

## OVERVIEW

The final month of 2021 saw Glocal Profix USD Fund generate a positive return of 0.73% bringing the return for the year up to 17.57% - the highest since the establishment of the Fund. The since-inception return of the Fund has reached 65.30%, equivalent to an annualized return of 12.32%.

In November 2021, the GDP of Armenia increased by impressive 13.2% y/y with two-digit growth rates on all major sectors. Industry went up by a remarkable 15.7% y/y, the volume of trade rose by 15.7% y/y, while services expanded by 16.9% y/y. Construction works surged by 10.8% y/y. Average nominal monthly wages went up by 10.1% y/y.

An outstanding growth was reported for external turnover, as well, at 44.6% y/y with the 11 month figure up by 16.6% y/y. The growth of exports for 11 months of 2021 stood at 19.4% y/y (USD 2,711.3mln). During the same period, imports increased by 15.1% y/y to USD 4,707.1mln. Trade deficit widened by 9.73% y/y to USD 1,995.8mln.

CPI went up by 9.6% y/y. Taking into consideration the high-inflation pattern of the economy, the Board of the Central Bank of Armenia decided for another 50bps increase in refinancing rate, to 7.75%.

As of the end of December, the Armenian Dram appreciated against both USD and EUR, standing at AMD 480.14 and AMD 542.61, respectively.

## FUND FACTS

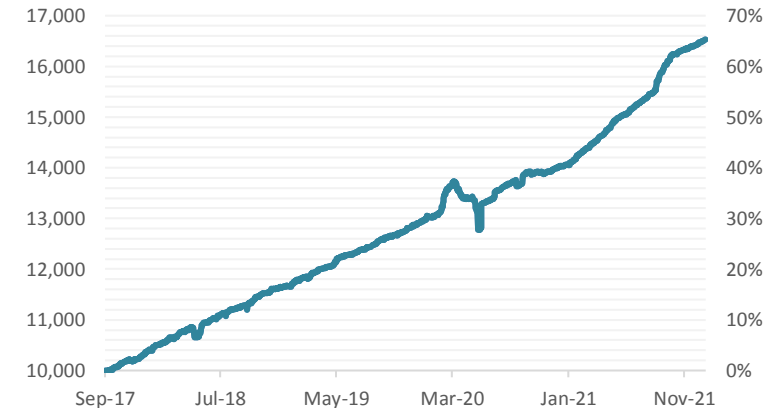
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 31 December 2021	USD 16.53
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 6.49m
Net assets	USD 2.16m
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

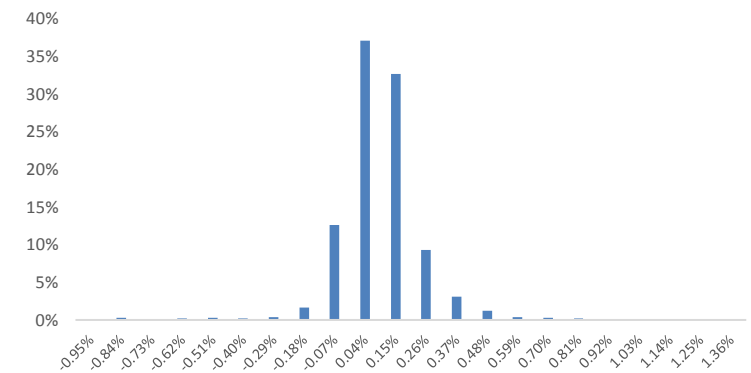
## PERFORMANCE

### Cumulative Performance Since Inception (per \$10K)



Net of management fees and operational costs and taxes.

### Relative Frequency Distribution of Daily Returns



### Returns to 31 December 2021

Average Monthly Returns	0.94%
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%
Q2 2020	0.97%
Q3 2020	2.44%
Q4 2020	1.30%
Q1 2021	4.05%
Q2 2021	4.10%
Q3 2021	6.30%
Q4 2021	2.10%
Since Inception	65.30%
Inception Annualized	12.32%
<b>December 2021</b>	<b>0.73%</b>

Risk Measures	
Standard Deviation of Returns (monthly)	0.92%
Sharpe Ratio (annualized)	3.07
Largest Drawdown	-7.06%
% Gain Periods	82.62%
Value at Risk (parametric) – 95% (monthly)	-0.58%
Value at Risk (historical) – 95% (daily)	-0.14%
Conditional Value at Risk – 95% (daily)	-0.33%

#### Portfolio Allocation breakdown as of 31 December 2021

By Sector	
Banks	80.29%
Other Financial Institutions	13.07%
Real Sector	6.54%
Cash	0.10%
By Currency	
USD	96.67%
AMD	3.33%

Weighted by fair value

The Fund's total portfolio comprised 96.60% of USD-denominated corporate bonds. The remaining part is allocated in AMD-denominated bonds and cash: 3.30% and 0.10%, respectively.

Financial leverage increased to 3.0x from 2.8x in November.

#### Statistical data

Average YTM	5.31 %
Average Coupon	5.61 %
Average Maturity	1.07 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.