

OVERVIEW

In September 2023, the NAV of Glocal High-Yield Eurobonds Fund increased by 4.86% m/m pushing the year-to-date figure up to 18.51%. The since-inception return went up to 47.68% or 41.37% annualized.

The Armenian economy returned to double-digit growth track in August 2023 with a 10.9% y/y growth of the GDP. The 8M figure reached 10.4% y/y. In August, the main drivers of the economic activity were trade, construction, and services with impressive growth rates of 23.5% y/y, 17.5% y/y and 13.8% y/y, respectively. Conversely, the industrial output went down by 3.7% y/y.

The external trade turnover surged by 10.0% y/y to USD 1,603.2mln, with exports up by 6.1% y/y to USD 601.2mln and imports up by 12.4% y/y to USD 1,002.0mln. The foreign trade deficit widened by USD 76.0mln y/y to USD 400.8mln.

In September, the CPI increased by 0.1% y/y. Given the low inflation pattern and even deflation in previous months, the Central Bank of Armenia made a 0.5pps cut of the refinancing rate setting it at 9.75%.

During the month, the CBA purchased USD 20.0mln at an average exchange rate of AMD 386.6. As of the end of the month, the Armenian Dram depreciated against USD and appreciated against EUR, standing at AMD 393.4 and AMD 417.4 respectively.

FUND FACTS

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

NAV 30 September 2023	USD 147.68
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 2.68mln
Net assets	USD 1.13mln
Auditors	EY

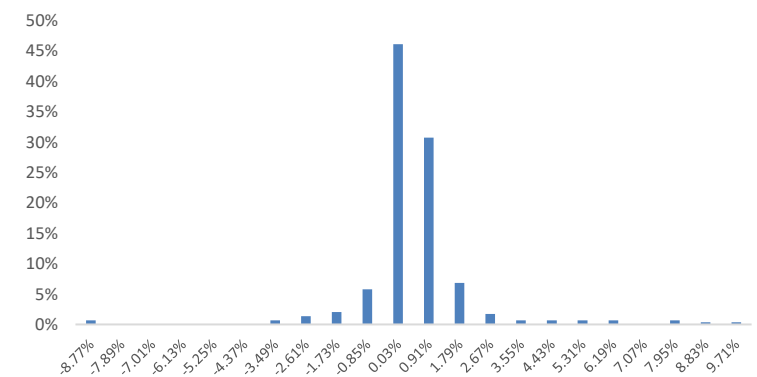
* Calculated and deducted at the end of each year following the placement of units, and if they are redeemed before the settlement date, upon redemption.

PERFORMANCE

Cumulative Performance Since Inception (per \$100K)



Relative Frequency Distribution of Daily Returns



Returns to 30 September 2023

Average Monthly Returns	2.79%
Q3 2022	-4.80
Q4 2022	30.89%
Q1 2023	8.89%
Q2 2023	5.03%
Q3 2023	3.63%
Since Inception	47.68%
Inception Annualized	41.37%
September 2023	4.86%

Risk Measures

Standard Deviation of Returns (monthly)	8.43%
% Gain Periods	50.00%
Value at Risk (parametric) – 95% (monthly)	-11.09%

Average YTM (Bond portfolio) as of 30 September 2023	11.22%
Average YTM (Bond portfolio) as of purchase date	7.67%
Average Coupon	5.29%
Average Maturity	3.73 Years

Portfolio Allocation breakdown as of 30 September 2023

By Sector	
Eurobonds	42.34%
Cash	57.66%
By Currency	
USD	99.82%
AMD	0.07%
EUR	0.11%

Weighted by fair value

The Fund's total portfolio comprised 42.34% of USD-denominated Eurobonds. The remaining part is allocated in cash: 57.66%.

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.