

# Smartwealth Equity Small Medium Capital Fund

August 2023

BLOOMBERG: AZRPSMC JJ

Investment Objective

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

Investment Strategy: Equity

To achieve the investment objective, this fund shall be invested 0 - 20% in short-term instruments and 80 - 100% in small and medium cap equity instruments.

Return Performance

Last 1-year Period		-5.85%
Best Month	Jan-18	17.35%
Worst Month	Mar-20	-22.23%

Portfolio Breakdown

Equity	98.78%
Money Market	1.22%

Top 10 Holding

(in Alphabetical Order)

- Astra International
  - Bank Central Asia
  - Bank Mandiri Persero
  - Bank Rakyat Indonesia
  - Bukalapak.Com
  - Impack Pratama Industri Tbk
  - Merdeka Battery Materials Tbk
  - Merdeka Copper Gold Tbk
  - Sarana MeditamaMetropolitan
  - Telekomunikasi Indonesia
- \*there is no investment on related parties

Industry Sector

Finance	31.51%
Infrastructure	12.11%
Technology	11.21%
Consumer Non-Cyclical	10.23%
Industry	9.34%
Consumer Cyclical	8.63%
Basic Industry	7.10%
Health	6.95%
Energy	2.92%

Key Fund Facts

Fund Size (in bn IDR)	IDR 137.33
Risk Level	Aggressive
Launch Date	27 Sep 2013
Fund Currency	Indonesian Rupiah
Launch Date NAV Price	IDR 1,000.00
Pricing Frequency	Daily
Bid-Offer Spread	5.00%
Investment Management Fee	2.00% p.a.
Custodian Bank Name	Bank HSBC Indonesia
Total Unit	88,381,444.3394

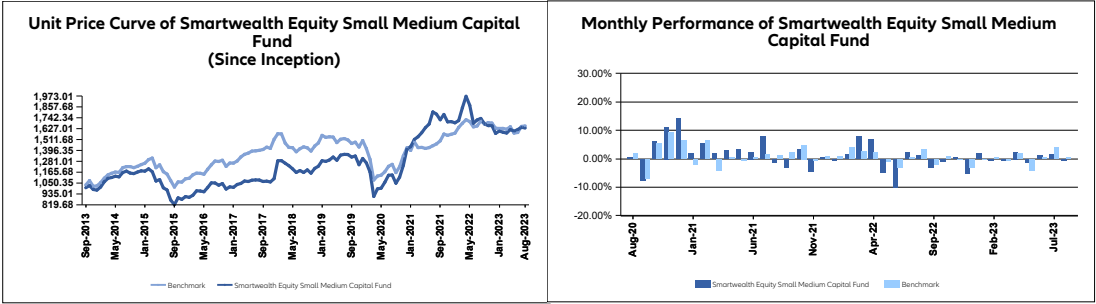
Price per Unit	Bid	Offer
(As of Aug 31, 2023)	IDR 1,553.84	IDR 1,635.62

Managed by	PT. Asuransi Allianz Life Indonesia
------------	-------------------------------------

	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	YTD	Since Inception
Smartwealth Equity Small Medium Capital Fund	-0.49%	2.16%	2.83%	-5.85%	44.10%	40.76%	3.68%	63.56%
Benchmark*	0.32%	4.82%	1.61%	-3.14%	32.73%	15.53%	1.50%	65.75%

\*Jakarta Composite Index (JCI)

(Benchmark assessment; using benchmark since Oct 2021, backdated to inception date)



