

## OVERVIEW

Glocal Profix USD Fund continued its positive performance in July 2021, as well, by returning 1.05%. This pushed year-to-date return up to 9.46%. Since-inception return of the Fund increased to 53.90% or 11.67% annualized.

The Armenian economy sustained its growth pattern in June 2021, as well. In particular, the GDP of the country went up by 8.0% y/y bringing H1 reading up to 5.0% y/y. In June, the economic growth was mostly driven by trade and services which jumped by 10.3% and 12.0% y/y, respectively. Both industry and construction increased by 1.3% y/y. It is worth mentioning that for H1, positive growth rates were reported for all main sectors of the national economy.

External trade expanded by impressive 20.1% y/y with exports and imports up by 33.0% and 12.1% y/y, respectively. In H1 growth rates of exports and imports stood at 23.3% and 7.9% y/y, respectively. As a result, trade deficit narrowed by 10.9% to USD 812.7mln.

In June the CPI went up by 6.5% y/y. In order to resist the inflation pressure, on 3 August the Board of the Central Bank of Armenia decided to make another 50bps hike in the refinancing rate, to 7.0%. As of the end of July, the Armenian Dram appreciated against both USD and EUR, standing at AMD 486.24 and AMD 578.33, respectively.

## FUND FACTS

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

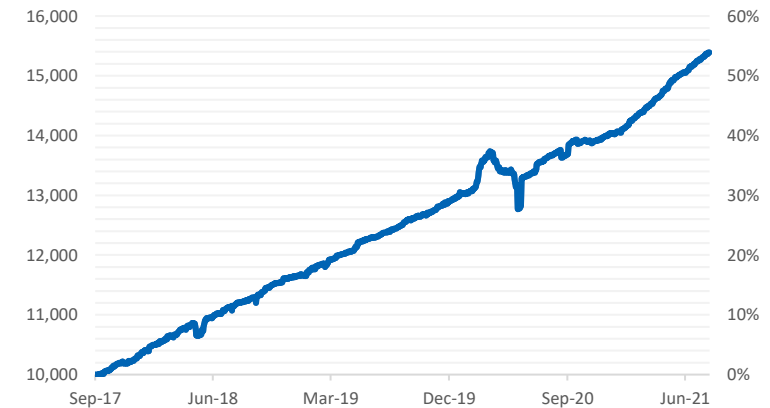
**NAV 31 July 2021 USD 15.39**

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 5.38m
Net assets	USD 1.92m
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

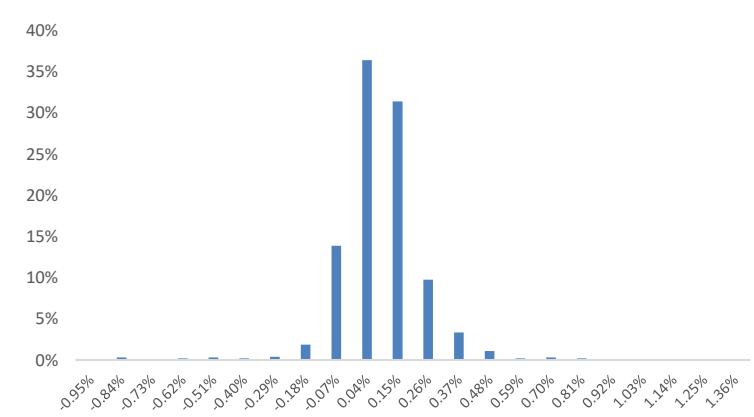
## PERFORMANCE

### Cumulative Performance Since Inception (per \$10K)



Net of management fees and operational costs and taxes.

### Relative Frequency Distribution of Daily Returns



### Returns to 31 July 2021

Average Monthly Returns	0.89%
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%
Q4 2019	3.08%
Q1 2020	2.91%
Q2 2020	0.97%
Q3 2020	2.44%
Q4 2020	1.30%
Q1 2021	4.05%
Q2 2021	4.10%
Since Inception	53.90%
Inception Annualized	11.67%
<b>July 2021</b>	<b>1.05%</b>

Risk Measures	
Standard Deviation of Returns (monthly)	0.95%
Sharpe Ratio (annualized)	2.84
Largest Drawdown	-7.06%
% Gain Periods	81.53%
Value at Risk (parametric) – 95% (monthly)	-0.68%
Value at Risk (historical) – 95% (daily)	-0.15%
Conditional Value at Risk – 95% (daily)	-0.34%

#### Portfolio Allocation breakdown as of 31 July 2021

By Sector	
Banks	71.01%
Other Financial Institutions	19.67%
Real Sector	9.26%
Cash	0.06%
By Currency	
USD	92.08%
AMD	7.92%

Weighted by fair value

The Fund's total portfolio comprised 92.07% of USD-denominated corporate bonds. The remaining part is allocated in AMD-denominated bonds and cash: 7.87% and 0.06%, respectively.

Financial leverage went up to 2.81x from 2.75x a month ago.

#### Statistical data

Average YTM	6.08 %
Average Coupon	6.06 %
Average Maturity	1.26 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.