

# SMARTWEALTH RUPIAH EQUITY INDOASIA FUND

## September 2021

BLOOMBERG: AZRPIAS:IJ

### Investment Objective

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

### 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.

### Portfolio Breakdown

Equity	92.67%
Mutual Fund - ETF	1.79%
Cash/Deposit	5.54%

### Top Five Stocks Holding

BANK CENTRAL ASIA TBK PT	10.53%
BANK RAKYAT INDONESIA PERSER	7.97%
BANK JAGO TBK PT	5.54%
TELKOM INDONESIA PERSERO TBK	5.18%
BUKALAPAK.COM PT TBK	4.57%

### Country Breakdown (Stock)

Indonesia	77.29%
Philippines	0.00%
Hongkong	9.31%
South Korea	3.50%
Malaysia	0.00%
Singapore	0.06%
Taiwan	2.52%
Thailand	0.00%

### Key Fund Facts

Fund Size (in bn IDR)	IDR 508.69
Risk Profile	Aggressive
Launch Date	05 May 2011
Fund Currency	Indonesian Rupiah
Pricing Frequency	Daily
Bid-Offer Spread	5.00%
Management Fee	2.00% p.a.
Custodian Bank Name	Bank HSBC Indonesia
Total Unit	330,210,375.49

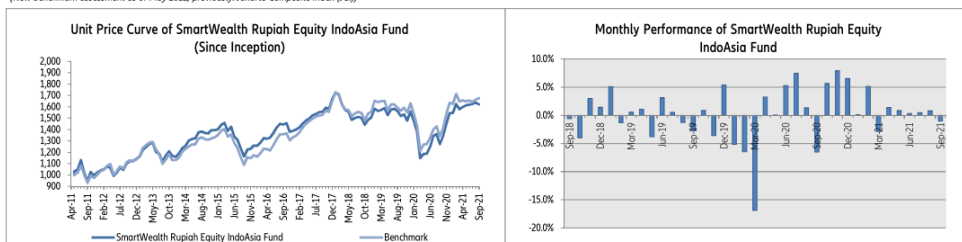
Price per Unit	Bid	Offer
(As of Sep 30, 2021)	IDR 1,540.51	IDR 1,621.59

Managed by PT. Asuransi Allianz Life Indonesia

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
SmartWealth Rupiah Equity IndoAsia	-1.02%	0.26%	2.79%	27.57%	7.94%	4.99%	62.16%
Benchmark*	0.73%	1.28%	1.84%	24.84%	8.45%	2.48%	67.62%

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

(New benchmark assessment as of May 2012; previously, Jakarta Composite Index (JCI))



### Manager Commentary

The Asian market had an overall return of -3.94% for the month of September. The top performer for the month was Japan (+2.88%). The bottom performers for the region were Thailand (-7.06%) and Korea (-6.53%). Japan was the top performer for the month led by the energy and financials sectors. Thailand was a bottom performer due to a lagging performance in the information technology and utilities sectors. Korea was a bottom performer due to a lagging performance in the communication services and health care sectors.

Central Bureau Statistics of Indonesia (BPS) announced Sep 2021 deflation at -0.04% mom (vs consensus inflation +0.03%, +0.01% in Aug 2021). On yearly basis, inflation was +1.60% yoy (vs consensus inflation +1.66%, +1.59% in Aug 2021). Core inflation was printed at +1.30% yoy (vs consensus inflation +1.33%, +1.31% in Aug 2021). The deflation was mainly contributed by the deflation on volatile food group which was impacted by the lower chicken and various horticulture prices. The BI Board of Governors agreed on 20-21 Sep 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 depreciated against USD by -0.10% from 14,306 at end of Aug 2021 to 14,321 at end of Sep 2021. Indonesia's trade balance recorded surplus amounting to USD 4,746mn in Aug 2021 vs previous month surplus USD 2,589mn. The trade surplus recorded the historical high in Aug 2021 which was contributed by the coal and CPO exports. Non-oil and gas trade balance in Aug 2021 recorded surplus USD +5,728mn, which was higher than the previous month that recorded trade surplus amounting to USD +3,384mn. Meanwhile, oil and gas trade balance still recorded deficit to USD -982mn in Aug 2021, which was higher than the deficit in June 2021 amounting to USD -759mn. Indonesia's official foreign reserve in the end of Sep 2021 was at USD 146.90bn, higher than Aug 2021 number at USD 144.80bn due to tax & services receipts and also the government's external debt withdrawal.

The JCI ended the month higher at 6,286.94 (+2.22% MoM). Market movers were BBKA, BYAN, MASA, TLKM, UNTR, and BBHI as they rose 6.87%, 98.65%, 113.70%, 8.53%, and 29.51% MoM respectively. Global stock markets continued to strengthen in September despite highly volatile for the first half of the month on the back of uncertainty over US debt ceiling announcement and faster than expected US treasury yield that would spur the FED to shorten its tapering timeline. In addition, EM stocks corrected more than DM stocks as result of a sharp fall in Chinese markets on tightening tech regulations and China Evergrande Group's debt issue. However, global stocks recovered as contagion fears from Evergrande's huge USD 300bn debt woes as the company had settled its domestic bond payment by end of Sep-21. Looking domestically in Indonesia, faster than projected vaccine distribution in Jakarta greater area (25% of Indo's GDP portion), lower new covid cases and strong recovery on the Coal and CPO prices which have reached USD 280/ton (+198% YTD) and MYR 4.8k/ton (+28% YTD), respectively, have triggered foreign investors to increase its exposure in the Indonesian stock market. In which it was reflected in the foreign inflows which accelerated to IDR 9tn in Sep-21, the highest monthly inflows since Jan-21. Market wise, the JCI currently trades at 2022 earnings multiple of 15.3x, which is still below its mean and considering the already low foreign investors positioning combined with improvement in economic activity in 4Q21, strong commodity prices and upcoming technology company IPOs, we believe this will improve investors' appetite in Indonesian stock market going forward. Sector wise, the Energy Sector was the best performing sector during the month, gaining 32.36% MoM. Ticker wise, PKPK (Perdana Karya Perkasa) and BYAN (Bayan Resources) were the movers, appreciating 150.82% and 98.65% MoM respectively. This was followed by the Transportation and Logistic Sector which rallied 13.21% MoM. Ticker wise, TNCA (Trimuda Nuansa Citra) and TRUK (Guna Timur Raya) posted 63.20% and 46.72% MoM gains respectively. On the other hand, the worst sector during the month was the Technology Sector, which recorded a decline of 14.09% MoM. Ticker wise, TECH (Indosterling Technomedia) and TFAS (Telefast Indonesia) were the laggards, which fell 36.67% and 30.95% 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, companies, ranging from property, life and health insurance to credit insurance and business insurance services globally.

**Disclaimer:**  
SmartWealth Rupiah 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.