

OVERVIEW

Glocal Profix AMD fund generated a positive return of 4.16% in May 2019. Armstat published the macro indicators for April 2019, according to which GDP expanded by 7% from the beginning of the year, with a 9.2% growth over April 2018; CPI went up by 1.7%.

Economic growth was driven by increases in Services, Industry and Trade volumes – 16.2%, 13.2% and 9% in April, respectively. Electricity production expanded by 8.9%. Exports went up by 9.9% in April – the highest growth in 2019 – rounding to USD 716.3mln from the beginning of the year; Imports surged by 18.9% during the month, although with a year-to-date figure 1.9% below that of the comparable period a year ago. Trade deficit widened by USD 206mln relative to March 2019, standing at USD 748.8mln. The Central Bank's refinancing rate remained unchanged at 5.75%; yields on 10-year AMD-denominated Government bonds stood at 9.9%, on par with that of previous month. Armenian dram appreciated against both USD and EUR, standing at 480.10 and 535.41, respectively.

The Fund's return since inception stood at 120.99%, rounding to 44.11% if annualized.

FUND FACTS

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

NAV

31 May 2019

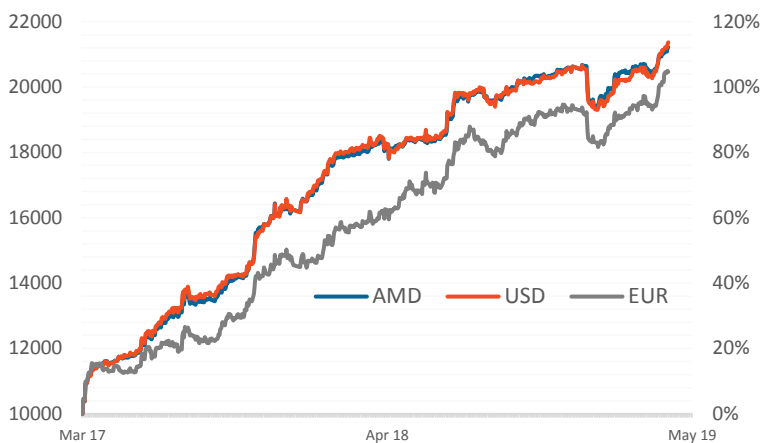
AMD 2,210

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 6,450.35m
Net assets	AMD 1,867.76m
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.

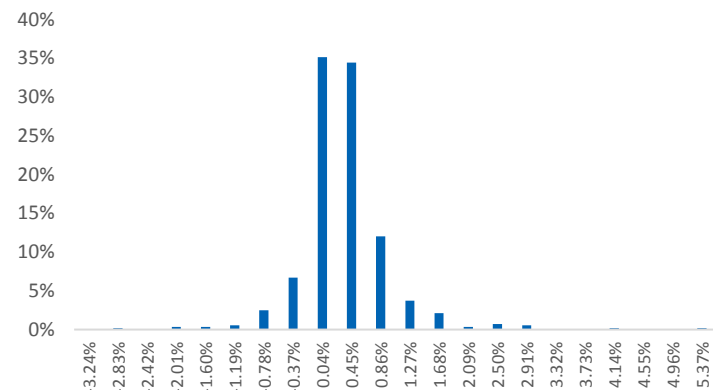
PERFORMANCE

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 2019	AMD	USD*	EUR*
Average Monthly Returns	2.94%	2.97%	2.83%
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%
Since Inception	120.99%	122.73%	114.44%
Inception Annualised	44.11%	44.63%	42.13%
May 2019	4.16%	4.24%	4.80%

Statistical data

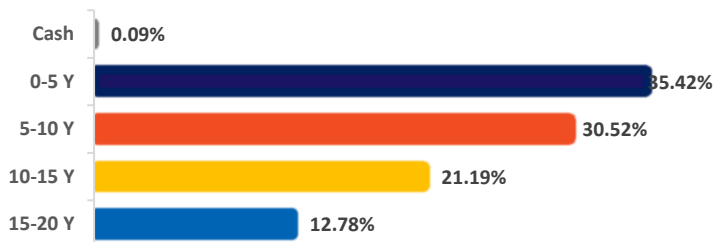
Average YTM	9.93%
Average Coupon	10.54%
Modified duration	4.85

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

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	2.93%	2.94%	3.48%
Sharpe Ratio (annualized)	2.51	2.53	2.00
% Gain Periods	58.30%	58.30%	53.36%
Value at Risk – 95% (monthly)	-1.87%	-1.86%	-2.89%

As of May 2019, the weighted average yield to maturity of the portfolio stood at 9.93% per annum. The weighted average AMD repo rate equalled to 6.26%, while USD refinancing rate remained unchanged at 3.00%; Financial leverage rounded to 3.45, up from 3.28 a month ago.

Portfolio maturity breakdown as of May 31, 2019



Government bonds with maturity of 5-10 years comprise 30.52% of portfolio's total assets; 0-5 years represent 35.42% of portfolio.

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.