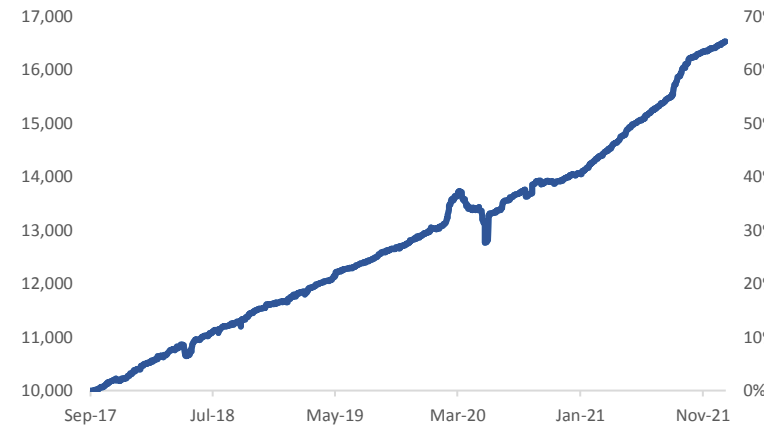


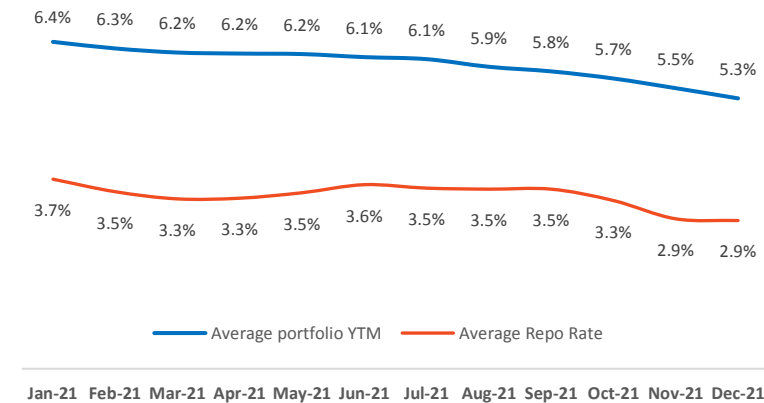
**OVERVIEW**

In a sharp contrast to its AMD twin, Glocal Profix USD Fund exceeded the target return of 10% by reporting a record-high figure of 17.57%. Such a result once again proved overall efficiency of the strategy implemented by the management to work under difficult economic conditions.

