

# ALLISYA RUPIAH BALANCED FUND

## July 2022

BLOOMBERG: AZSRPBL JI

### Investment Objective

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

### Investment Strategy

To achieve the investment objectives, this fund shall be invested with a target of 25%- 50% in sharia based money market and fixed income instruments, and 50%-75% in the sharia based equity instruments in accordance to OJK's decision.

### Return Performance

Last 1-year Period	Jul-09	-0.97%
Best Month	Oct-08	10.95%
Worst Month		-14.39%

### Portfolio Breakdown

Sharia Equity	74.28%
Sharia Bonds	22.11%
Sharia Money Market	3.61%

### Top 10 Holding

(in Alphabetical Order)

Adaro Energy  
Charoen Pokphand Indonesia  
Elang Mahkota Teknologi  
Indofood CBP Sukses Makmur  
Merdeka Copper Gold Tbk  
PBS012 8.875% 11/15/2031  
PBS017 6.125% 10/15/25  
PBS026 6.625% 15/10/24  
Telekomunikasi Indonesia  
United Tractors

### Industry Sector

Government	22.32%
Basic Industry	17.08%
Consumer Non-Cyclical	15.56%
Infrastructure	11.26%
Energy	9.17%
Industry	7.46%
Technology	7.29%
Health	3.74%
Finance	2.11%
Consumer Cyclical	1.79%
Transportation	1.41%
Property	0.82%

### Key Fund Facts

Fund Size (in bn IDR)	IDR 444.92
Risk Profile	Moderate
Launch Date	25 Apr 2006
Fund Currency	Indonesian Rupiah
Launch Date NAV Price	IDR 1,000.00
Pricing Frequency	Daily
Bid-Offer Spread	5.00%
Investment Management Fee	2.00% p.a.
Custodian Bank Name	Bank HSBC Indonesia
Total Unit	205,972,597.8068

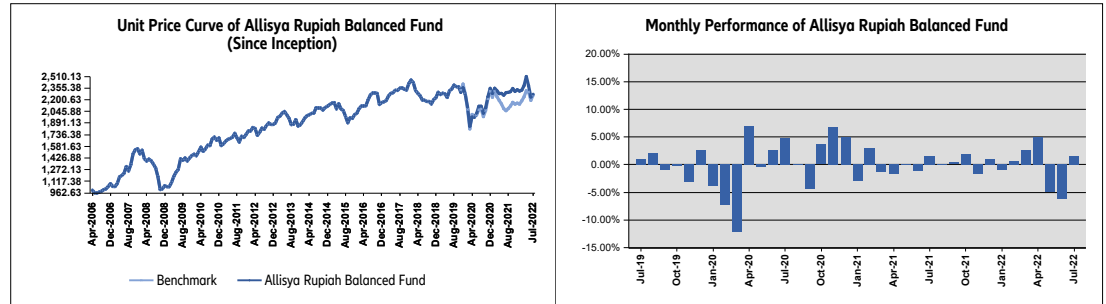
Price per Unit	Bid	Offer
(As of Jul 29, 2022)	IDR 2,160.08	IDR 2,273.77

Managed by PT. Asuransi Allianz Life Indonesia

	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	YTD	Since Inception
Allisya Rupiah Balanced Fund	1.60%	-9.42%	-1.81%	-0.97%	-3.01%	-2.17%	-2.62%	127.38%
Benchmark*	3.14%	-2.51%	5.57%	10.08%	N/A	N/A	4.92%	N/A

\*25% IBPA Govt Sukuk Index (IGSIX) &amp; 75% Jakarta Islamic Index (JII)

(Benchmark assessment; using benchmark since Oct 2021, backdated to Nov 2019; before Nov 2019, data is not available)



