

OVERVIEW

In July 2019, Glocal Profix USD fund generated a positive return of 0.81%. According to macroeconomic indicators published by Armstat, in June GDP surged by 3.4% reducing since-beginning-of-year growth to 6.5%; CPI went up by 2.5%.

Industry, Services and Trade were the main contributors in the growth, by a respective expansion of 12.8%, 10.2% and 6.7% in June. Electricity production improved by 4.8%, while Construction volume remained almost unchanged – 0.6% increase. Exports increased by 1.2% during the month and stood at USD 1,173.8mln from the beginning of the year; the volume of Imports went up by 8.4%, widening the trade balance deficit by USD 17.4mln, relative to the same period a year ago. The Central Bank kept the refinancing rate unchanged at 5.75%; yields on 10-year AMD-denominated Government bonds stood at 9.6% by the end of July. Armenian dram appreciated against both USD and EUR – standing at 475.81 and 530.28, respectively.

The Fund's return since inception stood at 24.40%, rounding to 12.15% if annualized.

FUND FACTS

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

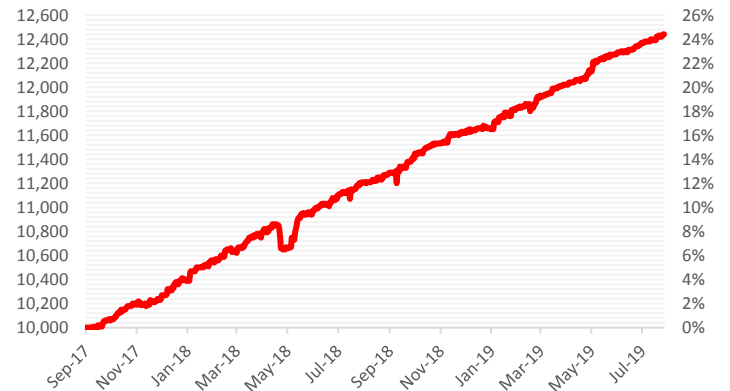
NAV 31 July 2019
USD 12.44

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 3.09m
Net assets	USD 1.02m
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

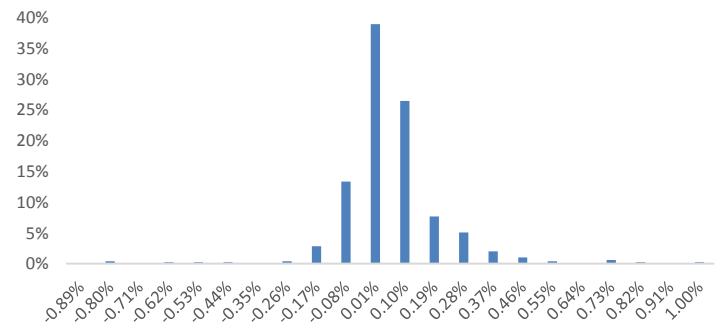
PERFORMANCE

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 2019

Average Monthly Returns	0.92%
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%
Since Inception	24.40%
Inception Annualized	12.15%
July 2019	0.81%

Risk Measures

Standard Deviation of Returns (monthly)	0.70%
Sharpe Ratio (annualized)	3.74
Largest Drawdown	1.93%
% Gain Periods	81.85%
Value at Risk – 95% (monthly)	-0.23%

Portfolio Allocation breakdown as of July 31, 2019

By Sector	
Banks	54.03%
Other Financial Institutions	45.31%
Cash	0.66%
By Currency	
USD	98.64%
AMD	1.36%

Weighted by fair value

The share of USD denominated corporate bonds in the portfolio equaled to 98.64%, with the remaining allocated between AMD bonds and cash – 0.70% and 0.66%, respectively.

Statistical data

Average YTM	6.04 %
Average Coupon	6.28 %
Average Maturity	1.73 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.