

OVERVIEW

In February 2022 Glocal Profix AMD Fund reported a negative return of 2.22% pushing the year-to-date figure down to -0.11%. The since-inception return of the Fund declined to 218.36% equivalent to 26.53% annualized.

The Armenian economy began the new year on a positive note by recording an impressive 15.4% y/y growth in January. Such an increase was driven by the major sectors of the economy – services, industry and trade, which reported double-digit growth rates. Particularly, services went up by remarkable 21.2%; industry expanded by 16.6% y/y, while trade rose by 11.5% y/y. The growth of construction was modest at 3.0% y/y.

External turnover surged by 60.4% y/y with exports up by 53.2% y/y to USD 249.0mln and imports up by 65.0% to USD 415.5mln. Consequently, the trade deficit widened by USD 77.2mln y/y to USD 166.5mln.

CPI went up by 7.1% y/y. After a 25bps hike in the beginning of February, the Central Bank of Armenia kept the refinancing rate unchanged at 8.0%.

As of the end of February, the Armenian Dram depreciated against both USD and EUR, standing at AMD 483.92 and AMD 540.97, respectively.

In February, the Ministry of Finance of Armenia allocated Government bonds for a total of AMD 37bln and bought back bonds for a total of AMD 3bln. During the month, the yield of 10-year AMD-denominated Government bonds increased by 0.10pps m/m to 10.12%.

FUND FACTS

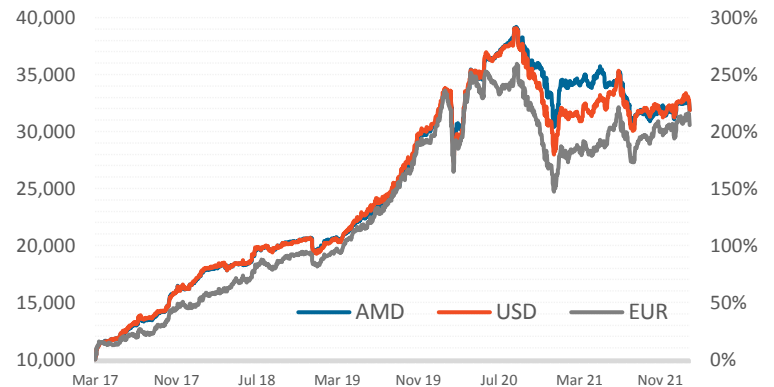
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 28 February 2022	AMD 3,183.61
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 7,306.70m
Net assets	AMD 3,024.65m
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.

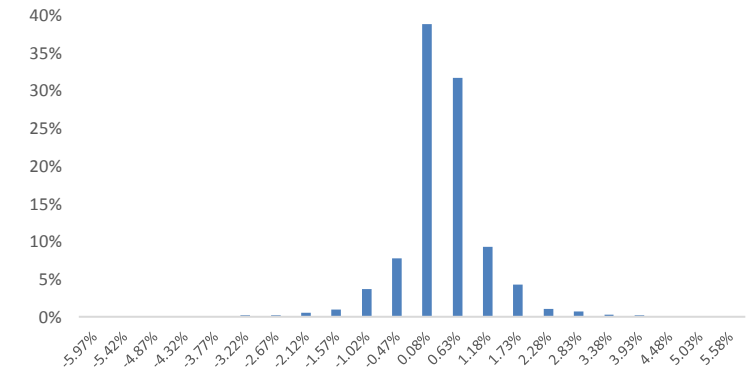
PERFORMANCE

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 28 February 2022	AMD	USD*	EUR*
Average Monthly Returns	1.90%	1.90%	1.83%
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%
Since Inception	218.36%	218.33%	205.74%
Inception Annualised	26.53%	26.53%	25.50%
February 2022	-2.22%	-2.45%	-2.47%

*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

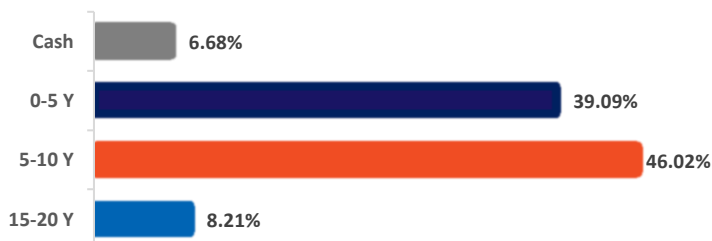
Average YTM	9.22%
Average Coupon	9.10%
Modified Duration of Bond Portfolio	5.22

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.61%	3.76%	4.18%
Sharpe Ratio (annualized)	1.02	0.98	0.83
% Gain Periods	55.38%	55.07%	51.25%
Value at Risk (parametric) – 95% (monthly)	-4.04%	-4.28%	-5.04%
Value at Risk (historical) – 95% (daily)	-1.08%	-1.10%	-1.24%
Conditional Value at Risk – 95% (daily)	-1.86%	-1.95%	-1.99%
Largest Drawdown	-22.47%	-28.40%	-31.31%

As of 28 February 2022, the weighted average yield to maturity declined by 0.75pps relative to the previous month, rounding to 9.22% per annum. Disregarding the factor of cash, the figure is 9.89%. At the same time, the weighted average AMD borrowing rate of the Fund increased by 0.20pps m/m to 8.93%.

Financial leverage dropped to 2.4x from 3.5x in January.

Portfolio maturity breakdown as of 28 February 2022



The Fund's total portfolio comprised 46.02% of Government bonds with maturity of 5-10 years. Another 39.09% was allocated to assets with maturity of 0-5 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.