

OVERVIEW

In September 2021, Glocal Profix USD Fund continued its impressive performance by generating a positive return of 2.60%. The year-to-date figure went up to 15.15%, while since-inception return rose to 61.90% or 12.55% if annualized.

Armenian economy remained on a positive growth path in August 2021 with a 2.3% y/y increase of the GDP. The growth, predominantly driven by services, went up by impressive 10.8% y/y. Trade rose by 5.0% y/y, while construction works expanded by 2.3% y/y. Conversely, industrial output contracted by 5.2% y/y.

A slight decrease was reported for external turnover, 0.1% y/y, mainly attributed to the 7.3% decline in imports. Exports, on the other hand, went up by a remarkable 13.9% y/y. Turning to the 8M figures, exports increased by 21.8% to USD 1,912mln, while imports rose by 7.7% to USD 3,090.6mln narrowing the trade deficit by 9.3% y/y to USD 1,178.6mln.

The CPI went up by 8.8% y/y in August. Taking into consideration high inflation risks, in September, the Board of the Central Bank of Armenia decided to increase the main refinancing rate by 25bps to 7.25%.

In September, to prevent the further appreciation of AMD, the CBA purchased from banks USD 10mln at an average exchange rate of AMD 487.67. As of the end of September, the Armenian Dram appreciated against both USD and EUR, standing at AMD 484.20 and AMD 561.43, respectively.

FUND FACTS

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

NAV 30 September 2021	USD 16.19
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	1.0% on NAV
Performance fee*	10% over a 10% 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	Armenbrok Investment Company
Assets under management	USD 6.01m
Net assets	USD 2.13m
Auditors	Deloitte

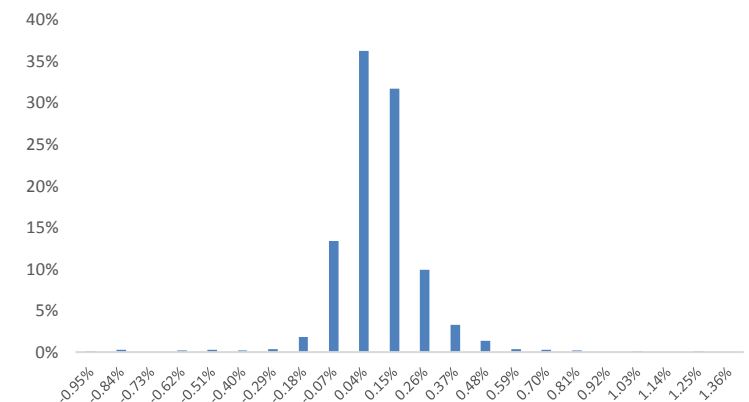
*Performance fee is calculated and charged once on redemption date. Any return over 10% annual compounded hurdle rate is subject to incentive fee deductions

PERFORMANCE

Cumulative Performance Since Inception (per \$10K)



Relative Frequency Distribution of Daily Returns



Returns to 30 September 2021

Average Monthly Returns	0.95%
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%
Since Inception	61.90%
Inception Annualized	12.55%
September 2021	2.60%

Risk Measures	
Standard Deviation of Returns (monthly)	0.95%
Sharpe Ratio (annualized)	3.07
Largest Drawdown	-7.06%
% Gain Periods	82.02%
Value at Risk (parametric) – 95% (monthly)	-0.60%
Value at Risk (historical) – 95% (daily)	-0.15%
Conditional Value at Risk – 95% (daily)	-0.34%

Portfolio Allocation breakdown as of 30 September 2021

By Sector	
Banks	73.91%
Other Financial Institutions	17.72%
Real Sector	8.27%
Cash	0.10%
By Currency	
USD	92.95%
AMD	7.05%

Weighted by fair value

The Fund's total portfolio comprised 92.90% of USD-denominated corporate bonds. The remaining part is allocated in AMD-denominated bonds and cash: 7.00% and 0.10%, respectively.

Financial leverage dropped to 2.82x from 2.95x a month ago.

Statistical data

Average YTM	5.84 %
Average Coupon	5.91 %
Average Maturity	1.20 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.