

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	14.97%
Best Month	15.22% Jul-09
Worst Month	-16.21% Oct-08

Portfolio Breakdown

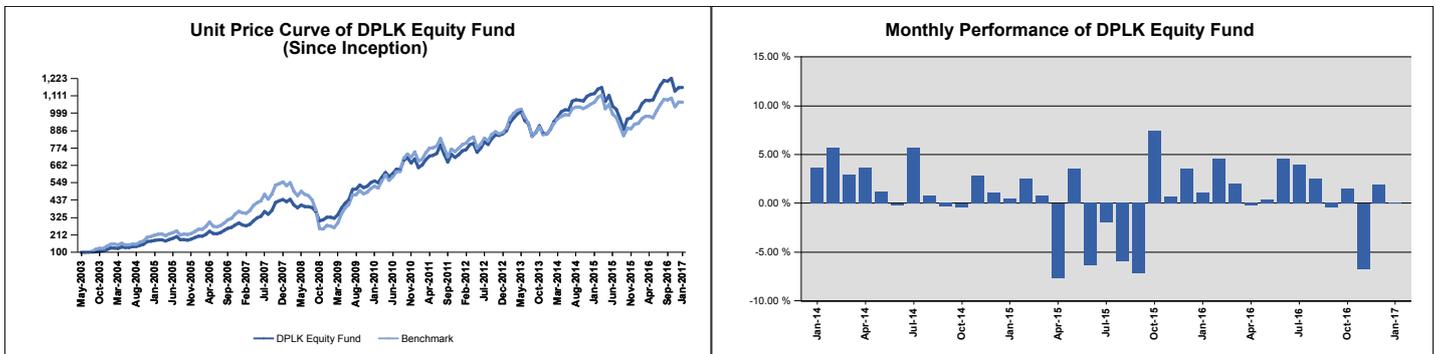
Equity	90.91%
Cash/Deposit	9.09%

Top Five Stocks Holding

Telekomunikasi Indonesia	8.20%
Hanjaya Mandala Sampoerna	7.64%
Bank Central Asia	7.52%
Unilever Indonesia	5.52%
Astra International	5.22%

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
DPLK Equity Fund	0.10%	-4.79%	-1.24%	14.97%	30.30%	0.10%	1064.89%
Benchmark*	-0.05%	-2.37%	1.50%	14.71%	19.81%	-0.05%	970.00%

*Jakarta Composite Index (JCI)



KEY FUND FACTS

Fund Size (in bn IDR)	: IDR 103.84
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 Jan 31, 2017)	: IDR 1,164.8915

MANAGER COMMENTARY

Central Bureau Statistics of Indonesia (BPS) announced Jan 2017 inflation at 0.97% mom (vs +0.42% in Dec 2016), mostly was caused by higher vehicle registration fee and electricity tariff. On yearly basis, inflation was higher to 3.49% YoY (vs consensus 3.20%, 3.02% in Dec 2016). Core inflation printed at 3.35% YoY, higher from previous month (vs consensus 3.12%, 3.07% in Dec 2016). In the Board of Governors' Meeting on 18-19 Jan 2017, Bank Indonesia maintained the 7-day reverse repo rate at 4.75%, also Deposit Facility (DF) at 4.00% and Lending Facility (LF) at 5.50%. Rupiah appreciated by +0.69% to 13,343/USD at end of Jan 2017 as opposed to 13,436/USD previous month. Trade balance booked a surplus of +US\$0.992bn (non-oil and gas surplus +US\$1.448bn, oil and gas deficit US\$-0.456bn) in Dec 2016. Export rose by +15.57% YoY mostly driven by mineral fuel exports, while imports rose by +5.82% YoY. Indonesia's gross domestic product (GDP) growth in Q4 2016 was at -1.77% qoq (vs consensus -1.80%, 3.20% last quarter), however expanded 5.02% yoy in FY2016 (vs consensus 5.02%, 4.88% FY2015).

The JCI (Jakarta Composite Index) closed flat/slightly lower in January, losing -0.05% MoM to close at 5,294.71 for the month. Laggards were BMRI, ASII, TLKM, BJBR, and INAF which posted notable losses of -5.83%, -3.93%, -2.76%, -32.15%, and -50.00% MoM respectively. Meanwhile the movers were UNVR, BUMI, EXCL, TPIA, and NIKL which rose +6.19%, +79.14%, +25.97%, +7.38%, and +83.56% MoM respectively. Stock market continued to stay relatively flat given the lack of positive catalysts. Foreign flows dominated where US\$37mn of outflows were recorded in Jan-17 as a reflection of rising political concerns as we head towards the Jakarta governor elections which will be held on the 15th Feb. Despite a recovery in incumbent Ahok's popularity, there are no indications that any candidate will surpass the >50% threshold to win outright in the first round on 15 Feb. Current polls suggest Ahok will progress to a second round and the election campaign period is likely to continue through mid-April 2017, which will increase the risk of further political tension during 1Q17. On the monetary front, BI maintained its benchmark policy rate given potential external volatility and rising inflation risk due to higher electricity and issuance of new vehicle licenses tariff. We would expect market volatility to remain relatively high in the near term. Sector wise, the Miscellaneous Industry Sector was the worst performing sector this month, depreciating by -3.43% MoM. MASA (Multistrada) and ASII (Astra International) were the laggards; losing by -11.85% and -3.93% MoM respectively. This was followed by the Financial Sector that posted -0.90% MoM losses, driven by BJBR (Bank Jabar) and BMRI (Bank Mandiri) which lost -32.15% and -5.83% MoM respectively. On the other side, Agriculture Sector was the best performing sector this month, gaining by +4.50% MoM. UNSP (Bakrie Plantation) and GZCO (Gozco Plantation) were the movers, rising +60.00% and +53.33% MoM respectively.