

## OVERVIEW

In May 2021, Glocal Profix USD Fund reported a positive return of 1.07% moving the year-to-date return of the Fund up to 7.04%. Since-inception return of the Fund increased to 50.50%, or 11.55% if annualized.

In April the growth of Armenian economy accelerated to impressive 23.2% y/y, thus moving 4M growth up to 2.6% y/y. All main sectors of the national economy reported two-digit growth rates in April. Particularly, industry increased by 16.9% y/y, trade went up by 47.8% y/y, while services expanded by 15.4% y/y. The highest rate was achieved in the construction – 87.7% y/y.

Average monthly nominal wages increased by 8.0% y/y. CPI went up by 6.2% y/y.

External trade surged by remarkable 47.5% y/y, with exports up by 64.3% y/y to USD 111.9mln and imports up by 39.1% y/y to USD 113.6mln.

After the 50bps hike in early May, the refinancing rate of the Central Bank of Armenia remained unchanged at 6.0%. As of the end of the month, the Armenian Dram appreciated against USD and depreciated against EUR, standing at AMD 520.61 and AMD 634.52, respectively.

## FUND FACTS

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

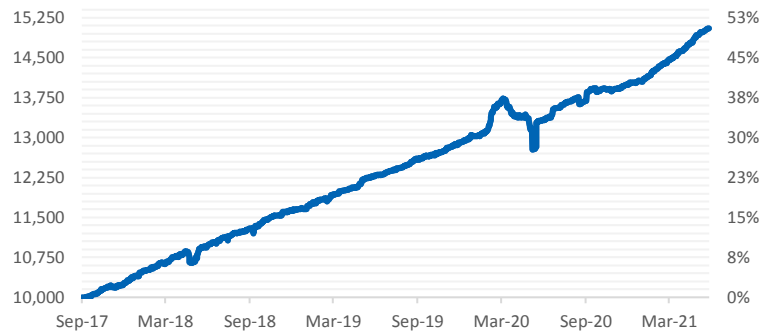
**NAV 31 May 2021 USD 15.05**

|                              |                                      |
|------------------------------|--------------------------------------|
| 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 4.90m                            |
| Net assets                   | USD 1.73m                            |
| 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

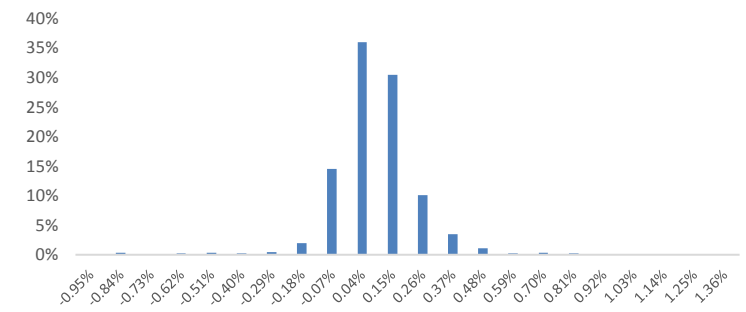
## PERFORMANCE

### Cumulative Performance Since Inception (per \$10K)



Net of management fees and operational costs and taxes.

### Relative Frequency Distribution of Daily Returns



### Returns to 31 May 2021

|                         |              |
|-------------------------|--------------|
| Average Monthly Returns | 0.88%        |
| 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%        |
| Since Inception         | 50.50%       |
| Inception Annualized    | 11.55%       |
| <b>May 2021</b>         | <b>1.07%</b> |

### Risk Measures

|  |        |
|--|--------|
| Standard Deviation of Returns (monthly)    | 0.97%  |
| Sharpe Ratio (annualized)                  | 2.66   |
| Largest Drawdown                           | -7.06% |
| % Gain Periods                             | 81.01% |
| Value at Risk (parametric) – 95% (monthly) | -0.72% |
| Value at Risk (historical) – 95% (daily)   | -0.15% |
| Conditional Value at Risk – 95% (daily)    | -0.35% |

## Portfolio Allocation breakdown as of 31 May 2021

| By Sector                    |        |
|------------------------------|--------|
| Banks                        | 67.85% |
| Other Financial Institutions | 21.02% |
| Real Sector                  | 10.95% |
| Cash                         | 0.18%  |
| By Currency                  |        |
| USD                          | 91.12% |
| AMD                          | 8.88%  |

Weighted by fair value

The Fund's total portfolio comprised 91.04% of USD-denominated corporate bonds. The remaining part is allocated in AMD-denominated bonds and cash: 8.78% and 0.18%, respectively.

Financial leverage remained unchanged at 2.83x.

### Statistical data

|                  |            |
|------------------|------------|
| Average YTM      | 6.18 %     |
| Average Coupon   | 6.14 %     |
| Average Maturity | 1.38 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.