

OVERVIEW

May 2022 saw Glocal Profix AMD Fund go back into green with a return of 6.62%. The year-to-date thus also improved, to -0.39%, as did the return since inception—to 217.47% equivalent to 25.02% annualized.

In April 2022, the Armenian economy expanded by 8.8% y/y bringing the 4M figure up to 9.4% y/y. The main drivers of the economic growth in April were services and construction with impressive growth rates of 27.1% y/y and 15.6% y/y, respectively. Trade turnover expanded by 8.6% y/y, while the volume of industrial output went up by 1.2% y/y.

During the month, the volume of external trade increased by remarkable 22.5%. Consequently, the 4M reading surged to USD 2,907.0mln (+33.8% y/y) with exports up by 25.2% y/y to USD 1,025.7mln and imports up by 39.1% y/y to USD 1,881.3mln. As a result, the foreign trade deficit widened by 60.5% y/y to USD 322.4mln.

Inflation remained high in April, as well. In particular, the CPI went up by 8.4% y/y. However, the Central Bank of Armenia decided against changing the refinancing rate and kept it at 9.25%. As of the end of May, the Armenian Dram appreciated against USD and remained almost unchanged against EUR, standing at AMD 447.99 and AMD 478.90, respectively.

As to Government bonds market, in May, the Ministry of Finance of Armenia allocated bonds with a total volume of AMD 42.3bln. During the month, the yield of 10-year AMD-denominated Government bonds dropped by 0.29pps m/m to 11.14%.

FUND FACTS

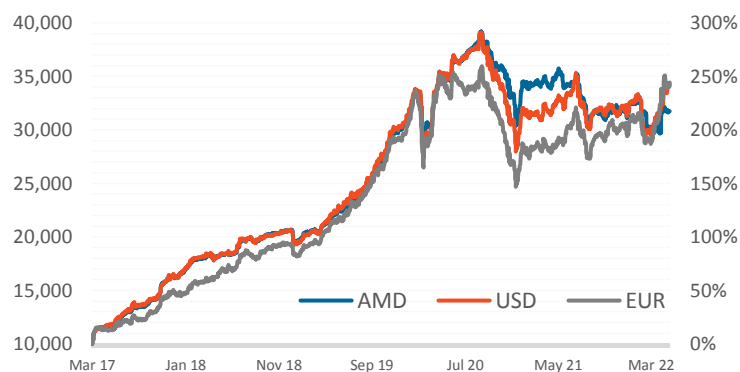
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

| NAV 31 May 2022 | AMD 3,174.71 |
|-------------------------|--------------------------------------|
| 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 13,764.16m |
| Net assets | AMD 2966.40m |
| 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.

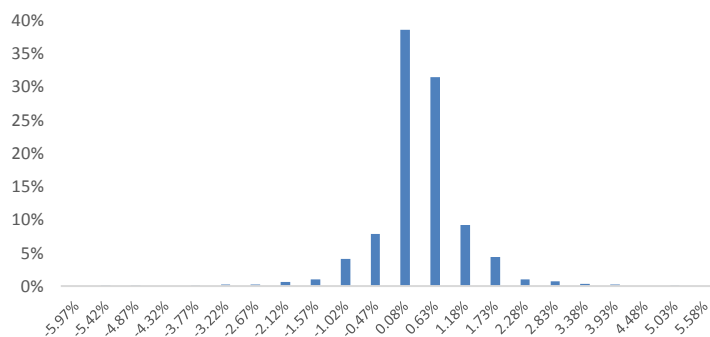
PERFORMANCE

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 31 May 2022 | AMD | USD* | EUR* |
|-------------------------|--------------|--------------|--------------|
| Average Monthly Returns | 1.80% | 1.92% | 1.93% |
| 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% |
| Since Inception | 217.47% | 242.90% | 244.41% |
| Inception Annualised | 25.02% | 26.90% | 27.01% |
| May 2022 | 6.62% | 7.87% | 6.62% |

*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

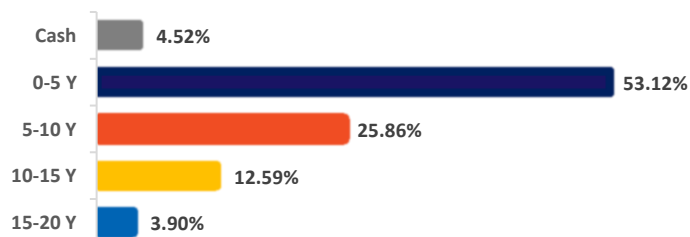
| | |
|-------------------------------------|--------|
| Average YTM | 10.51% |
| Average Coupon | 9.80% |
| Modified Duration of Bond Portfolio | 4.76 |

| Risk Measures | AMD | USD | EUR |
|--|---------|---------|---------|
| Standard Deviation of Returns (monthly) | 3.65% | 3.80% | 4.21% |
| Sharpe Ratio (annualized) | 0.83 | 0.91 | 0.82 |
| % Gain Periods | 54.90% | 55.04% | 51.56% |
| Value at Risk (parametric) – 95% (monthly) | -4.20% | -4.33% | -5.00% |
| Value at Risk (historical) – 95% (daily) | -1.12% | -1.13% | -1.24% |
| Conditional Value at Risk – 95% (daily) | -1.87% | -1.95% | -2.00% |
| Largest Drawdown | -24.42% | -28.40% | -31.31% |

As of 31 May 2022, the weighted average yield to maturity went up by 1.09pps m/m standing at 10.51% per annum. Disregarding the factor of cash, the figure is 11.01%. The weighted average AMD borrowing rate of the Fund decreased by 0.03pps m/m to 10.14%.

Financial leverage jumped to 4.6x from 3.2x a month ago.

Portfolio maturity breakdown as of 31 May 2022



The Fund's total portfolio comprised 53.12% of assets with maturity of 0-5 years. Another 25.86% was allocated to Government bonds with maturity of 5-10 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.

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.