

## OVERVIEW

Glocal Profix USD fund reported a positive return of 1.32% in October 2018. The return since inception stood at 15.3%, rounding to 13.10% if annualized.

## FUND FACTS

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

**NAV 31 October 2018 USD 11.53**

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 2.18million
Net assets	USD 760 thousand
Auditors	Deloitte

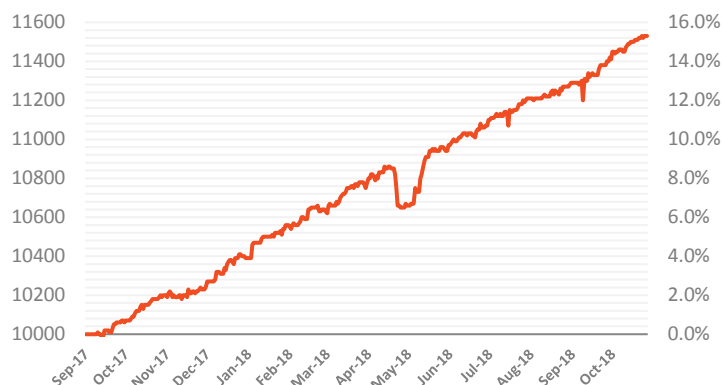
\*Performance fee is calculated and charged once on redemption date. Any return over 10% annual compounded hurdle rate is subject to incentive fee deductions

### Statistical data

Average YTM	6.00 %
Average Coupon	6.49 %
Average Maturity	0.93 Years

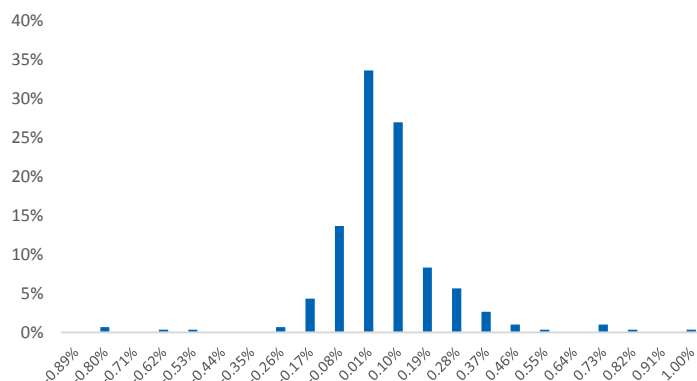
## PERFORMANCE

### 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 2018

Average Monthly Returns	0.99%
Q4 2017	3.38%
Q1 2018	3.65%
Q2 2018	2.60%
Q3 2018	2.89%
Since Inception	15.30%
Inception Annualized	13.10%
<b>October 2018</b>	<b>1.32%</b>

### Risk Measures

Standard Deviation of Returns (monthly)	0.81%
Sharpe Ratio (annualized)	3.11
Largest Drawdown	1.93%
% Gain Periods	79.73%
Value at Risk – 95% (monthly)	-0.34%

The Fund's average borrowing rate was 2.8%; the assets are entirely financed in USD.

Average yield of the portfolio was 6.00%; 99.69% of the assets are in USD. The portfolio's financial leverage equaled to 2.87 by the end of the month. Average maturity of the holdings of the Fund rounded to 0.93 years.

#### Portfolio Allocation breakdown as of October 31, 2018

By Sector	
Banks	68.22%
Other Financial Institutions	31.44%
Cash	0.34%
By Currency	
USD	99.69%
AMD	0.31%

*Weighted by fair value*

The share of USD denominated corporate bonds in the portfolio increased to 99.66%, with the remaining 0.34% held in cash.

## 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.