

OVERVIEW

May 2023 was another impressive month for Glocal Profix AMD Fund with a positive return of 5.31%. The year-to-date figure jumped to 16.37%, while the since-inception return increased to 232.18% or 21.47% annualized.

The Armenian economy continued its remarkable performance in April 2023, as well, which translated into a 12.2% y/y upsurge of the national GDP. The growth pattern of major sectors remained unchanged with services, trade and construction having double-digit rates: 22.2% y/y, 23.2% y/y and 16.8% y/y, respectively. Conversely, the volume of the industrial output decreased by 0.8% y/y.

During the month, the volume of external trade turnover nearly doubled over the same period last year standing at USD 1,486.0mln. Exports and imports had similar growth rates reaching USD 536.5mln and USD 949.5mln, respectively. The trade deficit widened by USD 178.8mln y/y amounting to USD 413.0mln.

In May, the inflation slowed to 1.3% y/y. In light of this trend, the refinancing rate of the Central Bank of Armenia remained unchanged at 10.75%. During the month, the CBA purchased USD 182.5mln at an average exchange rate of AMD 387.7. As of the end of the month, the Armenian Dram appreciated against both USD and EUR, standing at AMD 386.6 and AMD 412.8, respectively.

In May, the total volume of allocated bonds by the Ministry of Finance stood at AMD 137.5bln. During the month, the yield of 10-year AMD-denominated Government bonds contracted by 0.23pps m/m to 11.22%.

FUND FACTS

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

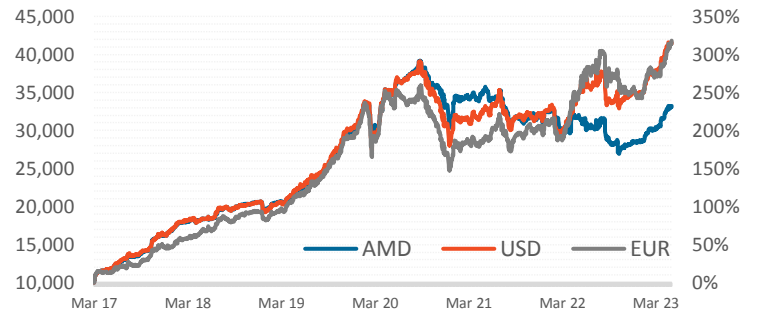
NAV 31 May 2023 AMD 3,321.82

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 12,689.91m
Net assets	AMD 2,724.90m
Auditors	EY

* Performance fee is calculated and charged once on redemption date. Any return over 20% annual compounded hurdle rate is subject to performance fee deductions.

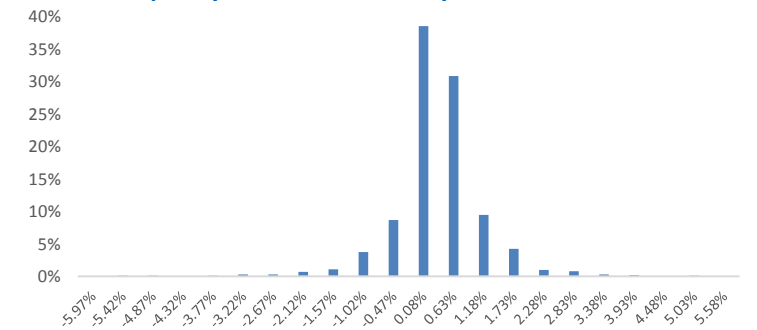
PERFORMANCE

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 31 May 2023	AMD	USD*	EUR*
Average Monthly Returns	1.57%	1.86%	1.87%
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%
Q4 2022	-0.08%	2.98%	-5.79%
Q1 2023	5.99%	7.37%	5.43%
Since Inception	232.18%	315.74%	318.11%
Inception Annualised	21.47%	25.97%	26.08%
May 2023	5.31%	5.31%	8.35%

*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	10.77%
Average Coupon	9.50%
Modified Duration of Bond Portfolio	4.21

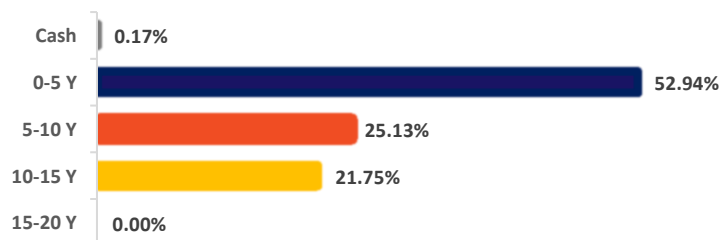
Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.63%	3.81%	4.27%
Sharpe Ratio (annualized)	0.60	0.83	0.75
% Gain Periods	54.26%	55.44%	51.71%
Value at Risk (parametric) – 95% (monthly)	-4.40%	-4.41%	-5.15%
Value at Risk (historical) – 95% (daily)	-1.13%	-1.14%	-1.30%
Conditional Value at Risk – 95% (daily)	-1.90%	-1.99%	-2.05%
Largest Drawdown	-31.24%	-28.40%	-31.31%

As of 31 May 2023, the weighted average yield to maturity of the total portfolio increased by 0.27pps m/m to 10.77% per annum. Disregarding the factor of cash, the figure is 10.78%. The average yield to maturity of AMD-denominated bonds went up by 0.15pps m/m to 11.20%, while the figure for USD-denominated bonds remained unchanged at 7.12%.

The weighted average AMD borrowing rate of the Fund contracted by 0.02pps m/m to 11.45%; the same for USD dropped by 0.07pps m/m to 2.91%.

In May, the Fund reported a contraction of the financial leverage ratio to 4.7x from 4.9x in the previous month.

Portfolio maturity breakdown as of 31 May 2023



The Fund's total portfolio comprised 52.94% of assets with maturity of 0-5 years. Another 25.13% 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.