

Allisya Rupiah Balanced Fund

October 2023

BLOOMBERG: AZSRPBL IJ

Investment Objective

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

Investment Strategy: Balanced

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		-9.34%
Best Month	Jul-09	10.95%
Worst Month	Oct-08	-14.39%

Portfolio Breakdown

Sharia Equity	66.85%
Sharia Bonds	30.96%
Sharia Money Market	2.19%

Top 10 Holding

(in Alphabetical Order)

Adaro Energy	
Astra International	
Barito Pacific	
Charoen Pokphand Indonesia	
Kalbe Farma	
PBS012 8.875% 11/15/2031	
PBS017 6.125% 10/15/25	
PBS026 6.625% 15/10/24	
Semen Indonesia Persero	
Telekomunikasi Indonesia	
*there is no investment on related parties	

Industry Sector

Government	30.33%
Basic Industry	17.18%
Infrastructure	12.89%
Industry	11.47%
Consumer Non-Cyclical	9.16%
Energy	8.38%
Health	5.44%
Consumer Cyclical	4.65%
Finance	0.51%

Key Fund Facts

Fund Size (in bn IDR)	IDR 378.75
Risk Level	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	193,181,184,7701

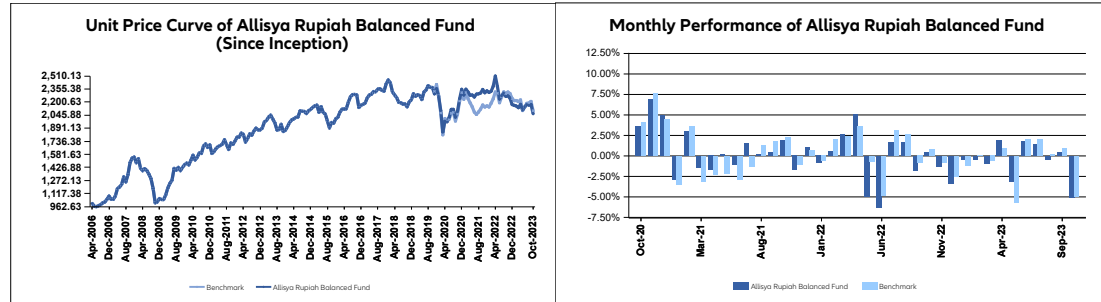
Price per Unit	Bid	Offer
(As of Oct 31, 2023)	IDR 1,960.62	IDR 2,063.81

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	-5.05%	-5.08%	-5.09%	-9.34%	-1.52%	-3.82%	-4.98%	106.38%
Benchmark*	-4.97%	-3.98%	-5.72%	-9.54%	1.99%	N/A	-6.44%	N/A

