

Smartlink Rupiah Balanced Plus Fund

June 2023

BLOOMBERG: AZRPBPF IJ

Investment Objective

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

Investment Strategy: Balanced

To achieve the investment objectives, this fund shall be invested with a target of 25%-50% in money market and fixed income instruments, and 50%-75% in equity instruments.

Return Performance

Last 1-year Period	Sep-10	1.81%
Best Month	Mar-20	8.09%
Worst Month	Mar-20	-16.64%

Portfolio Breakdown

Equity	69.22%
Bonds	30.21%
Money Market	0.57%

Top 10 Holding

(in Alphabetical Order)

- Astra International
- Bank Central Asia
- Bank Mandiri Persero
- Bank Rakyat Indonesia
- Bukalapak.Com
- FR0083 7.5% 04/15/40
- Impack Pratama Industri Tbk
- Indofood CBP Sukses Makmur
- Merdeka Battery Materials Tbk
- Telekomunikasi Indonesia

*there is no investment on related parties

Industry Sector

Government	27.74%
Finance	22.51%
Infrastructure	11.48%
Consumer Non-Cyclical	9.39%
Technology	7.03%
Industry	6.94%
Basic Industry	5.81%
Consumer Cyclical	3.46%
Health	3.38%
Energy	1.26%
Property	1.00%

Key Fund Facts

Fund Size (in bn IDR)	IDR 553.42
Risk Level	Moderate - Aggressive
Launch Date	15 Jul 2009
Fund Currency	Indonesia 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	247,732,275.7555

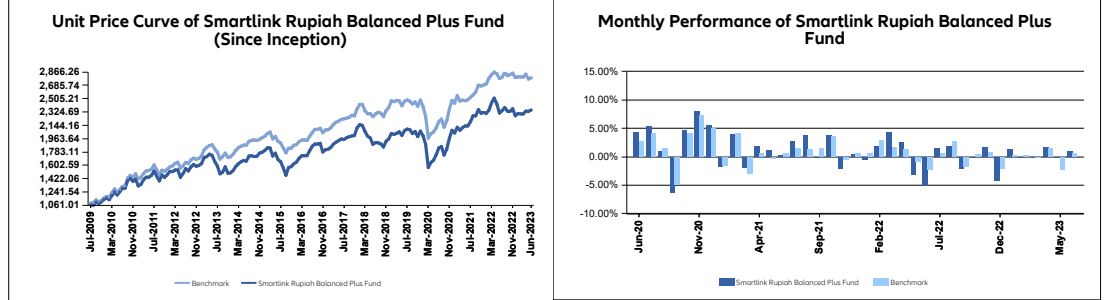
Price per Unit	Bid	Offer
(As of Jun 27, 2023)	IDR 2,233.94	IDR 2,351.52

Managed by **PT. Asuransi Allianz Life Indonesia**

	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	YTD	Since Inception
Smartlink Rupiah Balanced Plus Fund	0.80%	2.33%	3.47%	1.81%	34.78%	24.63%	3.47%	135.15%
Benchmark*	0.57%	-0.38%	-0.19%	0.32%	32.16%	23.19%	-0.19%	178.69%

*70% Jakarta Composite Index (JCI) & 30% IBPA Indonesia IDR Government Bond Index (IBPRXGTR Index)

(Benchmark assessment; before Feb 2022: 70% Jakarta Composite Index (JCI), 25% IBPA Indonesia Government Bond Total Return Index (IBPRTRI) & 5% average time deposit (3 months) from Mandiri, BNI, BTN, Danamon and CIMB Niaga; before Sep 2018: 60% Jakarta Composite Index (JCI) & 40% average time deposit (3 months) from Mandiri, BNI, BTN, Danamon and CIMB Niaga)



