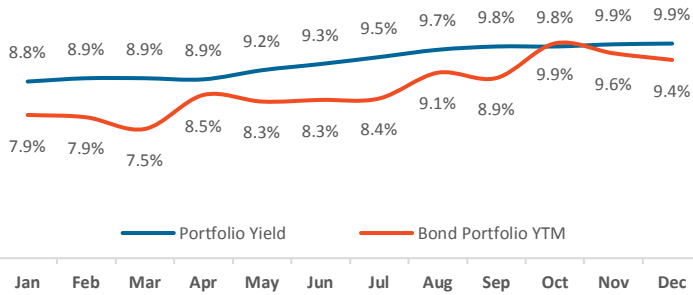
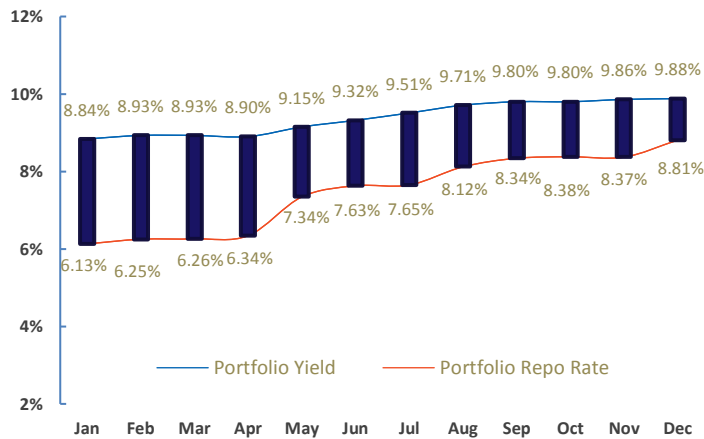


OVERVIEW

2021 was another difficult year for Glocal Profix AMD Fund. The Fund closed the year with a negative return of 4.68%. The main reason behind such a performance were hikes in the yields of Government bonds and borrowing rates caused by the restrictive monetary policy of the Central Bank of Armenia.

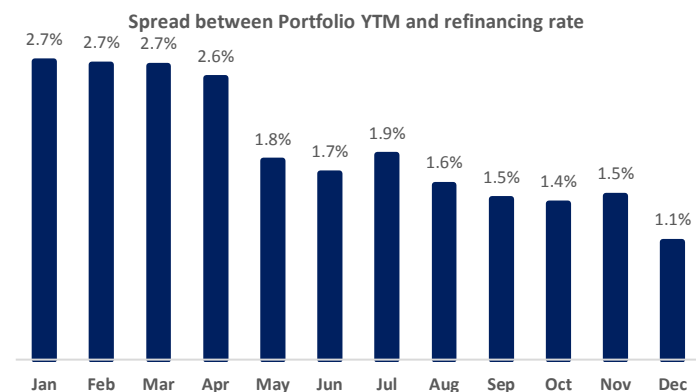


As of the end of the year, since-inception return of the Fund contracted to 218.71% or 27.58% if annualized.

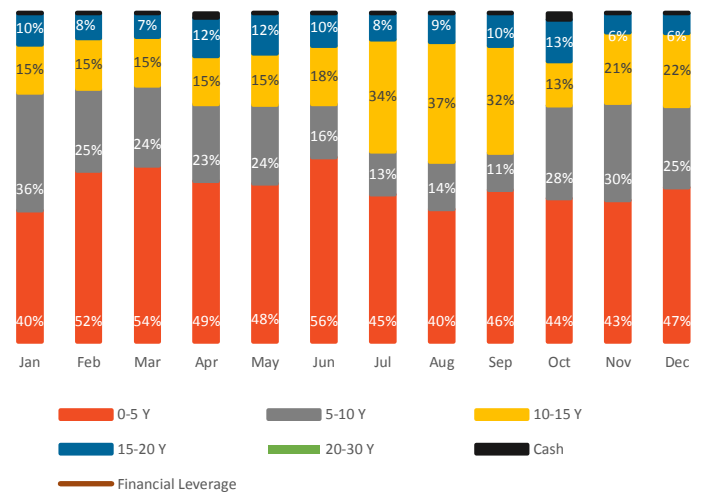


Average portfolio yield for the year increased by 0.23pps to 9.35%. Average refinancing rate went up by 2.02pps, rounding to 7.39%.

As a consequence, the average spread of the portfolio narrowed to 1.96%. The narrowing trend of the spread was present throughout the year, due to hikes in main refinancing rate made by the Central Bank.

