

OVERVIEW

Glocal Profix USD fund also experienced the repercussions of the COVID-19 pandemic and its effects on the Armenian economy and financial market—albeit to a lesser extent than its AMD twin. The Fund reported a negative return of 1.54% for March 2020—the worst result since inception. Overall, the Fund's return since inception stood at 34.20%, or 12.11% annualized.

The pandemic is expected to slow down the impressive growth of the economy achieved up until March: in particular, in February, the Armenian GDP increased by 8.7% y/y, the main drivers of growth being industry and services with respective increases of 16.5% and 10.4% y/y. Construction volume expanded by 4.3% y/y whereas electricity production went up by 27.9% y/y.

As part of the Government's targeted response aimed at mitigating the economic impact of the pandemic and maintaining overall macroeconomic stability, the Board of the Central Bank of Armenia reduced the refinancing rate by 0.25pps to 5.25%. In order to bolster the Armenian Dram, the Central Bank also intervened in the foreign exchange market selling USD 127mln. As of the end of March, the Armenian currency depreciated against both USD and EUR, standing at 504.47 and 553.45. At the time of writing this report, however, Dram has gained back a portion of value and is traded at 501.55 and 542.38, respectively.

FUND FACTS

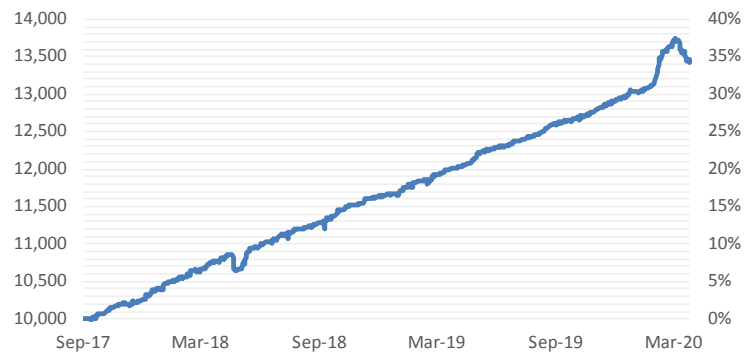
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 31 March 2020	USD 13.42
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 4.46m
Net assets	USD 1.57m
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

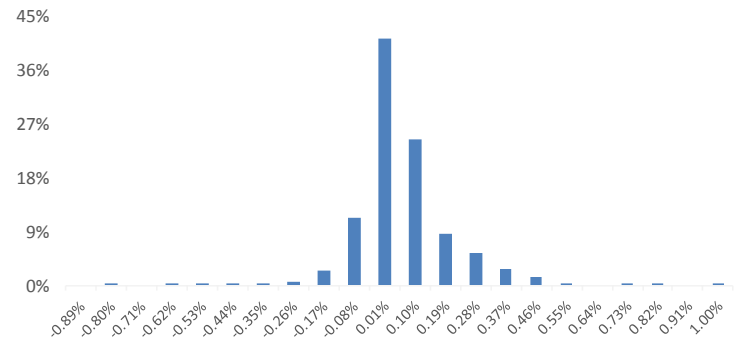
PERFORMANCE

Cumulative Performance Since Inception (per \$10K)



Net of management fees and operational costs and taxes.

Relative Frequency Distribution of Daily Returns



Returns to 31 March 2020

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%
Q3 2019	2.51%
Q4 2019	3.08%
Q1 2020	2.91%
Since Inception	34.20%
Inception Annualized	12.11%
March 2020	-1.54%

Risk Measures

Standard Deviation of Returns (monthly)	0.70%
Sharpe Ratio (annualized)	4.15
Largest Drawdown	-2.33%
% Gain Periods	80.15%
Value at Risk (parametric) – 95% (monthly)	-0.23%
Value at Risk (historical) – 95% (daily)	-0.15%
Conditional Value at Risk – 95% (daily)	-0.29%

Portfolio Allocation breakdown as of March 31, 2020

By Sector	
Banks	56.92%
Other Financial Institutions	25.87%
Real Sector	16.99%
Cash	0.21%
By Currency	
USD	92.94%
AMD	7.06%

Weighted by fair value

USD-denominated corporate bonds represented 92.93% of total portfolio. The remaining part of the portfolio is allocated into AMD-denominated bonds and cash—6.86% and 0.21%, respectively.

Financial leverage went down to 2.83x, from 2.89x a month ago.

Statistical data

Average YTM	6.26 %
Average Coupon	6.31 %
Average Maturity	1.51 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.