Manager Commentary

Central Bureau Statistics of Indonesia (BPS) announced June 2023 inflation at +0.14% MoM (vs consensus inflation +0.28%, +0.09% in May 2023). On yearly basis, inflation was at +3.52% YoY (vs consensus inflation +3.65%, +4.00% in May 2023). Core inflation was printed at +2.58% YoY (vs consensus inflation +2.65%, +2.66% in May 2023). The higher inflation MoM was contributed by the higher price of transportation group, food, beverage group and health group. The BI Board of Governors agreed on 21-22 June 2023 to hold the BI 7-Day Reverse Repo Rate at 5.75% and also hold the Deposit Facility (DF) and Lending Facility (LF) rates at 5.00% and 6.50%, respectively. In total, Bank Indonesia had increased their benchmark rate by 225bps up to Jan 2023. This decision for this policy is as front loaded, pre-emptive and forward-looking movement to lower the expectation inflation and to ensure the core inflation back to their target level at 3±1% on 1H 2023. Bank Indonesia mention BI focus into enhancing IDR value stabilization in order avoid imported inflation and reduce the spread of uncertainty on global financial markets. Rupiah strengthening against USD by +0.02% from 15,003 at end of May 2023 to 15,000 at end of June 2023. The strengthening of Rupiah was impacted by FOMC make decision to pause hike of Fund Fed rate in June meeting. Indonesia's trade balance recorded surplus amounting to USD +437mn in May 2023 vs previous month surplus USD +3,936mn in Apr 2023. The lower trade surplus was impacted by export growth lower than import growth. Non-oil and gas trade balance in May 2023 recorded surplus USD +2,256mn, which was lower than the previous month that recorded trade surplus amounting to USD +5,632mn in Apr 2023. Meanwhile, oil and gas trade balance still recorded deficit to USD -878mn in June 2023, which was lower than the deficit in Apr 2023 amounting to USD -1,696mn. Indonesia's official reserve assets position amassed USD 137.5 billion as of the end of June 2023, a decrease from USD 139.3 billion as of May 2023. The decline was impacted by the obligation of the government's external debt repayments.

IDR Government bond yields closed lower across all the curves in line with offshore inflow and IDR appreciation. The bullish tone also came from bargain hunting from onshore investor. Indonesia's economy continues to show improvement and resilience. 5M23 state budget realization recorded great performance driven by low government spending, while government revenue remains high. Indonesia's fiscal balance recorded a surplus of IDR204.3tn (5M22: IDR132tn) or 0.97% (prev: 1.12%) of GDP in 5M23. Offshore accounts increased their holding by IDR +17.53tn in June 2023 (+2.11% MoM), from IDR 829.36tn as of 31 May 2023 to IDR 846.89 which brought their holding increased to 15.51% of total outstanding tradable government bond (from 15.26% in the previous month). The 5Y yield June 2023 ended -12bps lower to +5.91%(vs +6.03% in May 2023), 10Y tenor ended -11bps lower to +6.26%(vs +6.37% in Apr 2023), 15Y tenor ended -11bps lower to +6.48% (vs +6.59% in May 2023) and 20Y tenor ended -8bps lower to +6.59% (vs +6.67% in May 2023).

The JCI ended the month higher at 6,661.88 (+0.43% MoM). Market movers were TLKM, ASII, BMRI, BYAN and ARTO as they rose +3.18%, +5.04%, +2.97% +3.33%, and +33.61% MoM respectively. Global equities posted strong gains in June as a combination of first Fed rate pause and strong US economic data provided relief to the market, speculating a possibility that the US have a chance to avoid recession at the same time be successful in bringing inflation down to the Fed target range. Domestically in Indonesia, JCI slightly rebounded by +0.4% MoM in June after a very weak performance in May driven by rebound in global commodities that would be good for the country's trade balance going forward as well as global equities rally on the back of better macro environment. Sector wise, the Transportation and Logistic Sector was the best performing sector during the month, gaining +4.13% MoM. Ticker wise, GTRA (Grahaprima Suksesmandiri) and BIRD (Blue Bird) were the movers, appreciating +22.14% and +19.44% MoM respectively. This was followed by the Financial Sector which rallied +3.61% MoM. Ticker wise, VTNY (Venteny Fortuna) and BBHI (Allo Bank Indonesia) posted +87.73% and +70.59% MoM gains respectively. On the other hand, the worst sector during the month was the Technology Sector, which recorded a decline of -6.38% MoM. Ticker wise, ELIT (Data Sinergitama) and GOTO (Goto Gojek Tokopedia) were the laggards which fell -39.64% and -25.17% MoM respectively.

About Allianz Indonesia

PT Asuransi Allianz Life Indonesia is a financial service institution licensed 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 corporate insurance services, ranging from property, life and health insurance to credit insurance and business insurance services globally.

Disclaimer:

Smartlink Rupiah Balanced Plus 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.