

AlliSya Rupiah Equity Fund December 2014



BLOOMBERG: AZSRPEQ:IJ

INVESTMENT OBJECTIVE

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

INVESTMENT STRATEGY

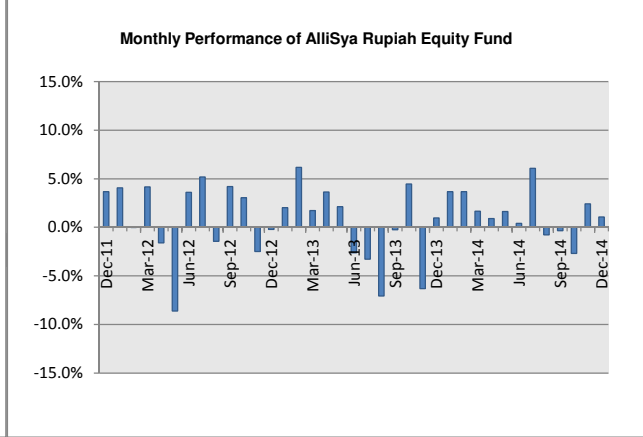
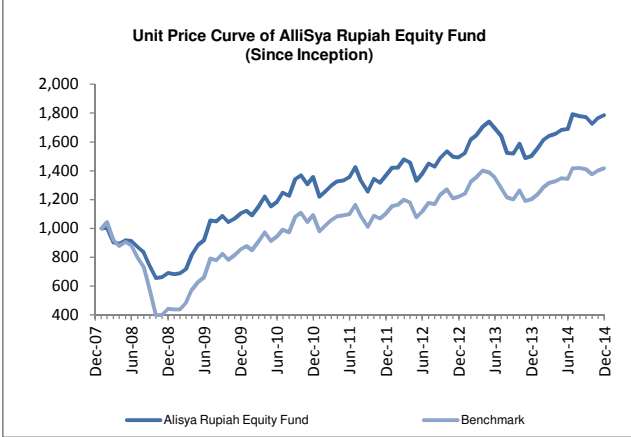
To achieve the investment objective, this fund shall be invested 0-20% in short-term sharia instruments such as deposits sharia, sharia SBI, sharia SPN, and / or money market mutual funds) and 80 - 100% the sharia based equity instruments in accordance to OJK's decision (either directly through sharia stocks or through sharia equity mutual funds).

PERFORMANCE INDICATOR

Return Performance	Portfolio Breakdown	Top Five Stocks Holding
Last 1-year period 18.89%	Equity 96.53%	TELEKOMUNIKASI 16.49%
Best Month 14.81% Jul-09	Cash/Deposit Sharia 3.47%	ASTRA INTERNATIONAL 15.44%
Worst Month -12.99% Oct-08		UNILEVER INDONESIA 12.61%
		PERUSAHAAN GAS NEGARA 9.13%
		SEMEN GRESIK (PERSERO) 4.96%

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
AlliSya Rupiah Equity Fund	1.08%	0.73%	5.68%	18.89%	30.80%	18.89%	78.55%
Benchmark*	1.17%	0.50%	5.50%	18.10%	28.68%	18.10%	41.81%

*Jakarta Islamic Index (JII)



KEY FUND FACTS

Fund Size (in IDR bn)	: IDR 518.15	Pricing Frequency	: Daily
Risk Profile	: Aggressive Investor	Price per Unit	Bid Offer
Launch Date	: 01 Feb 2008	(As of Dec 30, 2014)	: IDR 1,696.26 IDR 1,785.54
Fund Currency	: Indonesian IDR	Bid-Offer Spread	: 5.00%
Managed by	: PT. Asuransi Allianz Life Indonesia	Management Fee	: 2.00% p.a

MANAGER COMMENTARY

Central Bureau Statistics of Indonesia (BPS) announced inflation in Dec at 2.46% mom (vs consensus 2.06%, inflation 1.5% in Nov). Fuel hike still became the main reason of the Dec CPI increments, which resulted a rise in transportation costs and food prices. On yearly basis, inflation printed at 8.36% YoY (vs consensus 7.93%, 6.23% in Nov). Core inflation printed at 4.93% YoY (vs consensus 4.43%, 4.21% in Nov). In the Board of Governors' Meeting on Dec 11th, 2014, Bank Indonesia maintained its reference rate at 7.75%, Lending Facility at 8.0%, and the deposit facility rate (FASBI) at 5.75%. Rupiah depreciated against USD by -3.22% to 12,589 at end of Dec compared to previous month 12,196. Trade balance was deficit -0.425bn USD (non-oil and gas surplus 0.94bn, oil and gas deficit -1.36bn USD) in Nov (vs consensus surplus +0.13bn USD, surplus +0.02bn USD in Oct). Export decreased by -14.57% YoY mostly driven from export in crude oil, while imports decreased -7.31% YoY. FX Reserves increased +0.718bn USD from 111.144bn USD in Nov to 111.862bn USD in Dec.

The JII (Jakarta Islamic Index) ended higher in December at 691.04, rising +1.17% MoM. Large cap stocks such as ASII, ICBP, WIKA, UNVR, and TLKM contributed to the MoM gain, all of which rose by +4.21%, +16.44%, +22.46%, +1.57%, and +1.42% MoM respectively. Broad market was relatively more volatile during the month of December 2014, fueled by the expectation of US interest rates hike will be faster than expected which saw foreign outflow of US\$634.32mn. This was also exacerbated by USD illiquidity in the onshore market which caused the rupiah to weaken against the USD by 4% YTD, reaching a 16-year low, forcing the central bank to stabilize the currency by intervention. On a more positive note however, the government has rolled out and started to implement plans to resolve fuel subsidy issues for 2015 which expected to curb fuel consumption and subsequently reduce imports overall. A more positive impact is that such a policy move would materially reduce long-term fiscal risk which in turn be a positive structural turnaround for the Indonesian economy as a whole would. Sector wise, the Construction and Property Sector was the best performing sector this month, rising by +4.74% MoM. WSKT (Waskita Karya) and ADHI (Adhi Karya) were the movers; rising by +40.67% and +25.18% MoM respectively. This was followed by the Miscellaneous Industry Sector that registered +4.39% MoM gains, driven by ASII (Astra International) and GJTL (Gajah Tunggal) which saw +4.21% and +9.20% MoM gains respectively. On the other hand, the Mining Sector was the worst performing this month which fell -5.23% MoM, the laggards were INCO (Vale Indonesia) and ITMG (Indo Tambang Megah) which fell by -9.03%, and -19.19% MoM respectively.

We remain selective on stocks that stand to benefit from government reforms and solid business models with quality management.

Disclaimer:

AlliSya Rupiah Equity 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.