Investment Performance Since Launch Per 10,000 USD

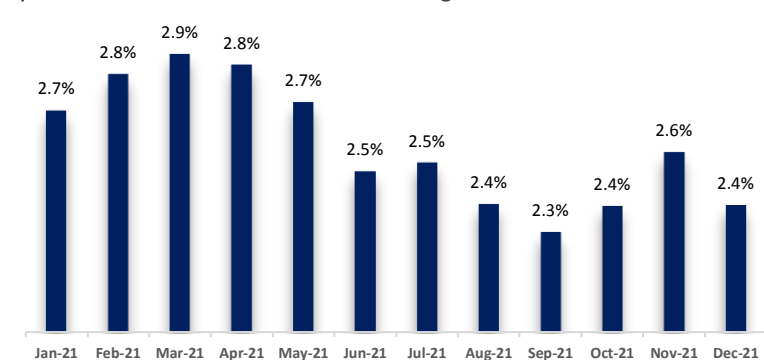


Average rates

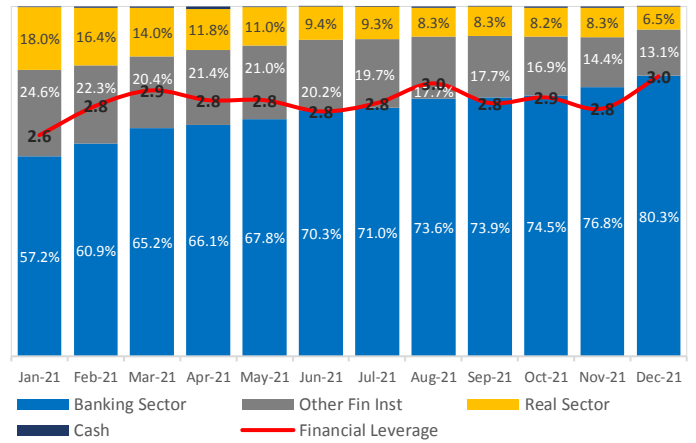


Yields of the Fund's portfolio demonstrated a downwards trend throughout the year, rounding to 5.31% by the end of the year. Average weighted yield of portfolio equaled to 5.94%, while average borrowing rate stood at 3.37%. Compared to January 2021, the spread of the portfolio went down by 0.30pps to 2.40% by the end of December 2021.

Spread between Portfolio YTM and refinancing rate

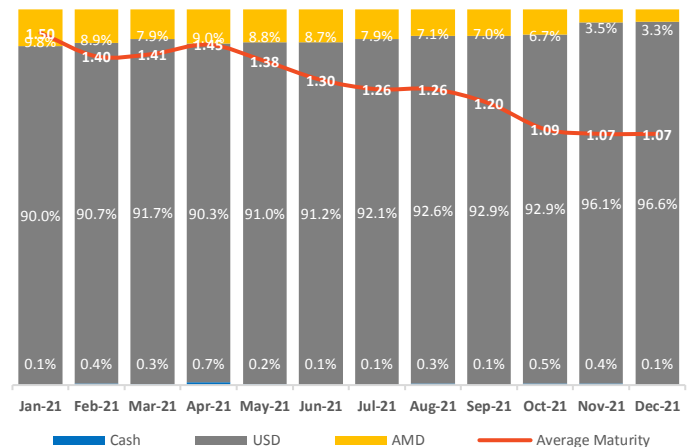


Portfolio sector breakdown



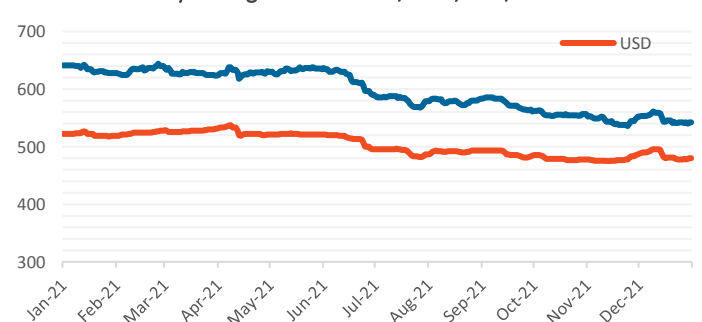
The largest share in the assets managed by the Fund pertained to securities issued by banking sector - 70.6% on average. Financial institutions and real sector entities represented the remaining part of assets. Financial leverage varied between 2.6x and 3x, with an average of 2.8x.

Portfolio denomination breakdown



In accordance with implemented strategy, USD-denominated assets retained their dominant share in the portfolio of the Fund. Compared with the previous years, the share of AMD-denominated bonds contracted, standing at 3.3% by the end of the year. Throughout the year, average maturity of the portfolio remained stable around 1.3 years, rounding to 1.07 years by the end of December.

