

ALLISYA RUPIAH FIXED INCOME FUND

June 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		9.00%
Best Month	Nov-18	3.58%
Worst Month	Nov-13	-3.68%

Portfolio Breakdown

Mutual Funds - Bonds	92.14%
Sharia Cash/Deposit	7.86%

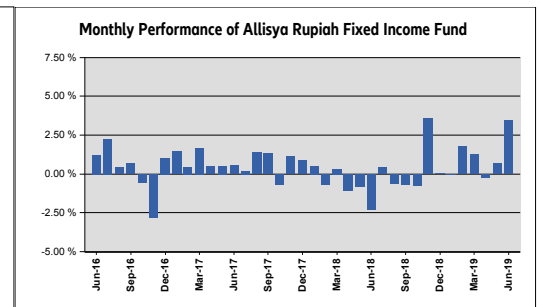
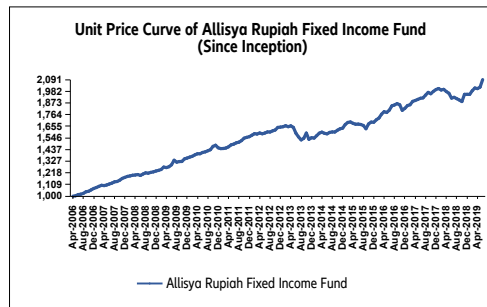
Key Fund Facts

Fund Size (in bn IDR)	IDR 108.32
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 Jun 28, 2019)	IDR 1,986.72	IDR 2,091.28

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	3.47%	3.87%	7.02%	9.00%	15.82%	7.02%	109.13%



Manager Commentary

Central Bureau Statistics of Indonesia (BPS) announced June 2019 inflation at +0.55% mom (vs consensus inflation +0.48%, +0.68% in May 2019). On yearly basis, inflation was +3.28% yoy (vs consensus inflation +3.26%, +3.32% in May 2019). Core inflation was printed at +3.25% yoy (vs consensus inflation +3.10%, +3.12% in May 2019). The inflation in this month was still mainly contributed by increasing in raw food price (red chilli, fresh fish, and tomato), while the increasing of core inflation was caused by increasing gold price. In the Board of Governors' Meeting on 19th and 20th June 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. While, BI has decided to lower the rupiah reserve requirement for conventional and islamic banks by 50bps to 6.0% and 4.5% respectively, with the average reserve requirements remaining at 3.0%, effective from 1st July 2019. Rupiah appreciated by +1.70% to 14,141/USD at end of June 2019 from 14,385/USD in previous month. Indonesia's trade balance recorded surplus amounting to USD 0.208bn in May 2019 vs previous month deficit USD -2.502bn. The surplus was caused by increasing in export for non-oil & gas, especially mineral fuels (ex oil & gas product). Non-oil and gas trade balance in May 2019 recorded surplus USD 1.186bn, better than the previous month which was deficit amounting to USD -1.008bn. Meanwhile, oil and gas trade balance still recorded deficit to USD -0.978bn in May 2019, slightly better than deficit on April 2019 amounting to USD -1.493bn. The deficit was caused by higher oil products imports as well as crude oil. Indonesia's official foreign reserve as of June 2019 was at USD 123.8 billion, higher than the May 2019 which stood at USD 120.35 billion. The increment in the reserve assets per June 2019 was affected by the foreign exchange income from oil & gas income and withdrawal of government external debt.

IDR Government bond yields were closed lower at the end of the June 2019 on the back of offshore inflows in line with IDR appreciation. The upgrading of Indonesia's sovereign rating from S&P (from BBB- to BBB), was the main reason of offshore inflows. The dovish tone coming from FED and Bank Indonesia related with benchmark rate cut in this year and also trade talks plan between Trump and Xi Jinping in G20 meeting, added positive sentiment to the market. Market rallied nearly a full month with benchmark tenor as the favorite to buy. Offshore accounts increased their holding by IDR 39.19tn in June 2019 (+4.13% MoM), from IDR 949.56tn as of 31 May 2019 to IDR 988.75tn as of 28 June 2019, which brought their holding to 39.07% of total outstanding tradable government bond (from 37.88% in the previous month). The 5Y yield June 2019 ended -69bps lower to +6.87% (+7.56% in May 2019), 10Y tenor ended -58bps lower to +7.45% (+8.03% in May 2019), 15Y tenor ended -68bps lower to +7.83% (+8.51% in May 2019) and 20Y tenor ended -46bps lower to +8.02% (+8.48% in May 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.