

OVERVIEW

Glocal Eurobonds Fund closed November 2022 with a negative return of 1.75%. This brought the year-to-date return of the Fund down to 5.95%. The annualized since-inception return of the Fund decreased to 21.79%.

The Armenian economy sustained its impressive performance in October 2022, as well, which translated into a 17.5% y/y growth of the GDP. The reading for 10M increased to 14.5% y/y. Turning to the sectoral numbers, services were the main driver of the economic growth in October, with a respective y/y rate of 34.9%. Trade surged by 23.1% y/y, while construction works expanded by 15.1% y/y. The growth of industry stood at 9.7% y/y.

During the first 10 months of the year the external trade expanded by 66.4% y/y, with exports up by 71.2% y/y to USD 4,129.4mln and imports up by 63.5% y/y to USD 6,755.8mln. Consequently, the trade deficit widened by USD 906.4mln y/y to USD 2,626.4mln.

The CPI went up by 8.8% y/y in November. During the month the Central Bank of Armenia kept the refinancing rate unchanged at 10.50%. Throughout the same period, the CBA purchased USD 114.1mln at an average exchange rate of AMD 394.76. As of the end of November, the Armenian Dram appreciated against USD and depreciated against EUR, standing at AMD 394.87 and AMD 408.89, respectively.

FUND FACTS

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

NAV 30 November 2022 USD 105.95

Type of fund	Fixed income, non-public, open-ended
Date of 1st NAV	16 August 2022
Base currency	USD
Holdings	Government and corporate Eurobonds and Bonds, bank deposits and cash
Refinancing instrument	Repurchase agreements
NAV Calculation	Daily
Management fee	1.0% on NAV
Performance fee*	10%
Tax rate	0.01% of NAV
Initial investment, min.	USD 100,000
Distribution policy	Reinvesting
Unit custodian	Armbrok Investment Company
Assets under management	USD 6,291.07k
Net assets	USD 539.62k

* Calculated and deducted at the end of each year following the placement of units, and if they are redeemed before the settlement date, upon redemption.

PERFORMANCE

Cumulative Performance Since Inception (per \$10K)



Net of management fees and operational costs and taxes.

Returns to 30 November 2022

Average Monthly Returns	1.58%
Since Inception	5.95%
Inception Annualized	21.79%
November 2022	-1.75%

Risk Measures

Standard Deviation of Returns (monthly)	5.76%
% Gain Periods	46.75%
Value at Risk (parametric) – 95% (monthly)	-7.90%

Portfolio Allocation breakdown as of 30 November 2022

By Sector	
Banking Sector	00.00%
Eurobonds	6.15%
Cash	93.85%
By Currency	
USD	97.95%
AMD	2.05%

Weighted by fair value

The Fund's total portfolio comprised 93.85% of cash with the remaining 6.15% allocated in Eurobonds.

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.