

DPLK EQUITY FUND

April 2020

Investment Objective

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

Investment Strategy

The fund seeks to attain its objectives by investing in short term interest bearing instruments (such as deposits, SBI or money market mutual funds) and in equity instruments (whether directly on stocks or indirectly through mutual funds).

Return Performance

Last 1-year Period		-25.60%
Best Month	Jul-09	15.22%
Worst Month	Mar-20	-19.57%

Portfolio Breakdown

Equity	82.90%
Cash/Deposit	17.10%

Top Five Stocks Holding

Bank Central Asia	11.87%
Unilever Indonesia	7.99%
Telekomunikasi Indonesia	7.69%
Bank Rakyat Indonesia	5.79%
Bank Mandiri Persero	3.81%

Key Fund Facts

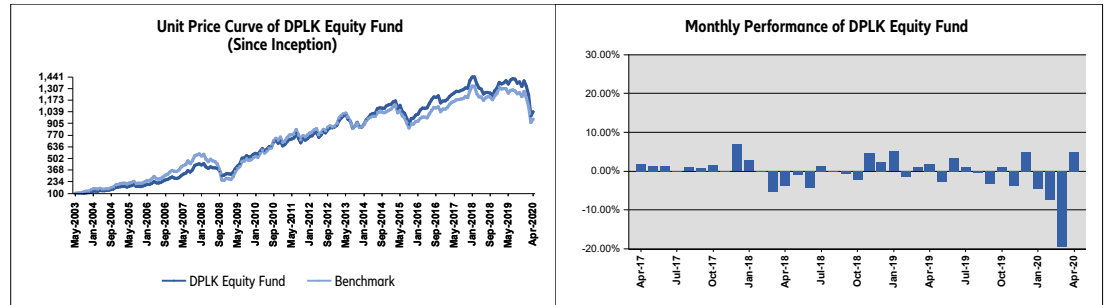
Fund Size (in bn IDR)	IDR 106.37
Risk Profile	Aggressive
Launch Date	31 May 2003
Fund Currency	Indonesian Rupiah
Pricing Frequency	Daily
Custodian Bank Name	Bank HSBC Indonesia
Total Unit	102,287,951.5159

Price per Unit	
(As of Apr 30, 2020)	IDR 1,039.8879

Managed by DPLK Allianz Indonesia

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
DPLK Equity Fund	4.89%	-21.97%	-24.86%	-25.60%	-16.00%	-25.47%	939.89%
Benchmark*	3.91%	-20.60%	-24.27%	-26.94%	-17.04%	-25.13%	853.24%

*Jakarta Composite Index (JCI)



Manager Commentary

Central Bureau Statistics of Indonesia (BPS) announced April 2020 inflation at +0.08% mom (vs consensus inflation +0.20%, +0.10% in March 2020). On yearly basis, inflation was +2.67% yoy (vs consensus inflation +2.76%, +2.96% in March 2020). Core inflation was printed at +2.85% yoy (vs consensus inflation +2.88%, +2.87% in March 2020). The lower monthly inflation is contributed by the deflation that are occurred on volatile food (the declining of garlic and chicken price) and administered price (the declining of airfare) group. While, the decelerated on core inflation is caused by the deflation of onion price. In the Board of Governors' Meeting on 13-14 April 2020, Bank Indonesia hold the BI 7-day Reverse Repo Rate at 4.50% level, and also hold the Deposit Facility (DF) and Lending Facility (LF) rates at 3.25% and 5.25% level, respectively. Bank Indonesia lowered the RRR for conventional banks by 200bps and for Syariah banks by 50bps. This policy is expected to increase the liquidity on banks amounting to IDR 102tn. Rupiah appreciated by +7.39% to 15,157/USD at end of April 2020 from 16,367/USD previous month. The appreciation of Rupiah is helped by the deal between Bank Indonesia and FED for giving Indonesia repo line amounting to USD 60bn to increase dollar liquidity. Indonesia's trade balance recorded surplus amounting to USD +743.4mn in March 2020 vs previous month surplus USD +2,336mn. The trade surplus was contributed by better export number for non-oil and gas sector which is showed by the increasing of export on iron & steel, precious metal, and also electrical machineries. Non-oil and gas trade balance in March 2020 recorded surplus USD +1,676mn, which was lower than the previous month surplus amounting to USD +3,268mn. Meanwhile, oil and gas trade balance still recorded deficit to USD -932.6mn in March 2020, relatively similar with the deficit on February 2020 amounting to USD -932mn. Standard & Poor's (S&P) affirm Indonesia's sovereign credit rating on BBB, but revised the outlook from a stable outlook to negative outlook. Ratings is supported by strong economic growth prospects in future and prudent fiscal policy. The negative outlook reflected the heavy financing for addressing the impact Covid-19 which it could give risk to fiscal. Indonesia's economy grew as 2.97% yoy in 1Q 2020 (vs previous 4.97%, consensus 4.00%), and -2.41% qoq (vs previous -1.47%, consensus -1.27%). The growth surprisingly lower than most people expected. This was caused by the impact of Covid-19, hit Indonesia's faster than economist's prediction. This is the weakest Indonesia's growth since 2001. The contributor of the increment of yearly growth is still from the household consumption. While the negative quarterly growth is caused by the declining of government consumption growth by -44.02%. Indonesia's official foreign reserve as of February 2020 was at USD 130.40billion, lower than January 2020's number at USD 131.70billion. The declining of foreign reserve was caused by paying external government debt.

The JCI ended the month higher at 4,716.4 (+3.91% MoM). Market movers were BRPT, TPIA, UNVR, TLKM, and HMSP as they rose 100%, 70.95%, 14.14%, 10.76% and 11.93% MoM respectively. The JCI and overall global equity market turned positive money flow wise, as plateauing daily infection numbers on the COVID-19 cases globally gives hope which in effect would trigger several countries to ease lockdowns and restriction and provide support to economic activity. In addition, the COVID-19 vaccine and remedies from Gilead showed positive development. However, despite the positive outcomes along with monetary and fiscal stimulus measures across the globe to stem economic shocks, concern over COVID-19 impact to global economic growth still looms. Million dollar question of when exactly Covid-19 would be completely eradicated naturally or using vaccine still remains. Sector wise, the Basic Industry Sector was the best performing sector during the month, gaining 31.26% MoM. Ticker wise, BRPT (Barito Pacific) and SMCB (Holcim Indonesia) were the movers, appreciating 100% and 72.73% MoM respectively. This was followed by the Infrastructure, Utilities and Transportation Sector which rallied 13.69% MoM. Ticker wise, FREN (Smartfren Telecom) and SOCI (Soeichi Lines) posted 72.58% and 46.99% MoM gains respectively. On the other hand, the worst sector during the month was the Construction, Property and Real Estate Sector, which recorded a decline of 13.4% MoM. Ticker wise, IDPR (Indonesia Pondasi Raya) and SSIA (Surya Semesta Internusa) were the laggards which fell 64.23% and 30.91% 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:

DPLK Equity Fund is a pension fund offered by DPLK Allianz 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.