

2 March 2023

OVERVIEW

GIOCAI ASSET MANAGEMENT

The total return reported by Glocal Eurobonds Fund in February 2023 was 1.22%, which moved the year-to-date figure up to 1.62%. The since-inception reading of the Fund increased to 26.63% or 54.87% annualized.

The Armenian economy started the new year impressively with a 10.5% y/y growth of the GDP in January. As in previous months, services, trade, and construction were the major drivers behind such performance - all with double-digit growth rates. In particular, services went up by remarkable 25.9% y/y, trade surged by 17.7% y/y, while the growth of construction stood at 12.2% y/y. On the contrary, a very modest increase was reported for industrial output – only 1.4% y/y.

Armenia's external trade continued its outstanding performance, as well. During the month the volume of external trade went up by 93.3% y/y to USD 1,299.9mln. Exports increased 2.3x y/y to USD 572.8mln, while imports were up by 72.5% y/y to USD 727.1mln. The trade deficit narrowed by USD 18.2mln y/y to USD 154.3mln.

The CPI went up by 8.1% y/y in January. In February, the refinancing rate of the Central Bank of Armenia remained unchanged at 10.75%. During the month the CBA purchased USD 40mln at an average exchange rate of AMD 389.24. As of the end of the month, the Armenian Dram appreciated against both USD and EUR, standing at AMD 389.34 and AMD 413.40, respectively.

FUND FACTS

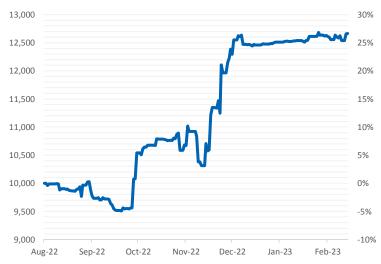
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 28 February 2023	USD 126.63	
Type of fund	Fixed income, non-public, open-ended	
Date of 1st NAV	16 August 2022	
Base currency	USD	
Holdings	Government and corporate Eurobonds	
	and Bonds, bank deposits and cash	
Refinancing instrument	Repurchase agreements	
NAV Calculation	Daily	
Management fee	1.0% on NAV	
Performance fee*	10%	
Tax rate	0.01% of NAV	
Initial investment, min.	USD 100,000	
Distribution policy	Reinvesting	
Unit custodian	Armbrok Investment Company	
Assets under management	USD 673.76k	
Net assets	USD 673.06k	

* Calculated and deducted at the end of each year following the placement of units, and if they are redeemed before the settlement date, upon redemption.

PERFORMANCE

Cumulative Performance Since Inception (per \$10K)



Net of management fees and operational costs and taxes.

Returns to 28 February 2023	
Average Monthly Returns	3.52%
Since Inception	26.63%
Inception Annualized	54.87%
February 2023	1.22%
Risk Measures	
Standard Deviation of Returns (monthly)	5.82%
% Gain Periods	50.35%
Value at Risk (parametric) – 95% (monthly)	-6.06%
Average YTM (Total portfolio)	6.06%
Average YTM (USD Bond portfolio)	6.57%
Average Coupon	4.17%
Average Maturity	3.87 Years

Portfolio Allocation breakdown as of 28 February 2023

By Sector	
Eurobonds	92.28%
Cash	7.72%
By Currency	
USD	96.38%
AMD	0.36%
EUR	3.15%
RUB	0.11%

Weighted by fair value

The Fund's total portfolio comprised 92.28% of Eurobonds with the remaining 7.72% allocated in cash.

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.