### Manager Commentary

Central Bureau Statistics of Indonesia (BPS) announced July 2022 inflation +0.64% mom (vs consensus inflation +0.53%, +0.61% in June 2022). On yearly basis, inflation was +4.94% yoy (vs consensus inflation +4.82%, +4.35% in June 2022). Core inflation was printed at +2.86% yoy (vs consensus inflation +2.86%, +2.63% in June 2022). The higher of yearly inflation was impacted by the energy inflation, which was impacted by the global crisis, as well as food inflation which was impacted by the seasonal condition. The BI Board of Governors agreed on 20-21 July 2022 to hold the BI 7-Day Reverse Repo Rate at 3.50%, and hold the Deposit Facility (DF) and Lending Facility (LF) rates at 2.75% and 4.25%, respectively. This policy is in line to support the Indonesia's economic growth amid global economic slowdown. Rupiah appreciated against USD by +0.55% from 14,956 at end of June 2022 to 14,874 at end of July 2022. Indonesia's trade balance recorded surplus amounting to USD +5,089mn in June 2022 vs previous month surplus USD +2,895mn in May 2022. Higher trade surplus was supported by the increment of CPO oil export after the export ban was lifted. Non-oil and gas trade balance in June 2022 recorded surplus USD +7,229mn, which was lower than the previous month that recorded trade surplus amounting to USD +4,753mn in June 2022. Meanwhile, oil and gas trade balance still recorded deficit to USD -2,140mn in June 2022, which was higher than the deficit in May 2022 amounting to USD -1,858mn. Indonesia's official foreign reserve in the end of June 2022 was at USD 136.4bn, slightly higher than May 2022 number at USD 135.6bn due to global bond issuance.

IDR Government bond yields were closed mixed all across the curve. Bond market was opened in bearish tone in the beginning of the month which was impacted by the concern over higher inflation around the world, especially higher inflation in US reached at 9.10%. However, there was risk-on sentiment in the market after the US FOMC meeting on 26-27 July 2022, which indicate that the Fed would be more likely to slow rate hikes. Market cheered up this view which was also shown by lower US Treasury yield 10yr and the weakening Dollar Index. On 27 July 2022, Japan Credit Rating Agency has affirmed Indonesia's Sovereign Credit Rating at 'BBB+' (investment grade) with a Stable Outlook. According to JCR, key factors that support the affirmation are Indonesia's strong growth outlook prospect and manageable government debt. Offshore accounts decreased their holding by IDR -28.98tn in July 2022 (-3.71% MoM), from IDR 780.22tn as of 30 June 2022 to IDR 751.24tn as of 29 July 2022, which brought their holding to 15.36% of total outstanding tradable government bond (from 16.09% in the previous month). The 5Y yield July 2022 ended +33bps higher to +6.46% (vs +6.13% in June 2022), 10Y tenor ended -10bps lower to +7.12% (vs +7.22% in June 2022), 15Y tenor ended -47bps lower to +6.87% (vs +7.34% in June 2022) and 20Y tenor ended +32bps higher to +7.57% (vs +7.25% in June 2022).

The JAKISL ended the month higher at 597.99 (+4.08% MoM). Market movers were UNTR, TLKM, ADRO, EMTK, and BRPT as they rose 13.73%, 5.75%, 13.64%, 16.82%, and 19.21% MoM respectively. Global stock markets rebounded in July despite continued monthly inflation surprise as recent pullback in the commodities as well as improvements in the global supply chain side resulted in investors taking a view that inflation may be peaking soon. During the Fed meeting in July, The Fed raised its FFR rate by 75 bps and mentioned that it will likely become appropriate to slow down the pace of increases while it assesses how the monetary tightening is affecting the economy and inflation. In Addition, the Fed also reassured the market that it does not think that the US economy is in recession, given the strong labor market. All these factors improved investors sentiment towards the global equity market in July. Moving on to Indonesia, Indonesia equity markets underperformed its developed market peers in July as combination of higher inflation, currency weakening triggered foreign outflows out of the Indonesia equity market. On the valuation front, the equity index currently trades at 2022 earnings multiple of 16.2x, which is slightly below its mean but considering low foreign investors positioning combined with improving economic activity, we believe investors' appetite in Indonesian stocks will continue to improve in the longer run. However, we can't rule out that recession risk could pressure commodity price which in turn would Indonesia's fiscal balance vulnerable. Sector wise, the Energy Sector was the best performing sector during the month, gaining 13.40% MoM. Ticker wise, ADRO (Adaro Energy) and ITMG (Indotambang) were the movers, appreciating 13.64% and 29.10% MoM respectively. This was followed by the Industrials Sector which rallied 8.10% MoM. Ticker wise, UNTR (United Tractor) posted 13.73% MoM gain. On the other hand, the worst sector during the month was the Healthcare Sector, which recorded a decline of 4.37% MoM. Ticker wise, MIKA (Mitra Keluarga) were the laggards which fell 9.45% MoM.

### About Allianz Indonesia

PT. Asuransi Allianz Life Indonesia is a financial service institution registered and supervised by the Otoritas Jasa Keuangan (OJK) according to POJK 6/2022 which 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. companies, ranging from property, life and health insurance to credit insurance and business insurance services globally.

### Disclaimer:

Allisya Rupiah Balanced 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.