

ALLISYA RUPIAH EQUITY FUND

May 2019

BLOOMBERG: AZSRPEQ:IJ

Investment Objective

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

Investment Strategy

To achieve the investment objective, this fund shall be invested 0-20% in short-term sharia instruments such as deposits sharia, sharia SBI, sharia SPN, and / or money market mutual funds) and 80 - 100% the sharia based equity instruments in accordance to OJK's decision (either directly through sharia stocks or through sharia equity mutual funds).

Return Performance

Last 1-year Period		-3.22%
Best Month	Jul-09	14.81%
Worst Month	Oct-08	-12.99%

Portfolio Breakdown

Equity	91.93%
Sharia Cash/Deposit	8.07%

Top Five Stocks Holding

Telekomunikasi Indonesia	16.49%
Unilever Indonesia	14.50%
Astra International	13.61%
Indofood CBP Sukses Makmur	5.22%
Semen Indonesia Persero	4.67%

Key Fund Facts

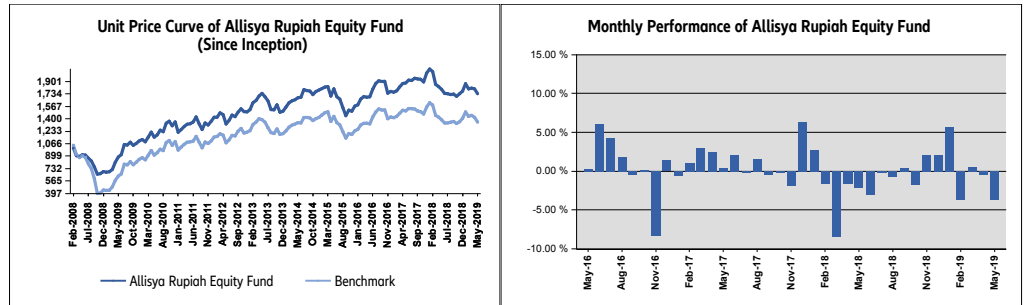
Fund Size (in bn IDR)	IDR 995.34
Risk Profile	Aggressive
Launch Date	01 Feb 2008
Fund Currency	Indonesian Rupiah
Pricing Frequency	Daily
Bid-Offer Spread	5.00%
Management Fee	2.00% p.a.

Price per Unit	Bid	Offer
(As of May 31, 2019)	IDR 1,650.11	IDR 1,736.96

Managed by PT. Asuransi Allianz Life Indonesia

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
Allisya Rupiah Equity Fund	-3.62%	-3.59%	0.04%	-3.22%	2.48%	-1.93%	73.70%
Benchmark*	-4.46%	-5.34%	-0.23%	-2.14%	1.88%	-3.53%	35.65%

*Jakarta Islamic Index (JII)



Manager Commentary

Central Bureau Statistics of Indonesia (BPS) announced May 2019 inflation at +0.68% mom (vs consensus inflation +0.53%, +0.44% in April 2019). On yearly basis, inflation was +3.32% yoy (vs consensus inflation +3.13%, +2.83% in April 2019). Core inflation was printed at +3.12% yoy (vs consensus inflation +3.08%, +3.05% in April 2019). The inflation in this month was mainly contributed by increasing in foodstuffs price (red chilli and chicken meat) and transportation cost (airfares) ahead of Ramadhan and Eid Fitri. In the Board of Governors' Meeting on 15th and 16th May 2019, Bank Indonesia kept the BI 7-day Reverse Repo Rate unchanged on 6.00%, while also maintaining the Deposit Facility (DF) and Lending Facility (LF) rates at 5.25% and 6.75% respectively. Rupiah depreciated by -1.20% to 14,385/USD at end of May 2019 from 14,215/USD in previous month. Indonesia's trade balance recorded deficit amounting to USD -2.502bn in April 2019 vs previous month surplus USD +0.540bn. The wider deficit was mostly caused by increasing in import for oil and gas, especially oil products, while export growth for oil and gas decreased by -32% compared previous month. Non-oil and gas trade balance in April 2019 recorded deficit USD -1.008bn, worse than the previous month which was surplus amounting to USD 0.989bn. The deficit was caused by decreasing of export for mineral fuels (coal). Meanwhile, oil and gas trade balance recorded deficit to USD -1.493bn in April 2019, worse than deficit on March 2019 amounting to USD -0.448bn. Indonesia's official foreign reserve as of May 2019 was at USD 120.35 billion, slightly lower than the April 2019 which stood at USD 124.30 billion. The decrement in the reserve assets per April 2019 was caused by overseas debt payment.

The JAKISL Index ended the month lower at 661.04 (-4.46% MoM). Market laggards were BRPT, SMGR, PTBA, UNVR, and ASII as they fell -18.11%, -14.44%, -22.73%, -2.2% and -2.3% MoM respectively. Equity markets in the region, Indonesia Inclusive, reacted negatively in May as escalation in the trade war between US-China escalated which triggered investors to retreat from emerging markets on this uncertainty and worry. On the domestic side, Indonesia's trade balance posted negative USD 2.5bn, the biggest deficit in several decades triggering concerns that Indonesia could face twin deficit risk in 2Q19. Despite the positive Indonesian post-election result, the external uncertainty weighs in on the market by a larger magnitude. This resulted in the JCI correcting by a notable degree which made the broad market valuation more attractive at below 14x P/E. That being said however, near term catalysts looks benign at this stage. Sector wise, the Mining Sector was the worst performing sector during the week, declining 7.3% WoW. Ticker wise, PTBA (Tambang Batubara Bukit Asam Persero Tbk) and ANTM (Aneka Tambang Persero) were the laggards, depreciating 22.73% and 16.18% MoM respectively. This was followed by the Basic Industry Sector which dropped 6.81% MoM. Ticker wise, BRPT (Barito Pacific) and SMGR (Semen Indonesia Persero) posted 18.11% and 14.44% MoM losses respectively. On the other hand, the best sector during the week was the Infrastructure, Utilities and Transportation Sector, which recorded a decline of 1.46% MoM. Ticker wise, TLKM (Telekomunikasi Indonesia Persero) was the laggards which rose 2.92% MoM.

Our portfolio positioning stance is selective and have constructive longer term outlook.

Disclaimer:

Allisya Rupiah Equity Fund 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.