

## OVERVIEW

In July Glocal Profix AMD Fund reported increase of 5.44% in net asset value over the previous month. The increase in share price brought four-month performance to 30.91%.

The interest rates continue to decrease in the market. Overall, medium term issues comprised AMD 5.89 bln during July with average yield of 8.48% and average maturity of 4 years.

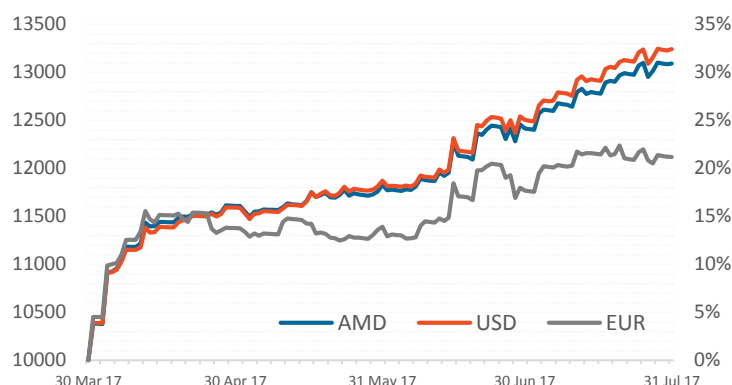
Glocal asset management continued to expand its partnership with local institutions. The management established collaboration with two additional commercial banks.

## FUND FACTS

The Fund is registered with the Central Bank of Armenia and is open to qualified investors.

## PERFORMANCE

### Investment Performance Per 10,000 AMD/USD/EUR



Net of management fees and operational costs and taxes.

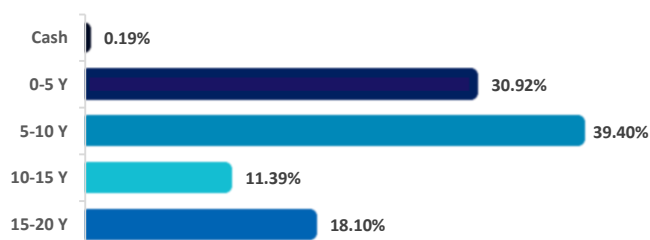
Y 2017	AMD	USD*	EUR*
April	16.10%	15.90%	13.77%
May	1.88%	2.44%	0.13%
June	4.97%	5.31%	3.30%
July	5.44%	5.90%	2.96%
<b>Since inception</b>	<b>30.91%</b>	<b>32.42%</b>	<b>21.17%</b>

\*The investment performance in AMD is translated to hypothetical performance in USD and EUR using daily rates provided by Central Bank of Armenia

During July, the Fund's return amounted to positive 5.44%. Average interest rates for medium and long-term government bonds continued to decrease along the yield curve by 11.1 basis points. The decrease in market rates resulted in revaluation income for the portfolio, which caused yet another above-average return for the month.

The Fund's average borrowing rate was 6.27% for AMD and 2.5% for USD during the month and average lending rate was 10.72% (average yield on constituent securities). Portfolios average lending rate increased by 17 basis point as a result of higher allocation to long term government bonds.

### Total asset composition by maturity as of July, 2017



Weighted by fair value

Government bonds with 5-10 years until maturity comprise 39.40% of portfolios total assets. Cash reserves amount to 0.19% of total portfolio. The financial leverage in the end of the month was equal to 4.46.

NAV 30 July 2017	AMD 1,309.11
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Type of fund	Fixed income, non-public, open-ended
Inception date	1 April 2017
Domiciliation	Armenia
Fund Life	Indefinite
Base currency	AMD
Holding securities	Armenian Government Bonds
Strategic instrument	Repurchase agreements
NAV calculation	Daily
Distribution policy	Reinvesting
Max. financial leverage	5x
Expected target annual return	26% net to investors
Management fee	2.75% on NAV
Performance fee	20% over a 20% hurdle return
Tax rate	0.01% of NAV
Unit custodian	Armenbrok Investment Company
Initial investment, min.	AMD 20m
Subsequent investment, min., each	AMD 10m
Number of participants, max.	49
Portfolio net assets	AMD 668m
Total Assets	AMD 2,977m

## 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.