

OVERVIEW

Glocal Profix AMD Fund generated a negative return of 9.16% in September 2022, pushing the year-to-date figure down to negative 10.36%. The since-inception return of the Fund went down to 185.70% or 21.00% annualized.

The impressive performance of the Armenian economy continued in August 2022, as well, translating into an 18.5% y/y GDP growth. The 8M figure increased by 13.9% y/y. In August, almost all major sectors of the economy expanded by double-digit rates. Services rose by 25.1% y/y, industrial output expanded by 23.3% y/y, while trade grew by 20.0% y/y. Construction growth stood at 16.3% y/y.

During the first eight months of the year the external trade increased by 56.2% y/y. Particularly, exports were up by 52.9% y/y to USD 2,923.3mln, while imports went up by 58.2% y/y to USD 4,900.0mln. Consequently, as a result of a faster growth in imports, the foreign trade deficit widened by USD 791.3mln y/y to USD 1,185.4mln.

In September, the CPI increased by 9.9% y/y. Given the persistence of the inflation pressure, the Central Bank of Armenia made another 0.5pps hike in the refinancing rate, increasing it to 10.00%. During the month, the CBA purchased USD 55mln at average exchange rate of AMD 404.63. As of the end of September, the Armenian Dram depreciated against USD and appreciated against EUR, standing at AMD 405.65 and AMD 396.08, respectively.

The Ministry of Finance of Armenia allocated bonds with a total volume of AMD 22.1bln and bought back bonds with a total volume of AMD 578mln in September. During the month, the yield of 10-year AMD-denominated Government bonds increased by 0.45pps m/m to 11.79%.

FUND FACTS

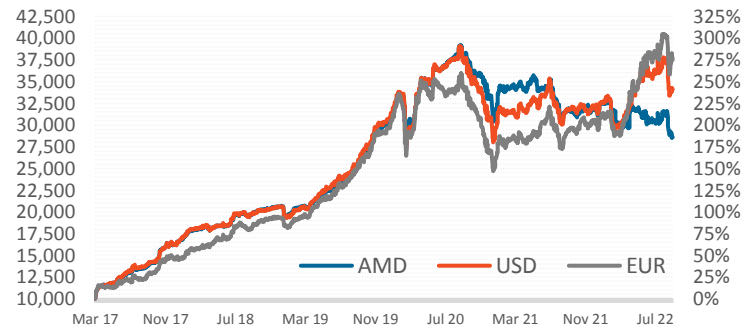
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 30 September 2022	AMD 2,857.02
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 11,847.60m
Net assets	AMD 2,516.42m
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.

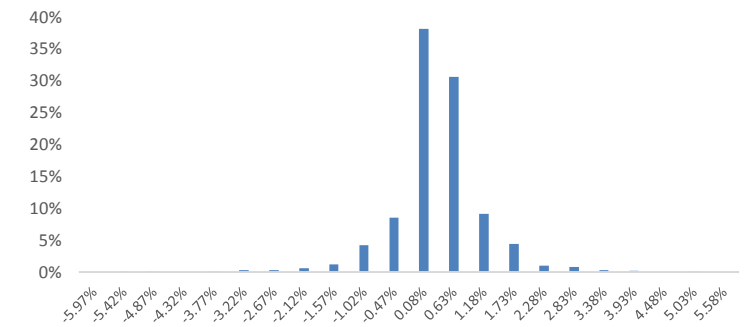
PERFORMANCE

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 September 2022	AMD	USD*	EUR*
Average Monthly Returns	1.54%	1.79%	1.93%
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%
Q3 2022	-5.96%	-5.60%	0.56%
Since Inception	185.70%	240.79%	274.75%
Inception Annualised	21.00%	24.94%	27.11%
September 2022	-9.16%	-9.41%	-7.43%

*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

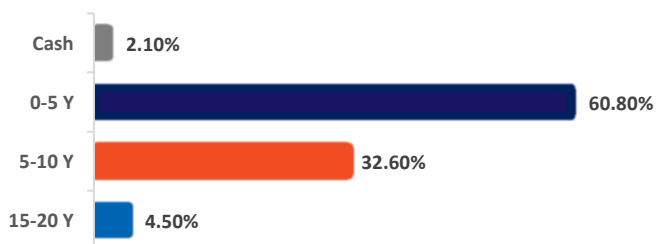
Average YTM	10.56%
Average Coupon	9.23%
Modified Duration of Bond Portfolio	4.06

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.74%	3.93%	4.33%
Sharpe Ratio (annualized)	0.53	0.74	0.78
% Gain Periods	53.76%	54.67%	51.53%
Value at Risk (parametric) – 95% (monthly)	-4.62%	-4.67%	-5.19%
Value at Risk (historical) – 95% (daily)	-1.16%	-1.18%	-1.31%
Conditional Value at Risk – 95% (daily)	-1.95%	-2.05%	-2.06%
Largest Drawdown	-24.42%	-28.40%	-31.31%

As of 30 September 2022, the weighted average yield to maturity decreased by 0.03pps m/m standing at 10.56% per annum. Disregarding the factor of cash, the figure is 10.79%. The weighted average AMD borrowing rate of the Fund increased by 0.48pps m/m to 10.84%; the same for USD remained unchanged at 2.50%.

In September, financial leverage dropped to 4.7x from 5.0x in previous month.

Portfolio maturity breakdown as of 30 September 2022



The Fund's total portfolio comprised 60.80% of assets with maturity of 0-5 years. Another 32.60% was allocated in Government bonds with maturity of 5-10 years (including Eurobonds issued by the Government of Armenia).

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.