

SMARTWEALTH US DOLLAR EQUITY INDOASIA FUND

July 2021

BLOOMBERG: AZUSIAS:IJ

Investment Objective

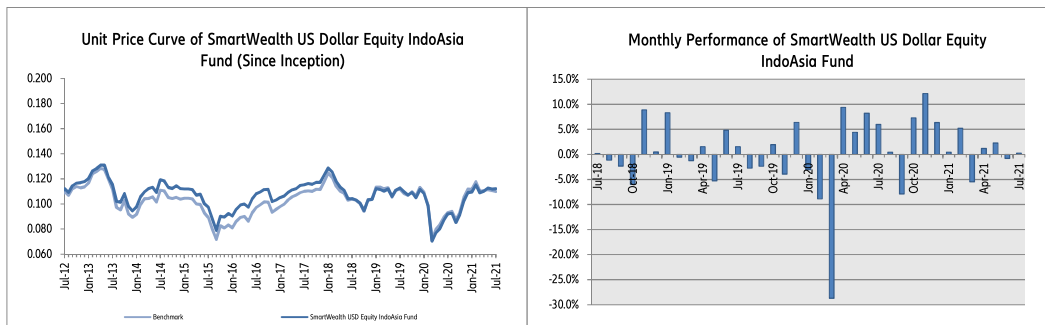
The objective of this fund is to provide maximum long term investment yield.

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
SmartWealth US Dollar Equity IndoAsia	0.27%	1.72%	2.37%	21.72%	7.48%	2.84%	-3.20%
Benchmark*	-0.87%	-0.77%	-1.58%	18.00%	5.81%	-1.81%	-5.19%

*80% Jakarta Composite Index (JCI) and 20% MSCI AC Far East Ex-Japan Index (MXFEI)

Investment Strategy

To achieve the investment objective, this fund shall be invested 80 - 100% in equity instruments (directly through stocks and / or through equity mutual funds) and 0 - 20% in short-term instruments (such as deposits). Furthermore, the fund shall be invested in equity instruments in the Asia Pacific region, excluding Japan, not exceeding 20% of the fund. This fund is a conversion of the Smartwealth IndoAsia Equity Fund (IDR). The unit price for the USD is calculated using the Bank Indonesia's middle rate.



Return Performance

Last 1-year period		21.72%
Best Month	Oct-15	14.32%
Worst Month	Mar-20	-28.70%

Manager Commentary

The Asian market had an overall return of -6.67% for the month of July. The top performer for the month was Singapore (+1.35%). The bottom performers for the region were China (-13.81%) and the Philippines (-11.67%). Singapore was a top performer led by real estate and industrials sectors. China was a bottom performer due to a lagging performance in the real estate and communication services sectors. The Philippines was a bottom performer due to a lagging performance in the consumer staples and the real estate sectors.

Portfolio Breakdown

Equity	85.95%
Mutual Fund - ETF	1.66%
Cash/Deposit	12.39%

Top Five Stocks Holding

Bank Central Asia	7.73%
Bank Rakyat Indonesia	5.39%
Bank Jago	5.22%
Telekomunikasi Indonesia	4.17%
Tower Bersama Infrastruct	3.51%

Country Breakdown (Stock)

Indonesia	72.26%
Philippines	0.00%
Hongkong	9.08%
South Korea	2.09%
Malaysia	0.00%
Singapore	0.06%
Taiwan	2.46%
Thailand	0.00%

Key Fund Facts

Fund Size (in mn USD)	USD 37.52
Risk Profile	Aggressive
Launch Date	01 May 2012
Fund Currency	United States Dollar
Pricing Frequency	Daily
Bid-Offer Spread	5.00%
Management Fee	2.00% p.a.
Custodian Bank Name	Bank HSBC Indonesia

