

## OVERVIEW

In June 2022, Glocal Profix AMD Fund reported a negative return of 4.30% pushing the year-to-date reading down to -4.67%. The Fund's return since inception declined to 203.82% equivalent to 23.55% if annualized.

The Armenian economy demonstrated an impressive performance in May 2022. The GDP of the country increased by a remarkable 13.0% y/y. Such growth was primarily driven by services, which went up by 30.2% y/y. Construction works surged by 18.1% y/y while trade turnover expanded by 12.4% y/y. The growth of industry was modest at 2.0% y/y.

The growth of external trade was outstanding, as well. The volume of external turnover increased by 45.5% y/y pushing 5M figure up by 36.6% y/y. During the first 5 months of the year exports went up by 27.5% y/y to USD 1,385.5mln, while imports expanded by 42.2% y/y to USD 2,527.9mln. Consequently, the foreign trade deficit widened by 65.3% y/y to USD 1,142.4mln.

In May, the CPI went up by 8.4% y/y. The Central Bank of Armenia kept the refinancing rate unchanged at 9.25%. In June, the CBA purchased USD 100mln at an average exchange rate of AMD 414.74. As of the end of June, the Armenian Dram significantly appreciated against both USD and EUR, standing at AMD 407.21 and AMD 423.54, respectively.

As to Government bonds market, in June, the Ministry of Finance of Armenia allocated bonds with a total volume of AMD 32bln. During the month, the yield of 10-year AMD-denominated Government bonds went up by 0.18pps m/m to 11.35%.

## FUND FACTS

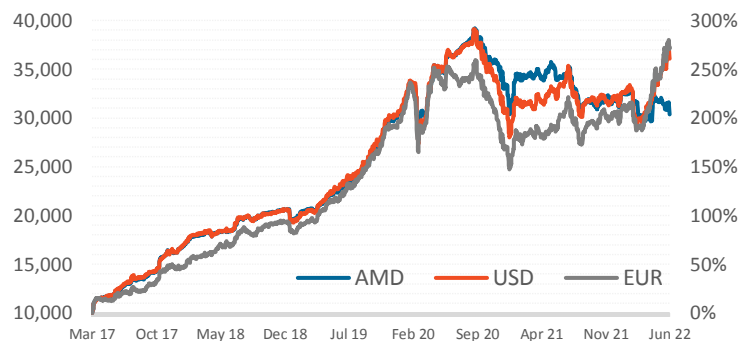
The Fund is registered with the Central Bank of Armenia with participation allowed to qualified investors.

NAV 30 June 2022	AMD 3,038.19
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 13,599.01m
Net assets	AMD 2,805.02m
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.

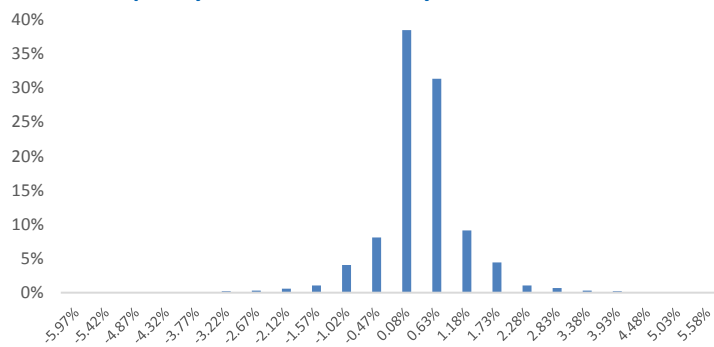
## PERFORMANCE

### 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 30 June 2022	AMD	USD*	EUR*
Average Monthly Returns	1.70%	1.82%	1.83%
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%
Q2 2019	9.09%	11.23%	9.52%
Q3 2019	11.17%	11.44%	16.17%
Q4 2019	19.79%	18.86%	15.90%
Q1 2020	0.94%	-4.02%	-2.02%
Q2 2020	19.78%	25.27%	22.67%
Q3 2020	4.17%	2.88%	-1.54%
Q4 2020	-11.67%	-17.45%	-21.23%
Q1 2021	2.47%	0.82%	5.46%
Q2 2021	-0.26%	6.85%	5.37%
Q3 2021	-7.27%	-5.03%	-2.60%
Q4 2021	0.57%	1.43%	4.06%
Q1 2022	-4.94%	-6.07%	-4.34%
Q2 2022	0.28%	19.66%	27.67%
Since Inception	203.82%	261.01%	272.68%
Inception Annualised	23.55%	27.67%	28.45%
<b>June 2022</b>	<b>-4.30%</b>	<b>5.28%</b>	<b>8.21%</b>

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

## Statistical data

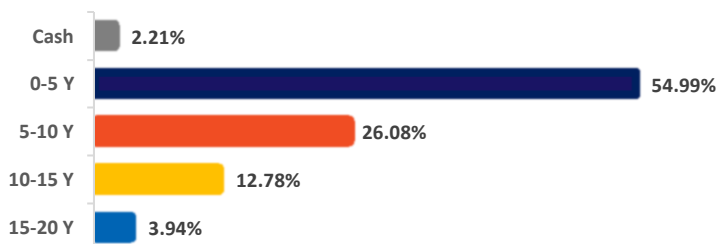
Average YTM	10.69%
Average Coupon	9.73%
Modified Duration of Bond Portfolio	4.41

Risk Measures	AMD	USD	EUR
Standard Deviation of Returns (monthly)	3.68%	3.83%	4.24%
Sharpe Ratio (annualized)	0.71	0.79	0.72
% Gain Periods	54.60%	54.74%	51.31%
Value at Risk (parametric) – 95% (monthly)	-4.35%	-4.48%	-5.14%
Value at Risk (historical) – 95% (daily)	-1.14%	-1.14%	-1.25%
Conditional Value at Risk – 95% (daily)	-1.92%	-2.00%	-2.04%
Largest Drawdown	-24.42%	-28.40%	-31.31%

As of 30 June 2022, the weighted average yield to maturity grew by 0.18pps m/m to 10.69% per annum. Disregarding the factor of cash, the figure is 10.93%. The weighted average AMD borrowing rate of the Fund went down by 0.02pps m/m to 10.12%.

Financial leverage increased to 4.8x from 4.6x in June.

### Portfolio maturity breakdown as of 30 June 2022



The Fund's total portfolio comprised 54.99% of assets with maturity of 0-5 years. Another 26.08% was allocated to Government bonds with maturity of 5-10 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.

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.