

SMARTWEALTH DOLLAR EQUITY ALL CHINA FUND

December 2019

BLOOMBERG: AZUSWAC:IJ

Investment Objective

The objective of this fund is to achieve conservative long term capital growth while earning more relatively stable income.

Investment Strategy

To achieve the investment objective, this fund shall be invested 0% - 20% in short-term instruments (such as time deposits and / or money market mutual funds), and 80% - 100% in offshore instruments (through mutual funds).

Return Performance

Last 1-year Period	N/A
Best Month	Dec-19 7.57%
Worst Month	Nov-19 1.49%

Portfolio Breakdown

Mutual Funds - Equities	96.05%
Cash/Deposit	3.95%

Key Fund Facts

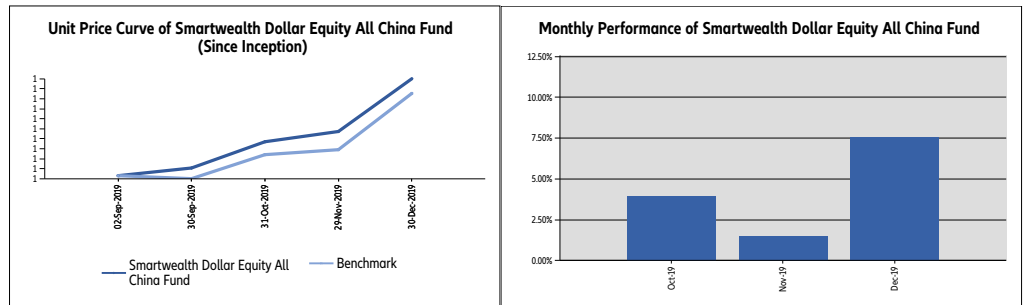
Fund Size (in mio USD)	USD 18.01
Risk Profile	Aggressive
Launch Date	02 Sep 2019
Fund Currency	United States Dollar
Pricing Frequency	Daily
Bid-Offer Spread	5.00%
Management Fee	2.00% p.a.

Price per Unit	Bid	Offer
(As of Dec 30, 2019)	USD 1.0911	USD 1.1485

Managed by Allianz Global Investor

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
Smartwealth Dollar Equity All China Fund	7.57%	13.51%	N/A	N/A	N/A	N/A	14.85%
Benchmark*	8.29%	13.12%	N/A	N/A	N/A	N/A	12.60%

*MSCI China All Shares Index (M1CNAL Index)



Manager Commentary

Allianz All China Equity fund outperformed the benchmark MSCI China All Shares Index in November 2019. Main sources of alpha came from stock selection in Industrials and Financials; while stock selection in Consumer Discretionary detracted slightly. With close to benchmark sector and market allocation as part of portfolio construction discipline, allocation effects had limited impact on relative performance.

More specifically, the top single stock contributor was Jiangsu Hengli Hydraulics, a leading hydraulic component maker in China. This is a stock that we have identified and held in the portfolio for over two years. Fundamental drivers of this stock include cyclical demand for construction machinery, as well as the secular trend of import substitution, where domestic brands continued to replace foreign brands. This is a classic example of a growth compounder, driven by technology and industrial upgrade.

On the negative side, a Taiwan-based company specialising in wireless communication products was the top detractor. The trade/tech conflict between US and China actually provided a good opportunity for the company to expand its business aggressively into mainland smartphone makers who used to rely more on US suppliers. While we do believe such companies should be well positioned to benefit from the disengagement between China and US, we have trimmed some position after strong year-to-date rally of this name.

Disclaimer:

Smartwealth Dollar Equity All China 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.