

## OVERVIEW

In February, Glocal Profix AMD Fund generated a positive return of 5.18% on its net asset value. Fund's 11-month performance came up to impressive +79.20% in total.

During February 2018, the Government allocated AMD denominated bonds with total par value of 9.22 bln., years to maturity of 4.16 years and yield to maturity of 8.09%

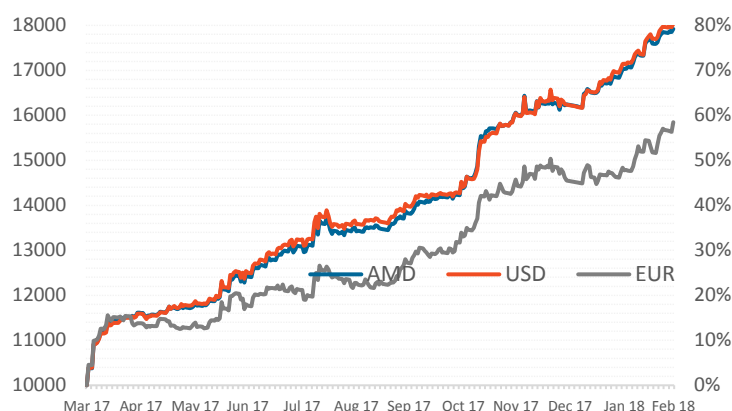
Equally weighted yield to maturity of coupon paying AMD denominated government bonds increased by 2 basis points in February.

## FUND FACTS

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

## PERFORMANCE

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



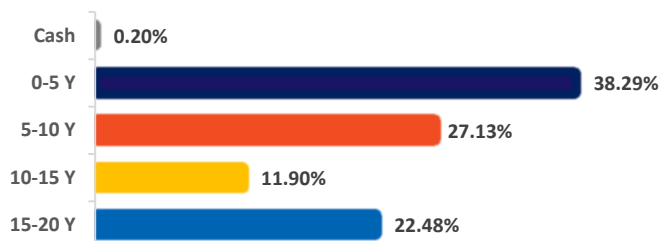
Net of management fees and operational costs and taxes.

Performance	AMD	USD	EUR
Q2 2017	24.16%	25.04%	17.68%
Q3 2017	11.31%	11.79%	8.07%
Q4 2017	17.43%	16.05%	14.29%
Year 2017	62.29%	62.22%	45.35%
2017 Annualised	78.80%	78.69%	56.64%
Since Inception	79.20%	80.34%	58.47%
Inception Annualised	88.81%	90.12%	65.14%
YTD	10.42%	11.17%	9.03%
<b>February 2018</b>	<b>5.18%</b>	<b>5.18%</b>	<b>7.23%</b>

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

In February, the Fund reported positive return of 5.18%. The weighted average yield to maturity of the portfolio's holdings was 10.52% per annum by the end of the month. The weighted average annualized effective rate at which the Fund borrowed against its assets was 6.48% during February. The portfolio's financial leverage was 2.69 by the end of the month.

### Portfolio maturity breakdown as of February 28<sup>th</sup>, 2018



Weighted by fair value

Government bonds with 0-5 years until maturity comprise 38.29% of portfolios total assets. Cash balance amounts to 0.20% of total portfolio.

**NAV 28 February 2018** **AMD 1,792.03**

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
Expected 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 3,037m
Net assets	AMD 1,128m

\* Performance fee is calculated and charged once on redemption date. Any return over 20% annual compounded hurdle rate is subject to performance fee deductions.

## Statistical data

Yield to maturity	10.52
Modified duration	4.75
Convexity	37.19
Convexity adjusted DV01	AMD 138.26m
Daily analytical VaR [ $\alpha = 5\%$ ]	0.61%
Daily historical VaR [ $\alpha = 5\%$ ]	0.45%

## 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.