

OVERVIEW

In December 2022, Glocal Profix USD Fund generated a positive return of 2.78% pushing the year's total up to 11.80%. The Fund's return since inception increased to 84.80% or 12.22% annualized.

The Armenian economy continued its double-digit growth in November 2022. In particular, the GDP of the country went up by a remarkable 13.8% y/y bringing the 11M figure up to 14.4% y/y. During the month, services and trade were the main sectors behind the economic growth: +30.9% y/y and +22.1% y/y, respectively. Construction works increased by 11.3% y/y, while the industrial output slightly dropped by 2.3% y/y.

The growth of the external trade for the first 11 months of the year stood at 67.8% y/y. During that period exports increased by 75.20% y/y to USD 4,749.2mln, while imports were up by 63.6% y/y to USD 7,739.8mln. Consequently, the trade deficit widened by USD 970.4mln y/y to USD 2,990.6mln.

The CPI went up by 8.3% y/y in December. Given the continued inflation pressure, especially coming from the external markets, the Central Bank of Armenia increased the refinancing rate by 0.25pps to 10.75%. Throughout the same period, the CBA purchased USD 57.9mln at an average exchange rate of AMD 393.50. The respective annual volume amounted to USD 573.8mln. As of the end of December, the Armenian Dram appreciated against USD and depreciated against EUR, standing at AMD 393.57 and AMD 420.06, respectively.

FUND FACTS

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

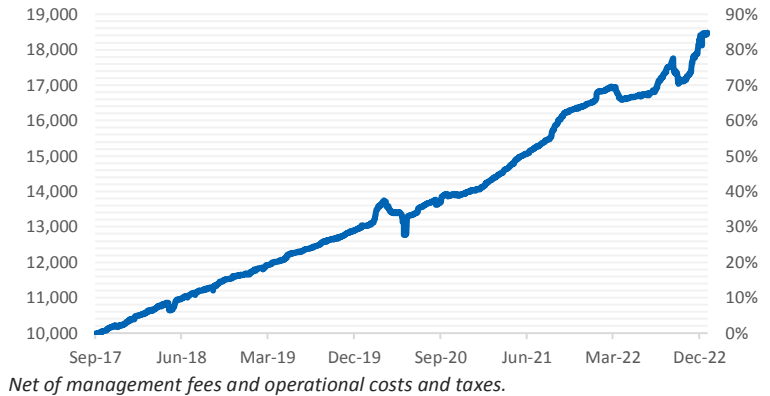
NAV 31 December 2022 USD 18.48

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	2.0% on NAV
Performance fee*	10% over a 7% 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	Armbrok Investment Company
Assets under management	USD 5.67m
Net assets	USD 1.87m
Auditors	Deloitte

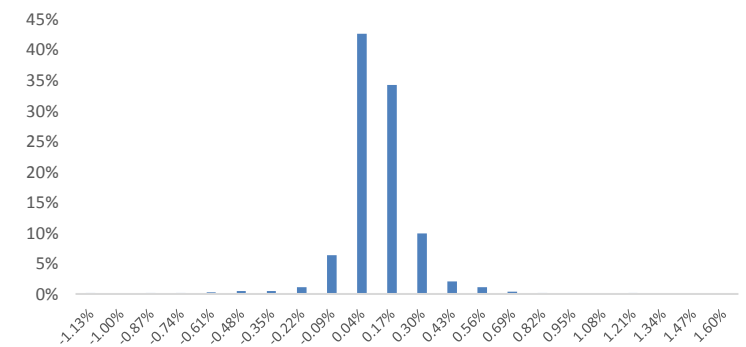
*Performance fee is calculated and charged once on redemption date. Any return over 10% annual compounded hurdle rate is subject to incentive fee deductions

PERFORMANCE

Cumulative Performance Since Inception (per \$10K)



Relative Frequency Distribution of Daily Returns



Returns to 31 December 2022

Average Monthly Returns	0.93%
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%
Q1 2020	2.91%
Q2 2020	0.97%
Q3 2020	2.44%
Q4 2020	1.30%
Q1 2021	4.05%
Q2 2021	4.10%
Q3 2021	6.30%
Q4 2021	2.10%
Q1 2022	0.42%
Q2 2022	1.02%
Q3 2022	1.91%
Q4 2022	8.13%
Since Inception	84.80%
Inception Annualized	12.22%
December 2022	2.78%

Risk Measures	
Standard Deviation of Returns (monthly)	0.96%
Sharpe Ratio (annualized)	2.28
Largest Drawdown	-7.06%
% Gain Periods	80.48%
Value at Risk (parametric) – 95% (monthly)	-0.64%
Value at Risk (historical) – 95% (daily)	-0.16%
Conditional Value at Risk – 95% (daily)	-0.38%

Portfolio Allocation breakdown as of 31 December 2022

By Sector	
Banks	58.21%
Other Financial Institutions	5.42%
Eurobonds	36.28%
Cash	0.09%
By Currency	
USD	99.98%
AMD	0.02%

Weighted by fair value

The Fund's total portfolio comprised 99.91% of USD-denominated corporate bonds. The remaining part is allocated in cash: 0.09%.

The financial leverage ratio remained unchanged at 3.0x relative to the previous month.

Statistical data

Average YTM (Total portfolio)	6.32%
Average YTM (USD Bond portfolio)	6.32%
Average Coupon	5.73%
Average Maturity	2.03 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.