

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	7.43%
Best Month	15.22% Jul-09
Worst Month	-16.21% Oct-08

Portfolio Breakdown

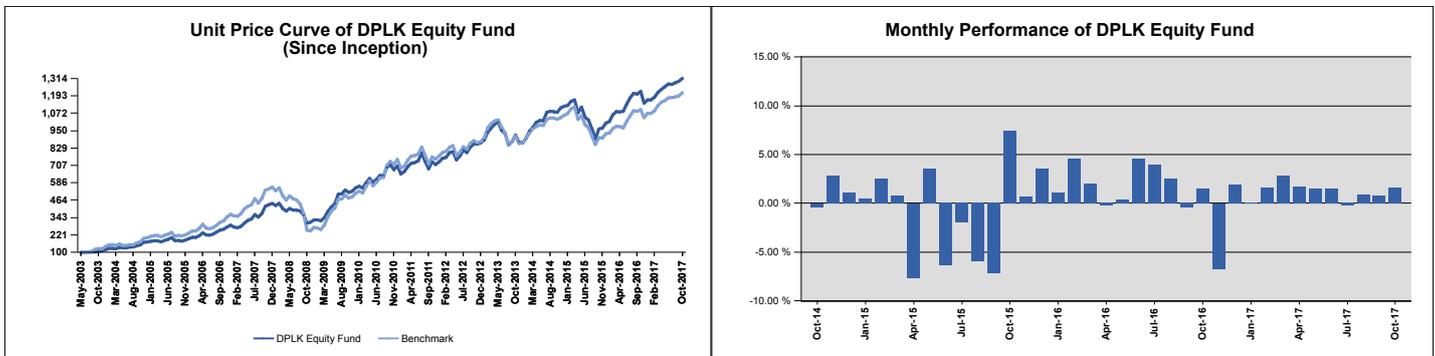
Equity	92.72%
Cash/Deposit	7.28%

Top Five Stocks Holding

Bank Central Asia	7.77%
Telekomunikasi Indonesia	6.33%
Unilever Indonesia	5.79%
Bank Rakyat Indonesia	5.77%
Chandra Asri Petrochemical	5.56%

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
DPLK Equity Fund	1.57%	3.29%	6.18%	7.43%	21.97%	12.95%	1214.44%
Benchmark*	1.78%	2.82%	5.64%	10.76%	18.00%	13.39%	1113.84%

*Jakarta Composite Index (JCI)



KEY FUND FACTS

Fund Size (in bn IDR)	: IDR 119.14
Risk Profile	: Aggressive
Launch Date	: 31 May 2003
Fund Currency	: Indonesian Rupiah
Managed by	: DPLK Allianz Indonesia

Pricing Frequency	: Daily
Price per Unit (As of Oct 31, 2017)	: IDR 1,314.4382

MANAGER COMMENTARY

Central Bureau Statistics of Indonesia (BPS) announced Oct 2017 inflation at +0.01% mom (vs consensus inflation +0.10%, +0.13% in Sep 2017). On yearly basis, inflation was lower to +3.58% yoy (vs consensus inflation +3.68%, +3.72% in Sep 2017). Core inflation was printed at +3.07% yoy vs consensus inflation +3.08%, +3.00% in Sep 2017). Inflation was mainly caused by higher processed food, beverage, cigarette and tobacco prices. In the Board of Governors' Meeting on 18 Oct 2017, Bank Indonesia maintained the BI 7-day Reverse Repo Rate at 4.25%, while maintaining the Deposit Facility (DF) and Lending Facility (LF) rates at 3.50% and 5.00% respectively. Rupiah depreciated by -0.59% to 13,572/USD at end of Oct 2017 from 13,492/USD in previous month. Indonesia economic growth in third quarter 2017 was increased by 3.18% QoQ (5.06% YoY compared to previous quarter at 5.01% YoY) which largely led by growth in other services. By expenditure, exports of goods and services components were the main drivers. Trade balance booked surplus of USD 1.76bn (non-oil and gas surplus USD 2.26bn, oil and gas deficit USD 0.50bn) in Sep 2017. Export rose by +15.60% YoY mostly driven by mineral fuel, while imports rose by +13.13% YoY. Indonesia's foreign reserves decreased USD 2.85bn to USD 126.55bn in Oct 2017 from USD 129.40bn in Sep 2017. The decrease was primarily attributable to foreign debt repayment and Rupiah stabilization also related to the reduction of foreign exchange placement in central bank for the need of payment.

The JCI ended the month higher at 6,005.78 (+1.78% MoM). Market movers were BYAN, TPIA, BMRI, INTP, and BBCA as they rose 82.92%, 19.2%, 4.83%, 18.78% and 2.96% MoM respectively. Despite a declining foreign flows in the last 6th consecutive months, the index recorded all-time high which broke 6,000 level. Strong index was supported by largely inline 3Q17 results, in which broad market earnings grew 19% YoY, driven by the strong acceleration in infrastructure sectors and stable commodity prices that enabled Mining Sector continuous to outperform. Expectation on better 3Q17 GDP result has somewhat supported the index as well as investors seeing some recovery within the offline retail segments as well as accelerated infra project realizations. On the global front, the hawkish Fed, still dovish ECB and the rolling over of economic data surprises especially in the US may limit foreign investor appetite to add exposure to EM risky assets despite medium term outlook remains supportive of EM Market as stability in Chinese Renminbi and stronger Chinese economic data. The recalibration of exposure towards DM could serve as a refraining factor for EM inflows. Sector wise, the Mining Sector was the best performing sector during the week, gaining 12.15% MoM. Ticker wise, BYAN (Bayan Resources) and MBAP (Mitrabara Adiperdana) were the movers, appreciating 82.92% and 57.08% MoM respectively. This was followed by the Basic Industry Sector which rallied 9.74% WoW. Ticker wise, INKP (Indah Kiat Pulp & Paper Corp) and WTON (Wijaya Karya Beton) posted 25.89% and 22.43% MoM gains respectively. On the other hand, the worst sector during the week was the Infrastructure, Utilities and Transportation Sector, which recorded a decline of 6.31% MoM. Ticker wise, TAXI (Express Transindo Utama) and TLKM (Telekomunikasi Indonesia Persero) were the laggards which fell 19.48% and 13.89% MoM respectively.