

ALLISYA RUPIAH FIXED INCOME FUND

December 2019

BLOOMBERG: AZSRPFI:J

Investment Objective

The Objective of the fund is to provide relatively stable income with capital preservation for the long term.

Investment Strategy

To achieve the investment objective, this fund shall be invested 0 - 20% in short-term sharia instruments (such as deposits of sharia, sharia SBI, sharia SPN, and / or money market mutual funds), and 80 - 100% in medium or long term instruments (such as sharia bonds, sharia corporate bonds and / or sharia fixed income mutual funds).

Return Performance

Last 1-year Period		10.91%
Best Month	Nov-18	3.58%
Worst Month	Nov-13	-3.68%

Portfolio Breakdown

Mutual Funds - Bonds	90.42%
Sharia Cash/Deposit	9.58%

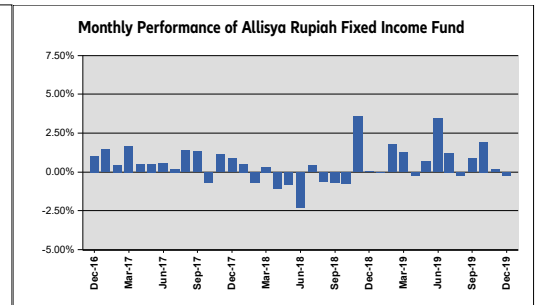
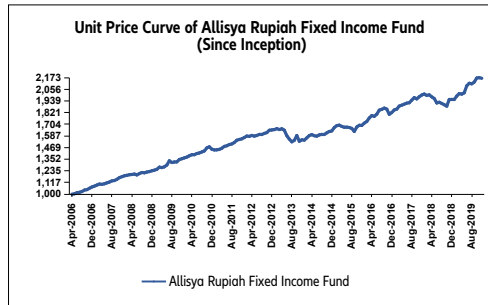
Key Fund Facts

Fund Size (in bn IDR)	IDR 117.33
Risk Profile	Moderate
Launch Date	25 Apr 2006
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 Dec 30, 2019)	IDR 2,059.05	IDR 2,167.42

Managed by PT. Asuransi Allianz Life Indonesia

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
Allisya Rupiah Fixed Income Fund	-0.27%	1.81%	3.64%	10.91%	18.91%	10.91%	116.74%



Manager Commentary

Central Bureau Statistics of Indonesia (BPS) announced December 2019 inflation at +0.34% mom (vs consensus inflation +0.49%, +0.14% in November 2019). On yearly basis, inflation was +2.72% yoy (vs consensus inflation +2.90%, +3.00% in November 2019). Core inflation was printed at +3.02% yoy (vs consensus inflation +3.14%, +3.08% in November 2019). The inflation was still affected by increasing prices in food stuffs group (egg and dairy) and also transportation cost ahead of holiday season. In the Board of Governors' Meeting on 18th and 19th December 2019 Bank Indonesia kept the BI 7-day Reverse Repo Rate unchanged on 5.00%, also maintaining the Deposit Facility (DF) and Lending Facility (LF) rates at 4.25% and 5.75%, respectively. This policy is still supported by manageable inflation that within target range as well. Rupiah appreciated by +1.42% to 13,901/USD at end of December 2019 from 14,102/USD in previous month. Indonesia's trade balance recorded deficit amounting to USD -1,331mn in November 2019 vs previous month surplus USD +172.5mn. The deficit was caused by the increasing in import growth compared previous month, while the export growth declined which was caused by the weak of global commodity price. Non-oil and gas trade balance in November 2019 recorded deficit USD -300.8mn, while the previous month resulted surplus amounting to USD +990mn. Meanwhile, oil and gas trade balance still recorded deficit to USD -1,029mn in November 2019, higher than the deficit on October 2019 amounting to USD -829mn. Indonesia's official foreign reserve as of December 2019 was at USD 129.18billion, higher than November 2019's number at USD 126.63billion.

IDR Government bond yields were closed mixed with lower yield on short to belly tenor, while were higher on long tenor. The market was opened with weaker tone due to global sentiments, such as: the uncertainty related trade deal between US-China, trade wars between US and Latin America as well as European Union, and Trump impeachment issue. While from the domestic, the negative sentiment were caused by lower projection of Indonesia's growth from Asian Development Bank and World Bank, deficit trade balance in November 2019 and the issue about relaxation CAD to be more 3%. Sri Mulyani tried to calm the market with statement that CAD will be below 3% following the existing law, however the selling action by onshore and foreign banks already happened. Bank Indonesia were seen in the market buying the bonds. Market became relatively much better after Trump announced that they cancelled to impose additional tariff for China's products and they also stated that the trade agreement between US and China will be held in the beginning of January 2020. Then, market was muted on the back of holiday mood. Offshore accounts decreased their holding by IDR -5.18tn in December 2019 (-0.49% MoM), to IDR 1,062.62tn as of 30 Dec 2019 from IDR 1,067.80tn as of 29 Nov 2019, which brought their holding to 38.60% of total outstanding tradable government bond (from 38.55% in the previous month). The 5Y yield Dec 2019 ended -5bps lower to +6.44% (+6.49% in Nov 2019), 10Y tenor ended -5bps lower to +7.06% (+7.11% in Nov 2019), 15Y tenor ended +2bps higher to +7.57% (+7.55% in Nov 2019) and 20Y tenor ended +1bps higher to +7.57% (+7.56% in Nov 2019).

Disclaimer:

Allisya Rupiah Fixed Income 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.