

OVERVIEW

Glocal Profix AMD Fund generated revenue of 1.34% during November 2020, bringing the year-to-date return up to 19.34%. The fund has now a sound performance of 258.68% since inception, equivalent to 41.57% annualized.

As for the macroeconomic environment, due to a combination of factors the Armenian economy continued to underperform in October. The GDP contracted by 8.1% y/y recording a better than expected -15% and moving the 10-month figure down to -6.7%. Trade and services were the main contributors to such decline with negative growth rates of 20.9% and 21.0% y/y, respectively. Industry contracted by 3.0% y/y. Foreign trade decreased by 18.5% y/y, with exports and imports down by 5.4% and 24.3% y/y, respectively. Construction, on the other hand, took the path to slow recovery – an increase of 0.3% y/y and 3.0% m/m, respectively. Average monthly nominal wages went up by 1.0% y/y. In October, the CPI had an upside of 1.3% y/y.

The refinancing rate of the Central Bank of Armenia remained unchanged at 4.25%. To provide banks with sufficient liquidity and preserve the stability of the Armenian Dram, in November, the CBA sold USD 60mln at an average exchange rate of AMD 510.15 and executed two SWAP deals with total volume of USD 58mln in the foreign exchange market. As of the end of the month, the AMD depreciated against both USD and EUR, standing at 506.40 and 606.82, respectively.

During the month, the yield of 10-year AMD-denominated Government bonds dropped by 0.02pps to 8.16%.

FUND FACTS

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

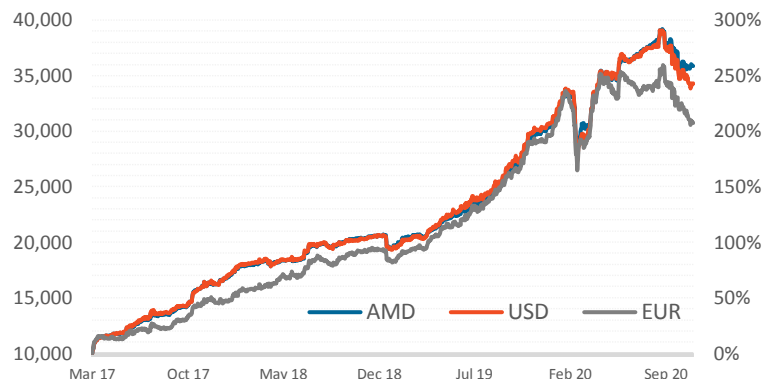
NAV 30 November 2020 AMD 3,586.77

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 14,079.38m
Net assets	AMD 3,207.62m
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.

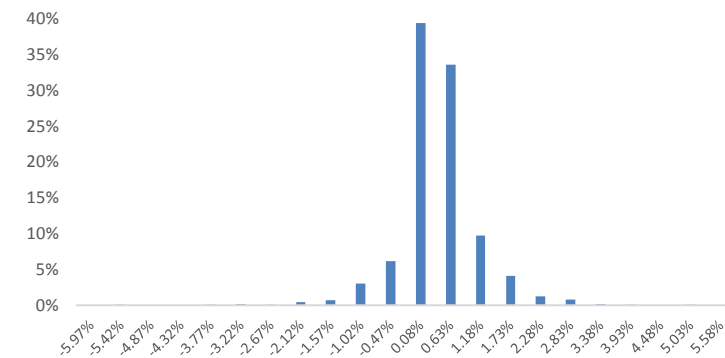
PERFORMANCE

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 November 2020	AMD	USD*	EUR*
Average Monthly Returns	2.80%	2.70%	2.46%
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%
Since Inception	258.68%	242.72%	207.08%
Inception Annualised	41.57%	39.83%	35.71%
November 2020	1.34%	-1.22%	-3.80%

*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

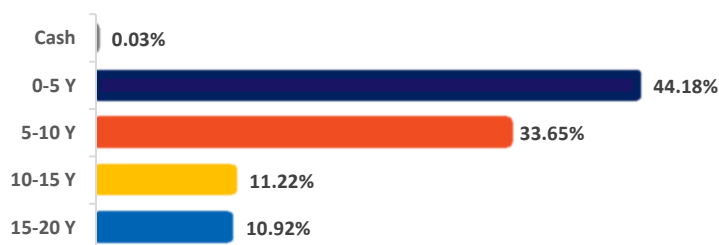
Average YTM	8.80%
Average Coupon	9.40%
Modified Duration of Bond Portfolio	5.28

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.43%	3.54%	4.01%
Sharpe Ratio (annualized)	2.15	1.98	1.55
% Gain Periods	58.31%	58.10%	52.14%
Value at Risk (parametric) – 95% (monthly)	-2.85%	-3.13%	-4.13%
Value at Risk (historical) – 95% (daily)	-0.98%	-1.04%	-1.18%
Conditional Value at Risk – 95% (daily)	-1.6%	-1.74%	-1.66%
Largest Drawdown	-17.05%	-19.12%	-21.23%

As of 30 November 2020, the weighted average yield to maturity of the portfolio went up to 8.80% per annum. The Fund's weighted average AMD borrowing rate remained nearly unchanged at 4.88%.

During the month, financial leverage decreased to 4.39x from 4.50x a month ago.

Portfolio maturity breakdown as of 30 November 2020



The Fund's total portfolio comprised 44.18% of assets with maturity of 0-5 years. Another 33.65% was allocated in 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.