

OVERVIEW

Despite COVID-19 pandemic, in April 2020, Glocal Profix AMD Fund restored its impressive performance with a positive return of 11.65% - the highest reading since November 2017. This moved the return since inception up to 238.72%, or 48.46% annualized.

As expected, the pandemic slowed down economic growth of Armenia, translated into y/y 4.9% contraction of GDP in March. However, Armenia was among few countries to report positive economic growth in Q1 2020 – 4.0% y/y. Within that period industry went up by 8.7% y/y, while services increased by 5.5% y/y. For the first time in two years, positive growth was recorded in agriculture – 4.5% y/y. CPI dropped by 0.1% y/y.

In order to increase monetary stimulus as a response to weak demand, low inflation and gradual stabilization of financial markets, for the second time in 2020, the Board of the Central Bank of Armenia cut the refinancing rate by 0.25pps reducing it to 5.0%. During April 2020, the Central Bank made three interventions in the foreign exchange market by purchasing USD 33.1mln. As of the end of the month, Armenian Dram depreciated against both USD and EUR, standing at 479.28 and 520.74.

In April, to sustain overall stability in the securities market the Ministry of Finance executed three buybacks of Government bonds for a total of AMD 4.5bln and five allocations with a volume of AMD 77.9bln. During the month, the yield of 10-year AMD-denominated Government bonds decreased by 0.24pps standing at 8.01%.

FUND FACTS

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

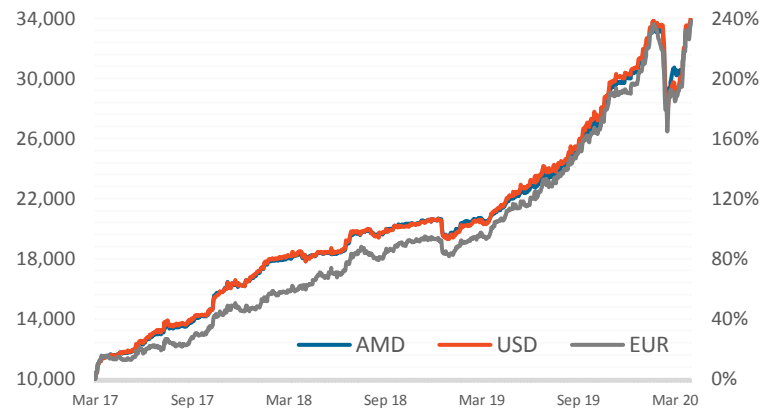
NAV 30 April 2020 **AMD 3,387.18**

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 13,905.01m
Net assets	AMD 3,523.25m
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.

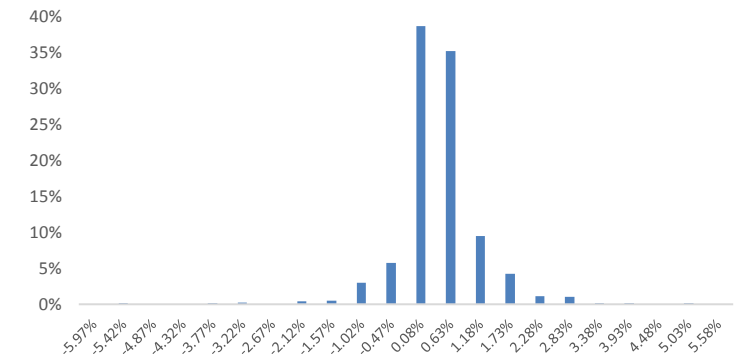
PERFORMANCE

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 Apr 2020	AMD	USD*	EUR*
Average Monthly Returns	3.18%	3.21%	3.18%
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%
Since Inception	238.72%	241.96%	237.93%
Inception Annualised	48.46%	48.92%	48.34%
April 2020	11.65%	17.52%	18.67%

*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

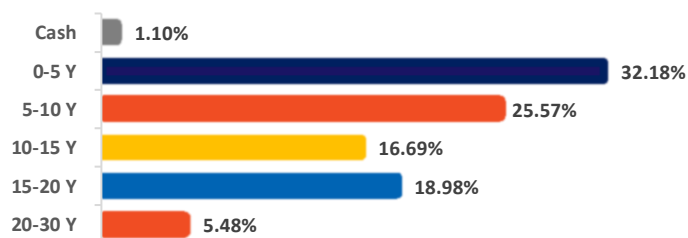
Average YTM	9.20%
Average Coupon	10.31%
Modified Duration of Bond Portfolio	6.32

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.41%	3.49%	3.94%
Sharpe Ratio (annualized)	2.54	2.51	2.19
% Gain Periods	59.25%	59.50%	54.78%
Value at Risk (parametric) – 95% (monthly)	-2.42%	-2.53%	-3.30%
Value at Risk (historical) – 95% (daily)	-0.91%	-0.88%	-1.01%
Conditional Value at Risk – 95% (daily)	-1.62%	-1.68%	-1.57%
Largest Drawdown	-17.05%	-19.12%	-21.23%

As of 30 April 2020, the weighted average yield to maturity of the portfolio stood at 9.20% per annum. The Fund's weighted average AMD borrowing rate was 5.80%.

Financial leverage went up to 3.95, from 3.51 a month ago.

Portfolio maturity breakdown as of April 30, 2020



Assets with maturity of 0-5 years represented 32.18% of the Fund's total portfolio. Another 25.57% is allocated to Government bonds with maturity of 5-10 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.

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.