

DPLK Equity Fund

October 2014



INVESTMENT OBJECTIVE

The objective of the fund is to provide maximum long term investment yield.

INVESTMENT STRATEGY

The fund seeks to attain its objectives by investing in short term interest bearing instruments (such as deposits, SBI or money market mutual funds) and in equity instruments (whether directly on stocks or indirectly through mutual funds).

PERFORMANCE INDICATOR

Return Performance

Last 1-year period	17.40%
Best Month	15.22% Jul-09
Worst Month	-16.21% Oct-08

Portfolio Breakdown

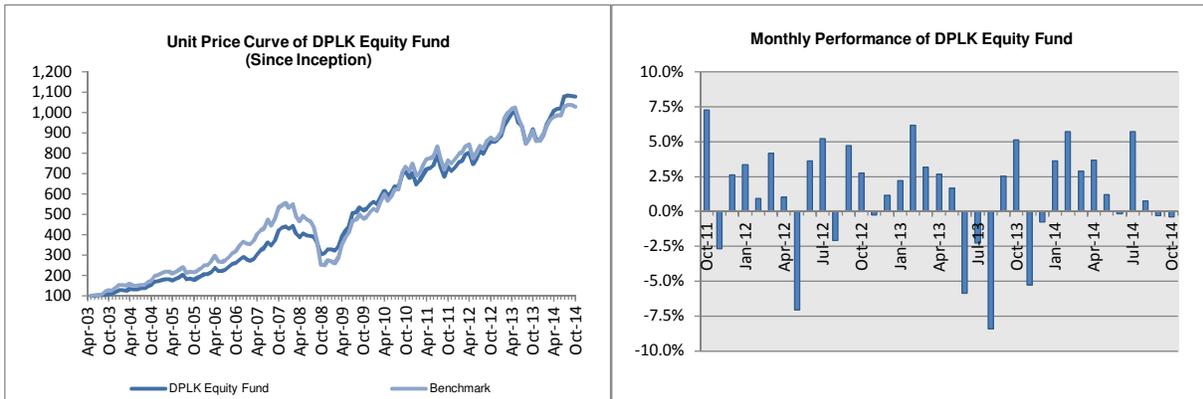
Equity	87.74%
Cash/Deposit	12.26%

Top Five Stocks Holding

BANK CENTRAL ASIA	7.74%
BANK MANDIRI	6.94%
TELEKOMUNIKASI	6.80%
ASTRA INTERNATIONAL	6.14%
BANK RAKYAT INDONESIA	6.01%

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
DPLK Equity Fund	-0.39%	0.06%	6.90%	17.40%	47.06%	24.88%	977.70%
Benchmark*	-0.93%	0.01%	5.15%	12.83%	34.26%	19.08%	928.66%

*Jakarta Composite Index (JCI)



KEY FUND FACTS

Fund Size (in bn IDR)	: IDR 95.43	Pricing Frequency	: Daily
Risk Profile	: Aggressive Investor	Price per Unit	
Launch Date	: 31 May 2003	(As of Oct 31, 2014)	: IDR 1,077.7
Fund Currency	: Indonesian IDR		
Managed by	: PT. Asuransi Allianz Life Indonesia		

MANAGER COMMENTARY

Central Bureau Statistics of Indonesia (BPS) announced inflation in Oct at 0.47% mom (vs consensus 0.33%, inflation 0.27% in Sept) mostly caused by higher household electricity tariff, LPG price and both raw and processed food. On yearly basis, inflation printed at 4.83% YoY (vs consensus 4.70%, 4.53% in Sept). Core inflation stable at 4.02% YoY (vs consensus 3.97%, 4.04% in Sept). In the Board of Governors' Meeting on Oct 7th, 2014, BI maintained its reference rate at 7.5%, Lending Facility at 7.5%, and the deposit facility rate (FASBI) at 5.75%. Rupiah appreciated against USD by +1.07% to 12,082 at end of Oct compared to previous month 12,212. Trade balance was deficit -0.27bn USD (non-oil and gas surplus +0.76bn, oil and gas deficit -1.03bn USD) in Sept (vs consensus deficit -0.28bn USD, deficit -0.31bn USD in Aug). Export increased by +3.87% YoY mostly driven from export in crude oil, while imports increased by +0.23% YoY. BPS announced Q3 GDP expanded by only 5.01% YoY (vs consensus 5.1%) and 2.96% QoQ (vs consensus 3.03%), lower compared to previous quarter with consumption (private and government consumption) remain the driver. By industry level, GDP growth was driven by agriculture and mining sectors.

The JCI (Jakarta Composite Index) closed lower in October, falling -0.93% MoM to close at 5,089.55 for the month. Laggards came from TLKM, ASII, UNVR, SCMA, and EXCL which fell -5.66%, -3.90%, -4.40%, -11.63%, and -10.89% MoM respectively. While the movers were BBRI, INTP, BBNi, BMRI, and TBIG which rose +6.24%, +11.37%, +7.69%, +2.73%, and +11.25% MoM respectively. Political environment remains sideways and uncertain to an extent, the dualism of parliament Leadership from Jokowi and Prabowo coalitions causing some policies to be delayed. On the macro side, economic activity/growth continues to trend lower. Policy implementation uncertainty is partially to blame as business decision makers await clarity to deploy further fixed capital investments. Weakening of exports value were caused by weakening commodities (coal and palm oil), where coal and CPO prices fell by -25.5% and -11.8% YTD, respectively. During October foreign portfolio flows still booked a net outflow of US\$261mn, a decelerated pace compared to September figure of US\$615.6mn net outflows, but nonetheless still outflow. Investors are keeping a close watch on whether the new government has the ability to hike fuel prices by IDR 2,000-3,000 / liter in order to re-allocate state budget for better use. Sector wise, the Trading and Distribution Sector was the worst performing sector this month, depreciating by -5.20% MoM. MNCN (Media Nusantara) and SCMA (Surya Citra Media) were the laggards; falling by -12.36% and -11.63% MoM respectively. This was followed by the Mining Sector that posted -4.87% MoM losses, driven by BUMI (Bumi Resources) and HRUM (Harum Energy) which saw -27.37% and -22.74% MoM losses respectively. On the other hand, the Property and Construction Sector was the best performing this month which appreciated +5.12% MoM, the movers were PTPP (Pembangunan Perumahan) and WKST (Waskita Karya) which rose by +22.33% and +16.17% MoM respectively.

Disclaimer:

DPLK Equity Fund is a pension fund product offered by PT Asuransi Allianz Life Indonesia (Allianz). This fact sheet is prepared by Allianz. The information presented is for informational use only. The performance of the Fund is not guaranteed and the value of the units and the income from them may increase or decrease. Past returns and any forecast are not necessarily a guide to future performance. Allianz does not warrant or make any representations regarding the use or the results of the use of the figures generated in terms of their correctness, accuracy, reliability, or otherwise. You are advised to seek your financial consultant before making any investment.