

OVERVIEW

Glocal Profix AMD Fund generated a negative return of 0.67% in September 2021. This result reduced the year-to-date figure to -5.22%. The since-inception return of the Fund declined to 216.89% (29.16% annualized).

Armenian economy remained on a positive growth path in August 2021 with a 2.3% y/y increase of the GDP. The growth, predominantly driven by services, went up by impressive 10.8% y/y. Trade rose by 5.0% y/y, while construction works expanded by 2.3% y/y. Conversely, industrial output contracted by 5.2% y/y.

A slight decrease was reported for external turnover, 0.1% y/y, mainly attributed to the 7.3% decline in imports. Exports, on the other hand, went up by a remarkable 13.9% y/y. Turning to the 8M figures, exports increased by 21.8% to USD 1,912mln, while imports rose by 7.7% to USD 3,090.6mln narrowing the trade deficit by 9.3% y/y to USD 1,178.6mln.

The CPI went up by 8.8% y/y, in August. Taking into consideration high inflation risks, in September, the Board of the Central Bank of Armenia decided to increase the main refinancing rate by 25bps to 7.25%.

In September, to prevent the further appreciation of AMD, the CBA purchased from banks USD 10mln at an average exchange rate of AMD 487.67. As of the end of September, the Armenian Dram appreciated against both USD and EUR, standing at AMD 484.20 and AMD 561.43, respectively.

The Ministry of Finance of Armenia allocated Government bonds with a total volume of AMD 27.2bln in September. During the month, the yield of 10-year AMD-denominated Government bonds went up by 0.11pps m/m to 9.96%.

FUND FACTS

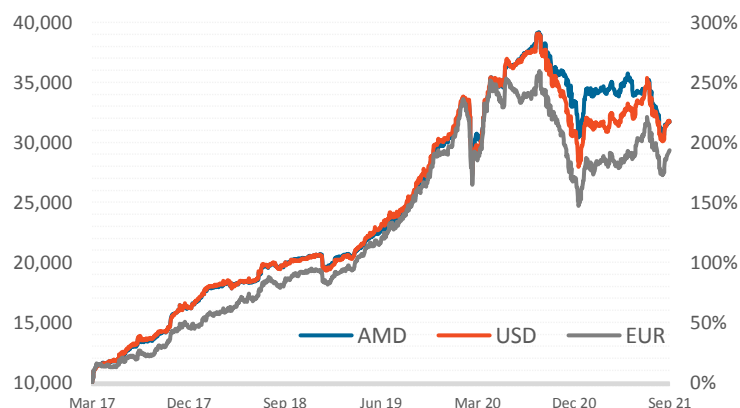
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 30 September 2021	AMD 3,168.88
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 10,167.82m
Net assets	AMD 2,835.45m
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.

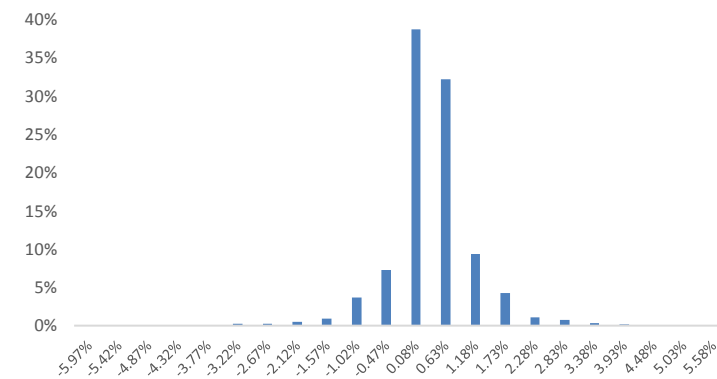
PERFORMANCE

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 September 2021	AMD	USD*	EUR*
Average Monthly Returns	2.06%	2.06%	1.92%
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%
Q4 2020	-11.67%	-17.45%	-21.23%
Q1 2021	2.47%	0.82%	5.46%
Q2 2021	-0.26%	6.85%	5.37%
Q3 2021	-7.27%	-5.03%	-2.60%
Since Inception	216.89%	216.67%	193.24%
Inception Annualised	29.16%	29.14%	26.96%
September 2021	-0.67%	1.16%	3.17%

*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

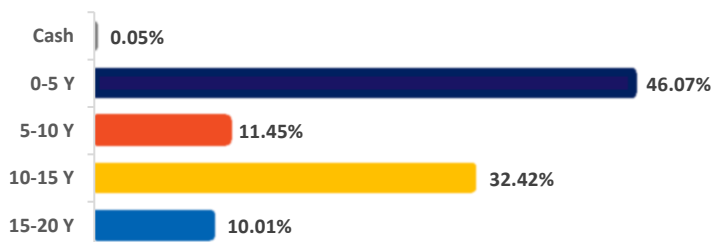
Average YTM	9.80%
Average Coupon	9.42%
Modified Duration of Bond Portfolio	5.20

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.66%	3.81%	4.24%
Sharpe Ratio (annualized)	1.16	1.11	0.89
% Gain Periods	55.66%	55.49%	51.06%
Value at Risk (parametric) – 95% (monthly)	-3.96%	-4.21%	-5.05%
Value at Risk (historical) – 95% (daily)	-1.08%	-1.11%	-1.23%
Conditional Value at Risk – 95% (daily)	-1.88%	-1.97%	-2.00%
Largest Drawdown	-22.47%	-28.40%	-31.31%

As of 30 September 2021, the weighted average yield to maturity went up by 0.09pps m/m to 9.80% per annum. Weighted average AMD borrowing rate of the Fund increased, as well - by 0.22pps m/m to 8.34%.

Financial leverage declined to 3.59x from 4.03x in August.

Portfolio maturity breakdown as of 30 September 2021



The Fund's total portfolio comprised 46.07% of assets with maturity of 0-5 years. Another 32.42% was allocated to Government bonds with maturity of 10-15 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.