

## OVERVIEW

In July 2022, Glocal Profix USD Fund reported quite a remarkable return of 2.09% pushing the year-to-date figure up to 3.57%. The Fund's return since inception increased to 71.20% equivalent to an annualized return of 11.58%.

An impressive growth was reported for the Armenian economy in June 2022. In particular, the national GDP went up by a remarkable 18.5% y/y, pushing the reading for H1 up to 11.8% y/y. In June, services increased by 35.5% y/y; industrial output expanded by 19.0% y/y. Trade turnover surged by 18.2% y/y, while construction rose by 16.7% y/y.

In H1 2022, external trade grew by an impressive 44.0% y/y, with exports up by 36.3% y/y to USD 1,881.5mln and imports up by 48.7% y/y to USD 3,271.0mln. As a consequence, the foreign trade deficit widened by USD 570.18mln to USD 1,389.5mln.

The CPI went up by 10.3% y/y in June. As a continued response to the persisting inflation pressure, on 2 August, the Board of the Central Bank of Armenia decided to increase the refinancing rate by 0.25pps to 9.50%.

In July, the CBA purchased USD 18.5mln at an average exchange rate of AMD 405.95. As of the end of July, the Armenian Dram depreciated against USD and appreciated against EUR, standing at AMD 407.71 and AMD 417.45, respectively.

## FUND FACTS

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

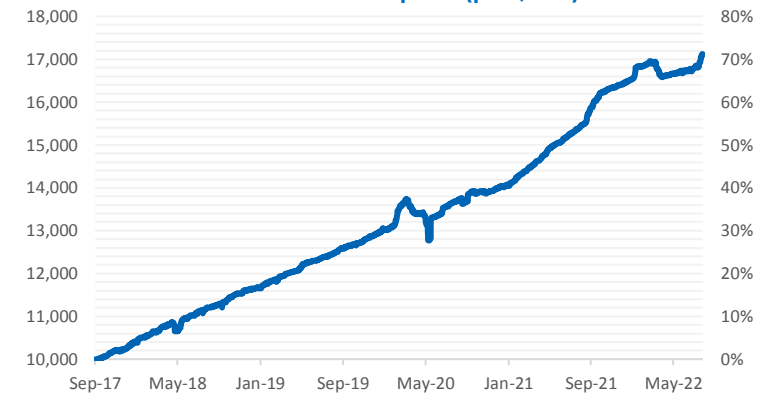
**NAV 31 July 2022 USD 17.12**

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	Armenbrok Investment Company
Assets under management	USD 6.37m
Net assets	USD 2.15m
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

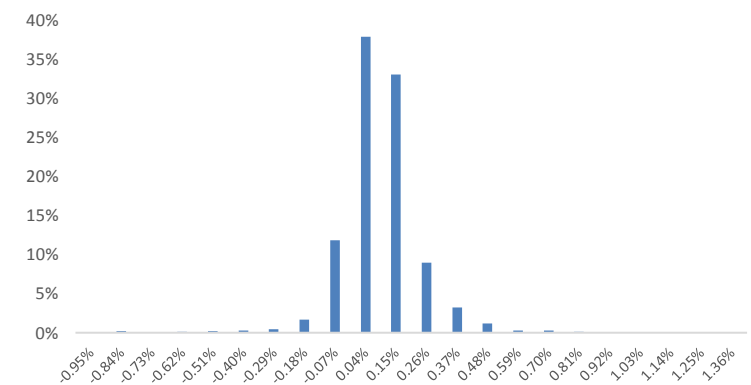
## PERFORMANCE

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



Net of management fees and operational costs and taxes.

### Relative Frequency Distribution of Daily Returns



### Returns to 31 July 2022

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%
Q2 2021	4.10%
Q3 2021	6.30%
Q4 2021	2.10%
Q1 2022	0.42%
Q2 2022	1.02%
Since Inception	71.20%
Inception Annualized	11.58%
<b>July 2022</b>	<b>2.09%</b>

Risk Measures	
Standard Deviation of Returns (monthly)	0.89%
Sharpe Ratio (annualized)	2.34
Largest Drawdown	-7.06%
% Gain Periods	81.23%
Value at Risk (parametric) – 95% (monthly)	-0.60%
Value at Risk (historical) – 95% (daily)	-0.15%
Conditional Value at Risk – 95% (daily)	-0.33%

#### Portfolio Allocation breakdown as of 31 July 2022

By Sector	
Banks	56.97%
Other Financial Institutions	15.72%
Eurobonds	23.25%
Cash	4.06%
By Currency	
USD	95.74%
AMD	4.26%

Weighted by fair value

The Fund's total portfolio comprised 91.95% of USD-denominated corporate bonds. The remaining part is allocated in AMD-denominated bonds and cash: 3.99% and 4.06%, respectively.

Financial leverage slightly reduced—to 3.0x from 3.2x of the previous month.

#### Statistical data

Average YTM (Total portfolio)	5.78 %
Average YTM (USD Bond portfolio)	5.87%
Average YTM (AMD Bond portfolio)	9.52%
Average Coupon	5.74 %
Average Maturity	1.91 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.