

## OVERVIEW

In January 2023 Glocal Eurobonds Fund generated a positive return of 0.39% pushing the annualized return since inception up to 62.20%.

December 2022 was another month with double-digit growth for the Armenian economy. In particular, the GDP went up by 12.8% y/y bringing the reading for the year up to a record-high 14.2%. According to the preliminary data, in 2022 services, trade and construction were the major drivers of the economy with respective growth rates of 28.2% y/y, 17.0% y/y and 12.5% y/y. Industrial output increased by 7.8%. For the first time in a while, a slight growth was reported for agriculture – 0.4% y/y.

In 2022, external trade of Armenia surged by remarkable 68.6% y/y, with both exports and imports reaching record-high values. Exports were up by 77.7% to USD 5,360.1mln and imports were up by 63.5% y/y to USD 8,7687.7mln. The trade deficit widened by USD 1,0618.6mln y/y to USD 3,408.6mln.

The CPI went up by 8.1% y/y in January. During the month, the Central Bank of Armenia kept the refinancing rate unchanged at 10.75%. As of the end of January, the Armenian Dram depreciated against both USD and EUR, standing at AMD 395.67 and AMD 428.27, respectively.

## FUND FACTS

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

**NAV 31 January 2023 USD 125.10**

Type of fund	Fixed income, non-public, open-ended
Date of 1st NAV	16 August 2022
Base currency	USD
Holdings	Government and corporate Eurobonds and Bonds, bank deposits and cash
Refinancing instrument	Repurchase agreements
NAV Calculation	Daily
Management fee	1.0% on NAV
Performance fee*	10%
Tax rate	0.01% of NAV
Initial investment, min.	USD 100,000
Distribution policy	Reinvesting
Unit custodian	Armbrok Investment Company
Assets under management	USD 1,477.12k
Net assets	USD 664.93k

\* Calculated and deducted at the end of each year following the placement of units, and if they are redeemed before the settlement date, upon redemption.

## PERFORMANCE

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



Net of management fees and operational costs and taxes.

### Returns to 31 January 2023

Average Monthly Returns	3.89%
Since Inception	25.10%
Inception Annualized	62.20%
<b>January 2023</b>	<b>0.39%</b>

### Risk Measures

Standard Deviation of Returns (monthly)	6.24%
% Gain Periods	50.41%
Value at Risk (parametric) – 95% (monthly)	-6.38%

Average YTM (Total portfolio)	1.48%
Average YTM (USD Bond portfolio)	5.61%
Average Coupon	2.48%
Average Maturity	2.03 Years

### Portfolio Allocation breakdown as of 31 January 2023

By Sector	
Eurobonds	26.54%
Cash	73.46%
By Currency	
USD	99.94%
AMD	0.00%
RUB	0.05%

Weighted by fair value

The Fund's total portfolio comprised 26.54% of Eurobonds with the remaining 73.46% allocated 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.