

DPLK Equity Fund

July 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	15.83%
Best Month	15.22% Jul-09
Worst Month	-16.21% Oct-08

Portfolio Breakdown

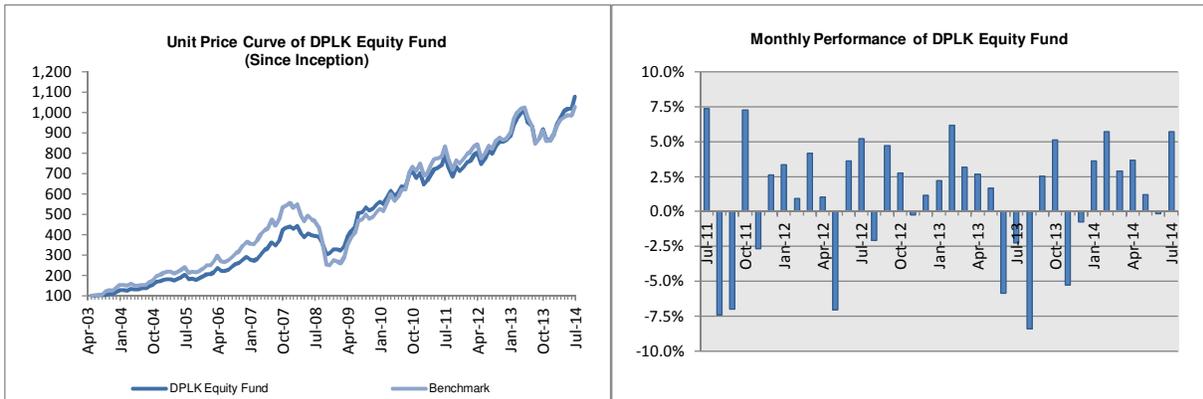
Equity	90.29%
Cash/Deposit	9.71%

Top Five Stocks Holding

TELEKOMUNIKASI	7.28%
BANK CENTRAL ASIA	6.84%
ASTRA INTERNATIONAL	6.65%
BANK MANDIRI	6.38%
BANK RAKYAT INDONESIA	5.66%

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
DPLK Equity Fund	5.70%	6.83%	20.47%	15.83%	35.72%	24.80%	977.04%
Benchmark*	4.31%	5.14%	15.16%	10.38%	23.19%	19.06%	928.51%

*Jakarta Composite Index (JCI)



KEY FUND FACTS

Fund Size (in bn IDR)	: IDR 86.35	Pricing Frequency	: Daily
Risk Profile	: Aggressive Investor	Price per Unit	
Launch Date	: 31 May 2003	(As of July 25, 2014)	: IDR 1,077.04
Fund Currency	: Indonesian IDR		
Managed by	: PT. Asuransi Allianz Life Indonesia		

MANAGER COMMENTARY

Central Bureau Statistics of Indonesia (BPS) announced inflation in Jul at 0.93% mom (vs consensus 0.82%, 0.43% in Jun) caused by higher food ingredients, processed food, beverages, and tobacco prices, as well as increasing impact of the July's electricity tariff hike for mid-size households – averaging 9% every two months. On yearly basis, inflation printed at 4.53% YoY (vs consensus 4.40%, 6.70% in Jun) as the base effect on the back of last year's June fuel price increase has diminished. Core inflation fell to 4.64% YoY (vs consensus 4.80%, 4.81% in Jun). In the Board of Governors' Meeting on Jul 10th, 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 +3.16% to 11,591 at end of Jul compared to previous month 11,969. Trade balance was deficit -0.31bn USD (non-oil and gas surplus +0.30bn, oil and gas deficit -0.60bn USD) in Jun (vs consensus deficit -0.39bn USD, surplus +0.07bn USD in May). Export increased by +4.45% YoY mostly driven from jewelry, while imports increased by +0.54% YoY.

The JCI (Jakarta Composite Index) appreciated in July, advancing by +4.31% MoM to close at 5,088.81 for the month. Large cap stocks including BBRI, TLKM, ASII, BBKA, and BMRI posted respectable gains, all of which rose by +8.47%, +7.51%, +6.19%, +5.45%, and +5.40% MoM respectively. On the flip side, there were tickers that dragged the index, which includes BMTR, BDMN, AALI, MNCN, and SIMP falling by -9.65%, -7.00%, -5.24%, -5.25%, and -11.39% MoM respectively. Political condition in the country remains to be under control despite the Prabowo-Hatta band camp announcing that they will appeal to constitutional court after the Election Committee declaring Jokowi-Jusuf Kalla as the winner of the president and vice president election on 22nd Jul 2014. Jokowi led with 53.12% of total votes while Prabowo-Hatta grabbed 46.88% of total votes. The Jokowi-JK band camp won by 6.24% or the equivalent of 8mn people. Foreign Investors reacted positively on the election result which resulted in booking a net inflow of US\$ 1.1bn. The additional net inflow brought the YTD 2014 foreign inflows to US\$4.4bn which was a historical high over the last decade. Sentiments continue to be favorable however broad market valuations on most tickers have become more expensive since earnings expectations are not expected to change significantly in the near term. Sector wise, the Property Sector was the best performing sector this month where it appreciated +12.53% MoM. BEST (Bekasi Fajar) and CTRA (Ciputra Development) rose +39.81% and +24.86% MoM respectively. This was followed by the Basic Industry Sector that posted +7.09% MoM gain, driven by INTP (Indocement) and SMGR (Semen Gresik) which appreciated by +10.64% and +9.95% MoM respectively. On the other hand, the Agriculture Sector was the worst performing this month which lost -5.84% MoM, laggards includes SIMP (Salim Ivomas) and LSIP (London Sumatera) which fell by -11.39% and -9.29% MoM respectively. Lower CPO price to MYR 2,345.5/ton (-5.58% YoY) on the back of higher CPO production seasonality and higher probability of el-nino that being delayed.

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.