

## OVERVIEW

Glocal Profix USD Fund generated a positive return of 1.05% in February 2021. This brought year-to-date return of the Fund up to 2.35%. The since-inception return of the Fund increased to 43.90%, equivalent to 11.00% annualized.

The negative growth trend of the Armenian economy continued in January 2021, as well. In particular, the GDP of the country contracted by 7.5% y/y. Industry output reduced by 10.8% y/y, while services and trade declined by 10.3% and 15.1% y/y, respectively. Construction works showed an uptick of 0.8% y/y. Average monthly nominal wages also went up by 0.8% y/y. Exports decreased by 11.3% y/y, while imports plunged by 20.0% y/y, narrowing trade deficit by USD 40.7mln y/y to USD 90.7mln. The CPI rose by 4.5% y/y.

The Central Bank of Armenia kept the refinancing rate unchanged at 5.50% (with the latest increase happening on 2 February). In order to provide the financial system with sufficient liquidity, the CBA executed a SWAP deal with total volume of USD 16.5mln. As of the end of the month, the AMD depreciated against both USD and EUR, standing at 527.96 and 640.20, respectively.

## FUND FACTS

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

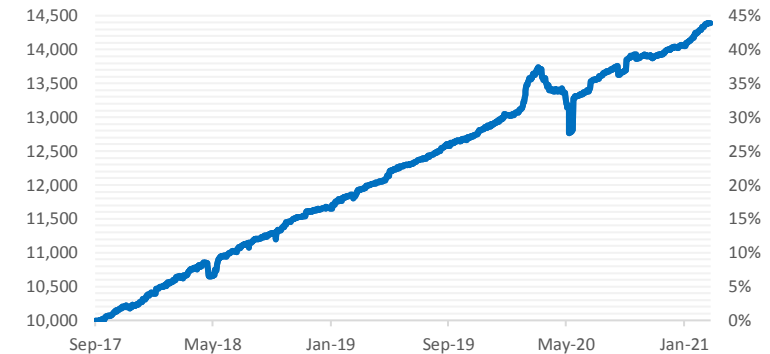
**NAV 28 February 2021 USD 14.39**

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 4.47m
Net assets	USD 1.60m
Auditors	Deloitte

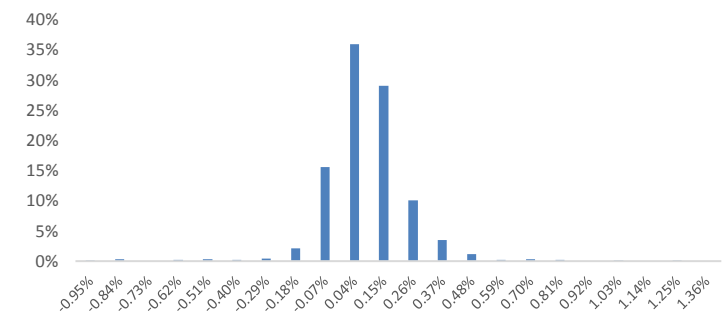
\*Performance fee is calculated and charged once on redemption date. Any return over 10% annual compounded hurdle rate is subject to incentive fee deductions

## PERFORMANCE

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



### Relative Frequency Distribution of Daily Returns



### Returns to 28 February 2021

Average Monthly Returns	0.84%
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%
Since Inception	43.90%
Inception Annualized	11.00%
<b>February 2021</b>	<b>1.05%</b>

### Risk Measures

Standard Deviation of Returns (monthly)	1.00%
Sharpe Ratio (annualized)	2.55
Largest Drawdown	-7.06%
% Gain Periods	80.18%
Value at Risk (parametric) – 95% (monthly)	-0.81%
Value at Risk (historical) – 95% (daily)	-0.15%
Conditional Value at Risk – 95% (daily)	-0.37%

#### Portfolio Allocation breakdown as of 28 February 2021

By Sector	
Banks	60.86%
Other Financial Institutions	22.32%
Real Sector	16.43%
Cash	0.39%
By Currency	
USD	90.75%
AMD	9.25%

Weighted by fair value

The Fund's total portfolio comprised 90.75% of USD-denominated corporate bonds. The remaining part is allocated in AMD-denominated bonds and cash: 8.86% and 0.39%, respectively.

Financial leverage increased to 2.79x, from 2.58x in January 2021.

#### Statistical data

Average YTM	6.29 %
Average Coupon	6.24 %
Average Maturity	1.40 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.