Historical Monthly Average Nominal EUR/AMD, USD/AMD



Source: Central Bank of Armenia (data available at [www.cba.am](http://www.cba.am))

## MACRO HIGHLIGHTS

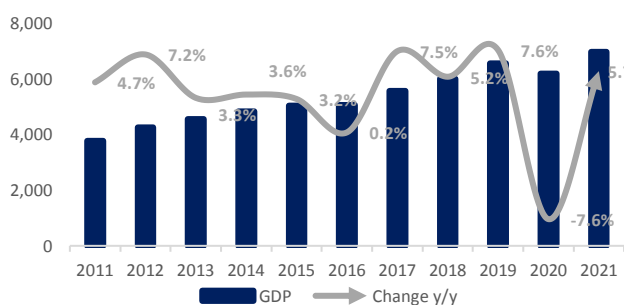
2021 was a recovery year for the Armenian economy after negative events of 2020. In more detail, according to preliminary data, the GDP of Armenia increased by 5.7% in 2021. The main drivers of economic growth were services and trade which went up by 7.8% and 7.6%, respectively. Industrial output grew by 4.2%, while construction works surged by 2.6%. On the contrary, 1.4% decline was reported for the agriculture. This was the sixth year in a row for the sector with negative growth rate. An impressive 18% growth was achieved in foreign trade with exports up by 18.8% to USD 3,022mln and imports up by 17.5% to USD 5,357mln. Trade deficit widened by USD 320mln to USD 2,334mln. Average monthly nominal wages increased by 7.6% to AMD 204,048.

The main economic challenged of the year was the preservation of macroeconomic stability in the presence of high inflation. During the year, the CPI went up by 7.2%. Due to inflation pressures, the Central Bank was forced to make several hikes in the main refinancing rate. The low-inflation pattern of the economy remained stable throughout the year, with 1.2% increase in the CPI. As a consequence, the rate increased from 5.25% in the beginning to 7.75% at the end of the year. Another 0.25pps hike was made in 2022.

Yields on 10-year AMD-denominated Government bonds moved up by 1.18pps to 10.02%. Armenian dram appreciated against both USD and EUR, standing at AMD 480.14 and AMD 542.61, respectively.

## TIME SERIES

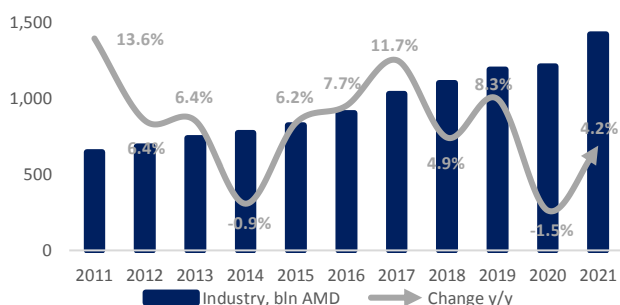
### GDP



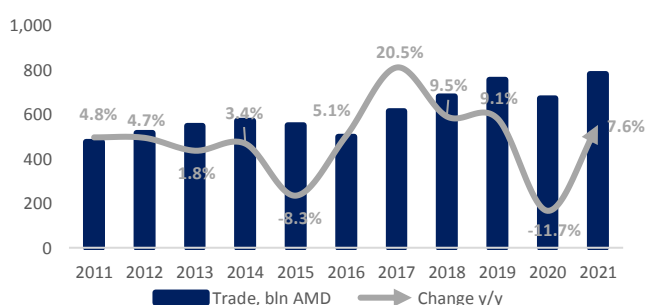
### Tourist Arrivals



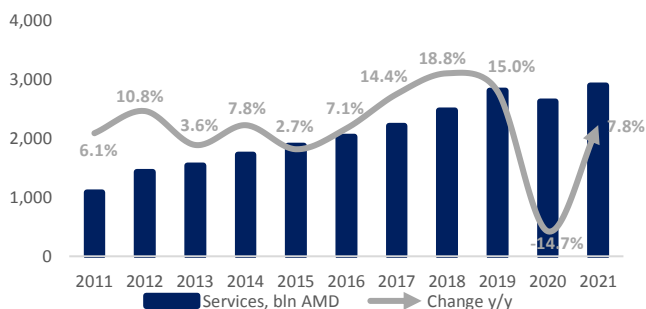
### Industry



### Trade



### Services



### External Trade