Central Bureau Statistics of Indonesia (BPS) announced July 2021 inflation at +0.08% mom (vs consensus inflation +0.01%, -0.16% on June 2021). On yearly basis, inflation was +1.52% yoy (vs consensus inflation +1.47%, +1.33% on June 2021). Core inflation was printed at +1.40% yoy (vs consensus inflation +1.43%, +1.49% on June 2021). The higher July inflation was contributed by the administered price group which was impacted by the higher tobacco price, and also volatile food group which was caused by the lower supply of several goods on the back of harvest time. The BI Board of Governors agreed on 21-22 July 2021 to hold the BI 7-Day Reverse Repo Rate to be 3.50%, and also hold the Deposit Facility (DF) and Lending Facility (LF) rates to be 2.75% and 4.25%, respectively. This policy is to maintain Rupiah stability in the middle of global uncertainty and also the lower inflation. Rupiah appreciated against USD by +0.55% from 14,542 at end of June 2021 to 14,462 at end of July 2021. Indonesia's trade balance recorded surplus amounting to USD +1,316mn in June 2021 vs previous month surplus USD +2,360mn. The lower of trade surplus was affected by the better growth of import number, especially non-oil and gas sector (capital goods imports), however the growth of gas export number also showed improvement on the back of higher global oil price. Non-oil and gas trade balance in June 2021 recorded surplus USD +2,382mn, which was lower than the previous month that recorded trade surplus amounting to USD +3,485mn. Meanwhile, oil and gas trade balance still recorded deficit to USD -1,066mn in June 2021, which was lower than the deficit on May 2021 amounting to USD -1,125mn. Indonesia's economy grew by +7.07% YoY in Q2 2021 (vs previous -0.74% on Q1 2021), and +3.31% QoQ (vs previous -0.96% on Q1 2021). The better YoY growth was mainly caused by the low base effect which last year GDP contracted by -5.32% YoY. In terms of business sector, the positive growth was happened on all of sectors, especially Manufacturing Sector (the highest) which grew +1.35% YoY. While, in terms of expense, the highest growth came from the household consumption by +3.17% YoY. Indonesia's official foreign reserve in the end of July 2021 was at USD 137.3billion, slightly higher than June 2021 number at USD 137.1billion due to the Government's Global Bond Issuance as well as tax and services receipts.

The JCI ended the month higher at 6,070.04 (+1.41% MoM). Market movers were ARTO, BBHI, POLL, EMTK, and BRIS as they rose 31.74%, 126.43%, 128.57%, 10.00% and 14.35% MoM respectively. Global equity markets movement during the month of July was mixed, on the back of the spread of COVID delta variants sparking lockdowns and hence concerns over slower economic recovery trajectory. US equities recorded its new highs in July due to strong 2Q21 GDP growth as well as better than expected 2Q21 corporate earnings. Equities within Asia however, were pulling back as China's regulators intervened on the tech sector. As such, the return gap between DM and EM equity market since the start of 2021 has continued to widen. Locally, Indonesia's economic activity is set to improve after several encouraging leading indicators such as property pre-sales numbers, cement volumes as well as retail sales are on the rise. Daily Covid cases in Indonesia reached a new high at 56k cases/day in mid-July (from 20k/day in June) which triggered the government to impose strict mobility restrictions. Despite the new restrictions will result in a reduction in mobility and slower economic activity within the next 1-2 months, increased number of daily testing and vaccination doses should help to reduce growing new infections going forward and help fuel economic activity over the longer term. Valuation wise, despite its fair valuation of 17.2x FY21 P/E at the moment, the interest towards Indonesia equity market has improved on the back of upcoming tech IPOs. Sector wise, the Technology Sector was the best performing sector during the month, gaining 9.62% MoM. Ticker wise, TFAS (Telefast Indonesia) and DMMX (Digital Mediatama Maxima) were the movers, appreciating 99.14% and 98.73% MoM respectively. This was followed by the Consumer Cyclical Sector which rallied 8.21% MoM. Ticker wise, ABBA (Mahaka Media) and MASA (Multistrada Arah Sarana) posted 152.10% and 102.34% MoM gains respectively. On the other hand, the worst sector during the month was the Consumer Non-Cyclicals Sector, which recorded a decline of 6.31% MoM. Ticker wise, GGRM (Gudang Garam) and UNVR (Unilever Indonesia) were the laggards which fell 25.79% and 14.75% MoM respectively.

About Allianz Indonesia

PT Asuransi Allianz Life Indonesia 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 insurance services, ranging from property, life and health insurance to credit insurance and business insurance services globally.

Price per Unit	Bid	Offer
(As of Jul 30, 2021)	USD 0.1065	USD 0.1121

Managed by PT. Asuransi Allianz Life Indonesia

Disclaimer:

SmartWealth US Dollar Equity IndoAsia Fund is a 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.