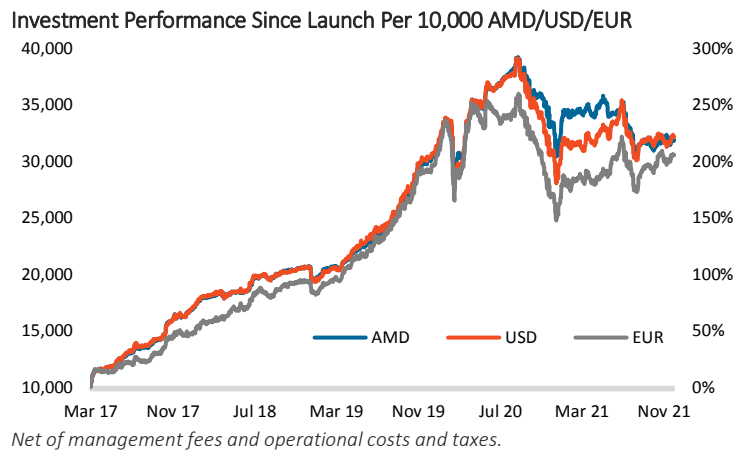


Monthly portfolio maturity breakdown

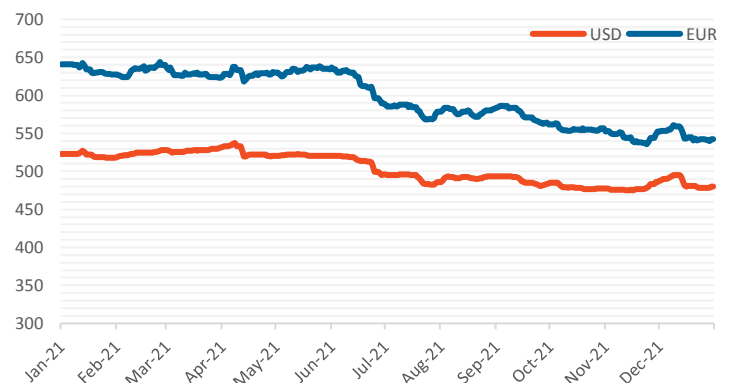


Fair value weighted 12-month average share of assets with 0-5 years to maturity rounded to 46.95% of total portfolio. Securities with 5-10 years to maturity represented another 22.59% of the portfolio.

PERFORMANCE



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. As it can be observed from the below chart, AMD appreciated relative to both USD and Euro.



Source: Central Bank of Armenia (data available at www.cba.am)

MACRO HIGHLIGHTS

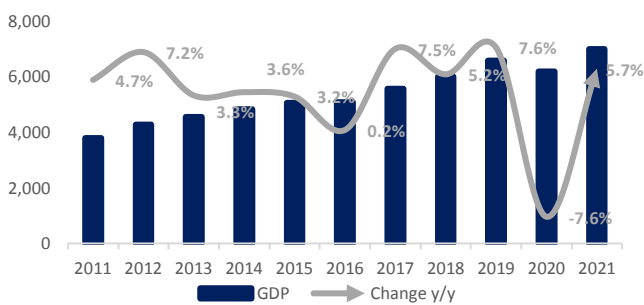
2021 was a recovery year for the Armenian economy after negative events of 2020. In more detail, according to preliminary data, the GDP of Armenia increased by 5.7% in 2021. The main drivers of economic growth were services and trade which went up by 7.8% and 7.6%, respectively. Industrial output grew 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

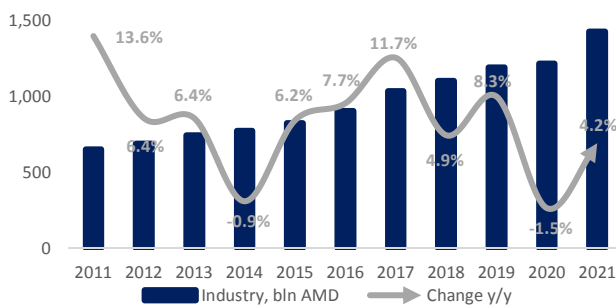
GDP



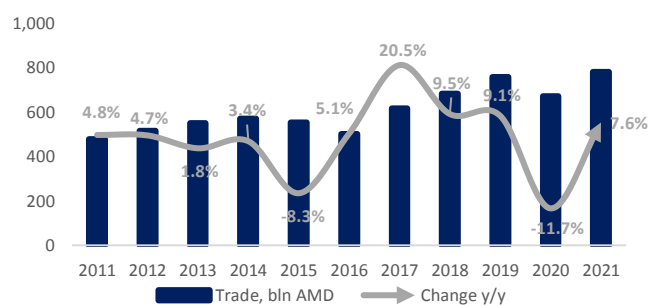
Tourist Arrivals



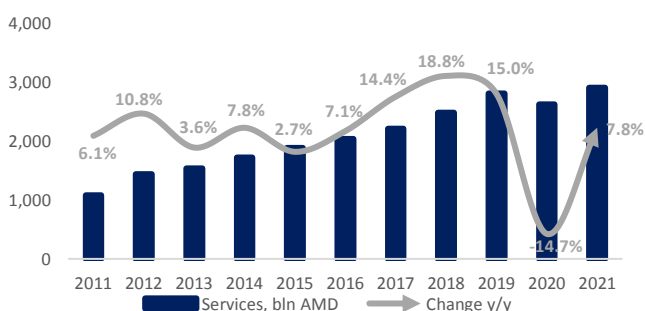
Industry



Trade



Services



External Trade