Manager Commentary

Central Bureau Statistics of Indonesia (BPS) announced August 2023 inflation at -0.02% MoM (vs consensus inflation +0.05%, +0.21% in July 2023). On yearly basis, inflation was at +3.27% YoY (vs consensus inflation +3.34%, +3.08% in July 2023). Core inflation was printed at +2.18% YoY (vs consensus inflation +2.33%, +2.43% in July 2023). The lower inflation MoM was contributed by the lower price of food, beverage, tobacco group, clothing group and utilities group. The BI Board of Governors agreed on 23-24 August 2023 to hold the BI 7-Day Reverse Repo Rate at 5.75% and also hold the Deposit Facility (DF) and Lending Facility (LF) rates at 5.00% and 6.50%, respectively. In total, Bank Indonesia had increased their benchmark rate by 225bps up to Jan 2023. The decision is consistent with the monetary policy stance of managing inflation under 3.0% this year and 2.5% in 2024. The policy concentrate on rupiah stability in order to manage imported inflation and limit the spreading effect of global financial market uncertainties. Rupiah weakened against USD by -0.96% from 15,092 at end of July 2023 to 15,237 at end of August 2023. The weakened of Rupiah was impacted by Jerome Powell hawkish statement that stated the Fed still could hike rate until the Fed get assurance that inflationary path to inflation target of 2% is sustainable. Indonesia's trade balance recorded surplus amounting to USD +1,313mn in July 2023 vs previous month surplus USD +3,451mn in Jun 2023. The lower trade surplus was impacted by exports fell deeper than import. Non-oil and gas trade balance in July 2023 recorded surplus USD +3,218mn, which was lower than the previous month that recorded trade surplus amounting to USD +4,413mn in June 2023. Meanwhile, oil and gas trade balance still recorded deficit to USD -1,905mn in July 2023, which was higher than the deficit in June 2023 amounting to USD -963mn. Indonesia's current account deficit increased to USD -1.93 billion in Q2 of 2023 from Current Account Surplus USD 3.85 billion in the same period of the previous year, accounting for -0.55 percent of the country's GDP. The deficit driven by seasonally high dividend repatriation at USD -9.15bn while goods balance surplus thinner at USD 10.4bn. Indonesia's official reserve assets position amassed USD 137.1 billion as of the end of August 2023, decreased from USD 137.7 billion as of July 2023. The decrease was impacted by the government's external debt repayments and the need for Rupiah stabilization in response to increasing global financial market uncertainty.

The JCI ended the month higher at 6,953.26 (+0.32% MoM). Market movers were AMMN, BMRI, BRPT, AMRT, and PANI as they rose +61.21%, +5.24%, +38.06%, +7.41%, and +122.42% MoM respectively. Global equities posted negative return in August as recent hawkish statement by the Fed combined with lackluster economic data coming out of China resulted in investors taking some money away from the equity market as there is a high probability that we may be living in a higher interest rate environment for a prolonged period. Domestically in Indonesia, the JCI posted a slight positive return in August, gaining by +0.32% vs July. This was driven by combination of recent coal prices spike on the back of recent coal miners' strike in Australia and Indonesia offers more stable macro environment compared to its peers globally. Sector wise, the Basic Material Sector was the best performing sector during the month, gaining +9.81% MoM. Ticker wise, KAYU (Darmi Bersaudara) and MOLI (Madusari Murni) were the movers, appreciating +68.67% and +67.26% MoM respectively. This was followed by the Infrastructure Sector which rallied +6.24% MoM. Ticker wise, PGEO (Pertamina Geothermal) and OASA (Maharaksa Biru) posted +62.35% and +41.77% MoM gains respectively. On the other hand, the worst sector during the month was the Technology Sector, which recorded a decline of -5.81% MoM. Ticker wise, TFAS (Telefast Indonesia) and DMMX (PT Digital Meditama) were the laggards which fell -56.74% and -45.05% MoM respectively.

About Allianz Indonesia

PT Asuransi Allianz Life Indonesia is a financial service institution licensed and supervised by the Otoritas Jasa Keuangan (OJK) according to POJK 6/2022 which was founded in 1996 and is part of Allianz Asia Pacific which has been present in the region since 1910. Allianz Group is a leading insurance company and asset manager in the world with over 129 years of experience and provides a variety of personal and corporate insurance services, ranging from property, life and health insurance to credit insurance and business insurance services globally.

Disclaimer:

Smartwealth Equity Small Medium Capital is unit linked fund 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.