

OVERVIEW

In February 2023, the Glocal Profix AMD Fund generated a positive return of 3.75%, pushing the year-to-date figure up to 4.11%. The since-inception return of the Fund went up to 197.18% or 20.20% annualized.

The Armenian economy started the new year impressively with a 10.5% y/y growth of the GDP in January. As in previous months, services, trade, and construction were the major drivers behind such performance - all with double-digit growth rates. In particular, services went up by remarkable 25.9% y/y, trade surged by 17.7% y/y, while the growth of construction stood at 12.2% y/y. On the contrary, a very modest increase was reported for industrial output – only 1.4% y/y.

Armenia's external trade continued its outstanding performance, as well. During the month, the volume of external trade went up by 93.3% y/y to USD 1,299.9mln. Exports increased 2.3x y/y to USD 572.8mln, while imports were up by 72.5% y/y to USD 727.1mln. The trade deficit narrowed by USD 18.2mln y/y to USD 154.3mln.

The CPI went up by 8.1% y/y in January. In February, the refinancing rate of the Central Bank of Armenia remained unchanged at 10.75%. During the month the CBA purchased USD 40mln at an average exchange rate of AMD 389.24. As of the end of the month, the Armenian Dram appreciated against both USD and EUR, standing at AMD 389.34 and AMD 413.40, respectively.

The Ministry of Finance of Armenia allocated bonds with a total volume of AMD 50.3bln in February. During the month, the yield of 10-year AMD-denominated Government bonds dropped by 0.18pps m/m to 11.82%.

FUND FACTS

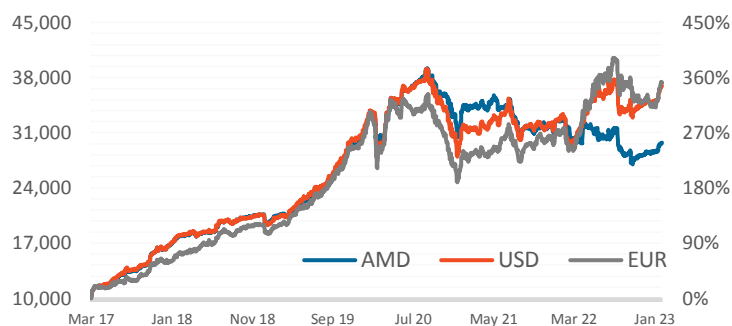
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 28 February 2023	AMD 2,971.83
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 9,267.40m
Net assets	AMD 2,323.61m
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.

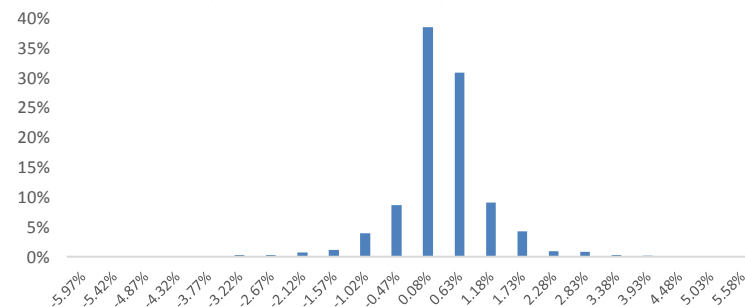
PERFORMANCE

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 28 February 2023	AMD	USD*	EUR*
Average Monthly Returns	1.48%	1.78%	1.79%
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%
Q4 2021	0.57%	1.43%	4.06%
Q1 2022	-4.94%	-6.07%	-4.34%
Q2 2022	0.28%	19.66%	27.67%
Q3 2022	-5.96%	-5.60%	0.56%
Q4 2022	-0.08%	2.98%	-5.79%
Since Inception	197.18%	269.34%	273.48%
Inception Annualised	20.20%	24.69%	24.93%
February 2023	3.75%	5.43%	7.48%

*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

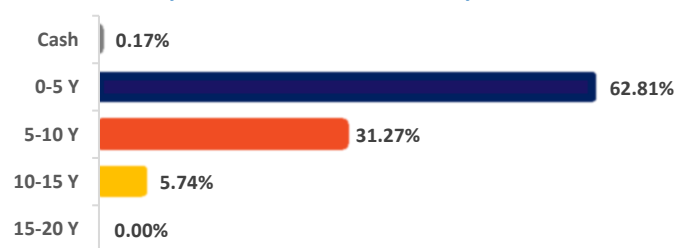
Average YTM	10.55%
Average Coupon	9.30%
Modified Duration of Bond Portfolio	3.80

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.68%	3.86%	4.31%
Sharpe Ratio (annualized)	0.46	0.70	0.64
% Gain Periods	53.92%	55.22%	51.52%
Value at Risk (parametric) – 95% (monthly)	-4.57%	-4.57%	-5.29%
Value at Risk (historical) – 95% (daily)	-1.14%	-1.16%	-1.31%
Conditional Value at Risk – 95% (daily)	-1.93%	-2.02%	-2.07%
Largest Drawdown	-31.24%	-28.40%	-31.31%

As of 28 February 2023, the weighted average yield to maturity contracted by 0.07pps m/m to 10.55% per annum. Disregarding the factor of cash, the figure is 10.57%. The average yield to maturity of AMD bonds rounded to 11.05%, while the figure for USD bonds stood at 7.03%. The weighted average AMD borrowing rate of the Fund remained unchanged at 11.50%; the same for USD went up by 0.02pps m/m to 2.75%.

During the month, the financial leverage ratio remained unchanged at 4.0x.

Portfolio maturity breakdown as of 28 February 2023



The Fund's total portfolio comprised 62.81% of assets with maturity of 0-5 years. Another 31.27% was allocated in Government bonds with maturity of 5-10 years (including Eurobonds issued by the Government of Armenia).

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.