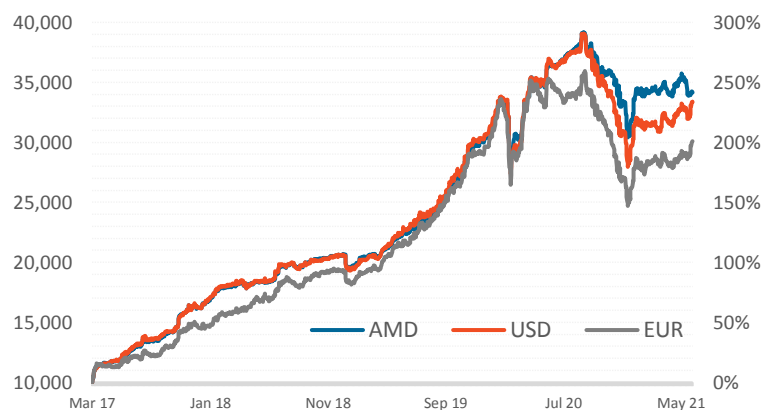
NAV 30 June 2021 **AMD 3,417.19**

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 10,520.01m
Net assets	AMD 3,084.76m
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.

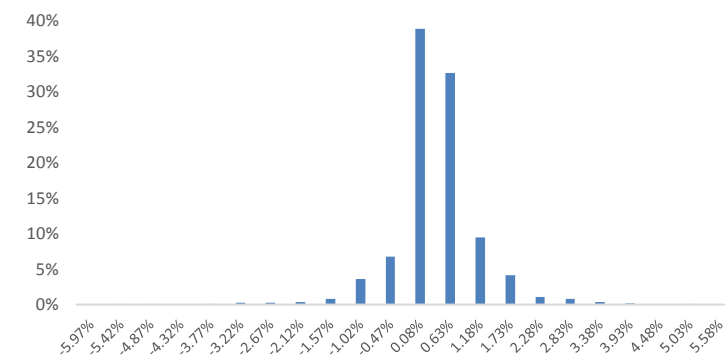
PERFORMANCE

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 30 June 2021	AMD	USD*	EUR*
Average Monthly Returns	2.33%	2.28%	2.09%
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%
Since Inception	241.72%	233.46%	201.07%
Inception Annualised	33.48%	32.72%	29.57%
June 2021	-2.92%	1.93%	4.47%

*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

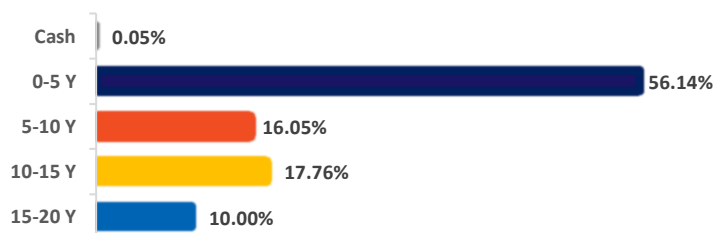
Average YTM	9.32%
Average Coupon	9.27%
Modified Duration of Bond Portfolio	4.73

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.64%	3.78%	4.21%
Sharpe Ratio (annualized)	1.50	1.41	1.10
% Gain Periods	56.36%	56.00%	51.04%
Value at Risk (parametric) – 95% (monthly)	-3.66%	-3.93%	-4.85%
Value at Risk (historical) – 95% (daily)	-1.06%	-1.07%	-1.22%
Conditional Value at Risk – 95% (daily)	-1.85%	-1.89%	-1.82%
Largest Drawdown	-22.47%	-28.40%	-31.31%

As of 30 June 2021, the weighted average yield to maturity increased by 0.17pps m/m to 9.35% per annum. At the same time, the Fund's weighted average AMD borrowing rate increased by 0.23pps m/m to 7.63%.

Financial leverage dropped to 3.41x from 3.87x in May.

Portfolio maturity breakdown as of 30 June 2021



The Fund's total portfolio comprised 56.14% of assets with maturity of 0-5 years. Another 16.05% was allocated to Government bonds with maturity of 5-10 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.

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.