

## OVERVIEW

Glocal Profix USD Fund generated a positive return of 0.74% in October 2021. This pushed the year-to-date figure up to 16.00%. The since-inception return of the Fund increased to 63.10% or 12.48% if annualized.

September 2021 was another month where the Armenian economy recorded a positive growth, this time of 2.4% y/y. The economic growth for nine months stood at 4.4% y/y. Just like in August, the increase of the GDP in September mostly came from services, which went up by 9.6% y/y. Construction works rose by 2.6% y/y, while trade experienced an uptick of 1.4% y/y. Industry, on the other hand, demonstrated a negative performance reducing by 1.2% y/y.

External trade expanded by 7.8% bringing the nine month figure up to 12.2% y/y, with both exports and imports up by 17.2% and 9.4% y/y, respectively. These changes translated into a narrowing of the trade deficit by 0.47% y/y to USD 1,438mln.

High inflation pattern persisted in September with an upsurge of CPI by 8.9% y/y. Nevertheless, the Board of the Central Bank of Armenia left the refinancing rate unchanged at 7.25%.

Given the stability in the foreign exchange market, in October the CBA didn't make any monetary interventions. As of the end of October, the Armenian Dram appreciated against both USD and EUR, standing at AMD 477.80 and AMD 556.73, respectively.

## FUND FACTS

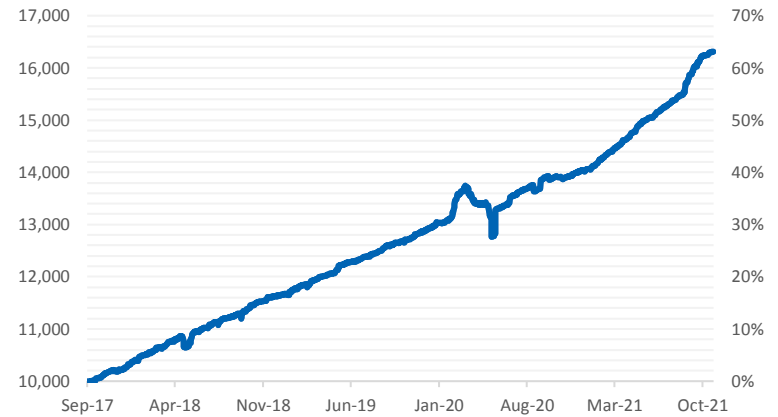
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 31 October 2021	USD 16.31
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 6.12m
Net assets	USD 2.15m
Auditors	Deloitte

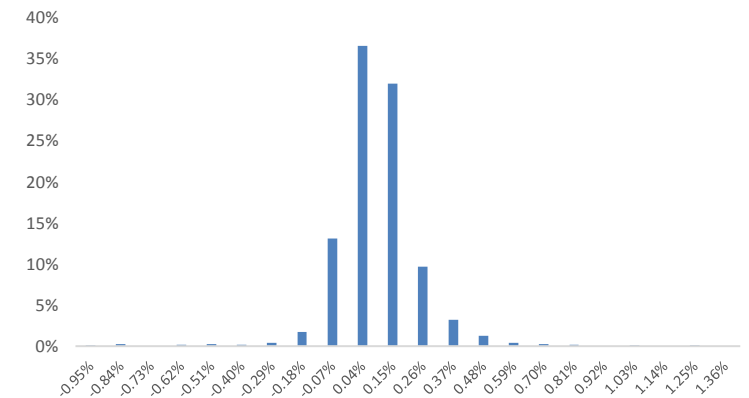
\*Performance fee is calculated and charged once on redemption date. Any return over 10% annual compounded hurdle rate is subject to incentive fee deductions

## PERFORMANCE

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



### Relative Frequency Distribution of Daily Returns



### Returns to 31 October 2021

Average Monthly Returns	0.95%
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%
Since Inception	63.10%
Inception Annualized	12.48%
<b>October 2021</b>	<b>0.74%</b>

Risk Measures	
Standard Deviation of Returns (monthly)	0.94%
Sharpe Ratio (annualized)	3.02
Largest Drawdown	-7.06%
% Gain Periods	82.18%
Value at Risk (parametric) – 95% (monthly)	-0.59%
Value at Risk (historical) – 95% (daily)	-0.14%
Conditional Value at Risk – 95% (daily)	-0.33%

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

By Sector	
Banks	74.46%
Other Financial Institutions	16.89%
Real Sector	8.19%
Cash	0.46%
By Currency	
USD	93.06%
AMD	6.94%

Weighted by fair value

The Fund's total portfolio comprised 92.88% of USD-denominated corporate bonds. The remaining part is allocated in AMD-denominated bonds and cash: 6.66% and 0.46%, respectively.

Financial leverage slightly went up to 2.85x from 2.82x in September.

#### Statistical data

Average YTM	5.70 %
Average Coupon	5.85 %
Average Maturity	1.09 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.