*25% IBPA Govt Sukuk Index (IGSIX) & 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 October 2023 inflation at +0.17% MoM (vs consensus inflation +0.20%, +0.19% in September 2023). On yearly basis, inflation was at +2.56% YoY (vs consensus inflation +2.60%, +2.28% in September 2023). Core inflation was printed at +1.91% YoY (vs consensus inflation +1.98%, +2.00% in September 2023). The lower inflation MoM was contributed by the lower price of beverage, clothing information and communication group. The BI Board of Governors agreed in their meeting on 18-19 October 2023 to raise the BI 7-Day Reverse Repo Rate at 6.00% and also rise the Deposit Facility (DF) and Lending Facility (LF) rates at 5.25% and 6.75%, respectively. In total, Bank Indonesia had increased their benchmark rate by 250bps up to Oct 2023. The decision bolsters rupiah stabilization policy against heightening global uncertainty and as a pre-emptive and forward-looking measure to mitigate the impact of imported inflation, thus bringing inflation under control and within the 3.0%±1% target corridor in 2023 and 2.5%±1% in 2024. Rupiah weakened against USD by -2.65 % from 15,487 at end of September 2023 to 15,897 at end of October 2023. The weakened Rupiah was impacted by pressure from the global market as UST yield kept rising and touched level 5.00%, triggered few investors outflow from emerging markets to enter US bond markets. Indonesia's trade balance recorded surplus amounting to USD +3,418mn in September 2023 vs previous month surplus USD +3,118mn in August 2023. The higher trade surplus was impacted by import fell deeper than export. Non-oil and gas trade balance in September 2023 recorded surplus USD +5,341mn, which was higher than the previous month that recorded trade surplus amounting to USD +4,461mn in August 2023. Meanwhile, oil and gas trade balance still recorded deficit to USD -1,924mn in September 2023, which was higher than the deficit in August 2023 amounting to USD -1,343mn. Indonesia's economy grew by +4.94% yoy in 3Q 2023 (vs. previous 5.17%, consensus +5%) and 1.60% qoq (vs previous 3.86%, consensus 1.67%). In terms of expenditure side, the main contributor to the growth was investment, which grew by +5.77% yoy, with the highest growth coming from vehicle investment. The consumption side grew at a moderate level, which grew only +5.06% yoy, while the growth of government expenditure unexpectedly contracted dragging down GDP growth in 3Q23 as it posted -3.76%yoy, significantly down from +10.57%yoy growth in 2Q23. Indonesia's official reserve assets position amassed USD 133.1 billion as of the end of October 2023, decreased from USD 134.9 billion as of September 2023. The decrease was impacted by an obligation of the government's external debt payment and the need to stabilize the currency exchange rate in response to rising global financial market uncertainty.

IDR Government bond yields were higher across all the curves in line with IDR Depreciation and Offshore outflow. The bearish sentiments came from higher global pressure, and the Middle East geopolitical which brought 10yr UST yield touch level 5.00%. Indonesia's fiscal balance continues to show improvement and resilience. 9M23 state budget realization recorded great performance driven by low government spending, while government revenue remains high. Indonesia's fiscal balance recorded a surplus of IDR67.69 (8M23: IDR147.2tn) or 0.32% (prev: 0.70% 8M23) of GDP in 9M23. Offshore accounts decreased their holding by IDR -12.62tn in October 2023 (-1.53% MoM), from IDR 823.00tn as of 29 September 2023 to IDR 810.38 which brought their holding decreased to 14.68% of total outstanding tradable government bond (from 14.95% in the previous month). The 5Y yield October 2023 ended +48bps higher to +7.05%(vs +6.57% in September 2023), 10Y tenor ended +20bps higher to +7.11%(vs +6.91% in September 2023), 15Y tenor ended +13bps higher to +7.15% (vs +7.02% in September 2023) and 20Y tenor ended +12bps higher to +7.17% (vs +7.05% in September 2023).

The JAKISL Index ended the month lower at 527.34 (-6.41% MoM). Market laggards were TLKM, MDKA, ASII, BRPT and ADRO as they rose +6.93%, -22.57%, -5.70%, -13.46%, and -10.18% MoM respectively. Global equities corrected further in October as combination of war between Israel and Hamas together with resilient consumers prices in the US has made investors worry that the inflation will stay resilient for longer hence eliminating any chances that we will be seeing a rate cut by the Fed in the near term. Domestically in Indonesia, the JAKISL Index also posted correction driven by combination of foreign outflows in both bond and equity market as yield spread between the US & Indonesia 10Y yield narrow as well as surprise rate hike by Bank Indonesia to defend further depreciation of Rupiah. Sector wise, the Basic Materials Sector was the worst performing sector during the month, declining -7.09% MoM. Ticker wise, MDKA (Merdeka Copper Gold) and BRPT (Barito Pacific) were the laggards, depreciating -22.57% and -13.46% MoM respectively. This was followed by the Industrial Sector which dropped -5.09% MoM. Ticker wise, ASII (Astra International) and UNTR (United Tractor) posted -5.70% and -8.68% MoM losses respectively. On the other hand, the best sector during the month was the Healthcare Sector, which recorded a gain of +2.31% MoM. Ticker wise, MIKA (Mitra Keluarga) was the movers which rose +1.48% MoM.

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:

Allisya Rupiah Balanced 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.