

OVERVIEW

Glocal Profix USD fund returned 0.79% to its investors in October 2019. According to macroeconomic indicators reported by Armstat, Armenian economy sustained its exceptional performance in September, as well - GDP increased by remarkable 7.5% y/y, bringing 9M y/y growth up to 7.1%; CPI surged by 0.5%.

In September, economic growth predominantly came from Services, Industry and Trade, which went up by 15.1%, 11% and 7.5% y/y, respectively. Construction volume increased by 4.2% y/y, while electricity production expanded by 9.3% y/y. Tourist arrivals during the first nine months grew by 14.4% y/y. Exports and Imports expanded by impressive 33% and 28.8%, respectively. As a result, 9M trade deficit widened by USD 13.7mln y/y, rounding to USD 1,821.2mln.

The Central Bank kept refinancing rate unchanged at 5.5%; during October, Armenian dram depreciated against both USD and EUR – standing at 476.10 and 531.71, respectively.

The Fund's return since inception stood at 27.50%, rounding to 11.93% if annualized.

FUND FACTS

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

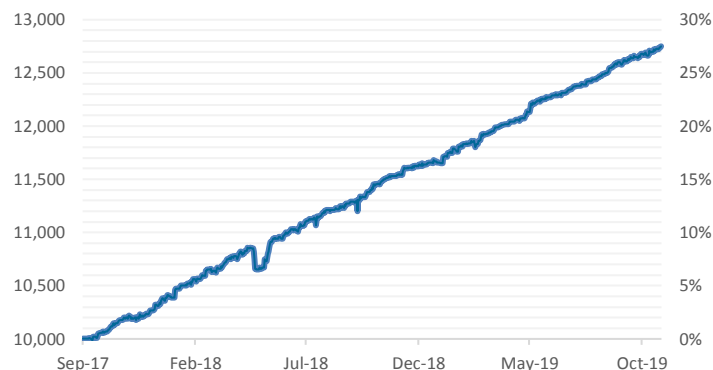
NAV 31 October 2019
USD 12.75

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 3.50m
Net assets	USD 1.15m
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

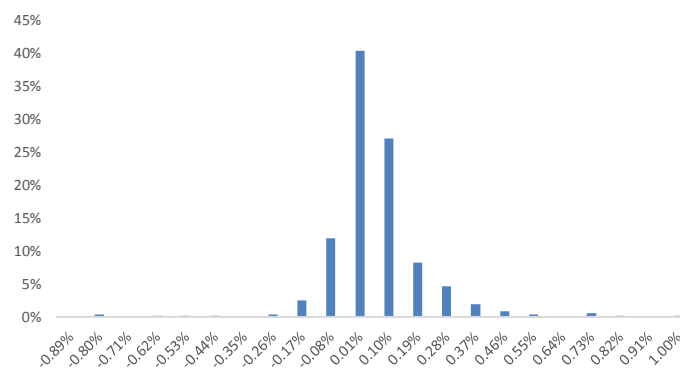
PERFORMANCE

Cumulative Performance Since Inception (per \$10K)



Net of management fees and operational costs and taxes.

Relative Frequency Distribution of Daily Returns



Returns to 31 October 2019

Average Monthly Returns	0.91%
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%
Since Inception	27.50%
Inception Annualized	11.93%
October 2019	0.79%

Risk Measures

Standard Deviation of Returns (monthly)	0.67%
Sharpe Ratio (annualized)	3.81
Largest Drawdown	-1.93%
% Gain Periods	81.67%
Value at Risk (parametric) – 95% (monthly)	-0.20%
Value at Risk (historical) – 95% (daily)	-0.10%
Conditional Value at Risk – 95% (daily)	-0.26%

Portfolio Allocation breakdown as of October 31, 2019

By Sector	
Banks	52.95%
Other Financial Institutions	46.96%
Cash	0.10%
By Currency	
USD	99.92%
AMD	0.08%

Weighted by fair value

USD denominated corporate bonds represent 99.90% of total portfolio. Cash comprise the remaining 0.10%.

Statistical data

Average YTM	7.11 %
Average Coupon	7.39 %
Average Maturity	1.48 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.