

Group Link Fixed Income Fund

September 2013



INVESTMENT OBJECTIVE

The objective of the fund is to provide relatively stable income with capital preservation for the long term.

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 medium or long term interest bearing instruments (such as bonds and/or fixed income mutual fund).

PERFORMANCE INDICATOR

Return Performance

Last 1-year period	-7.08%
Best Month	4.91% Jan-12
Worst Month	-5.83% Jun-13

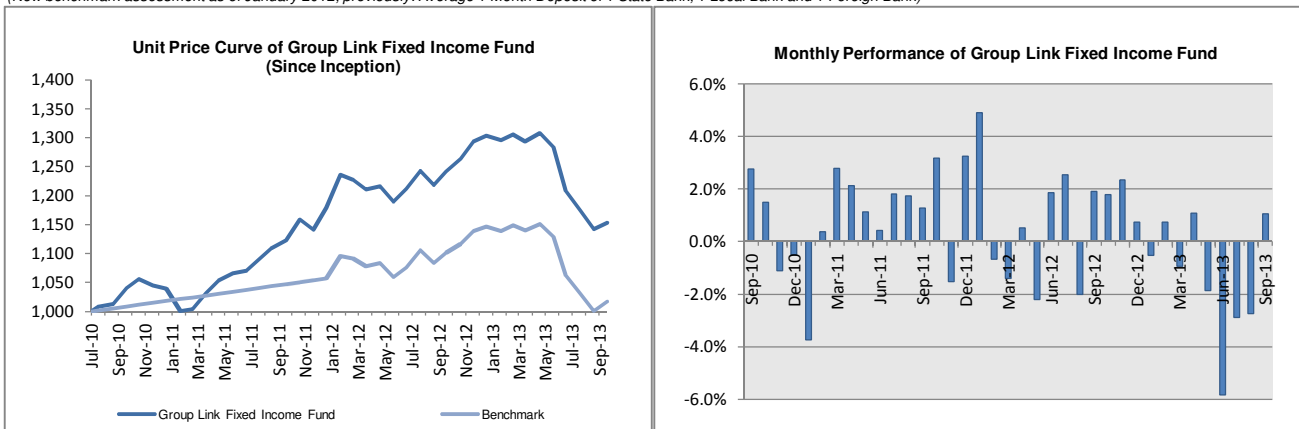
Portfolio Breakdown

Mutual Fund-Fixed Income	85.11%
Cash/Deposit	14.89%

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
Group Link Fixed Income Fund	1.05%	-4.55%	-10.83%	-7.08%	10.83%	-11.47%	15.35%
Benchmark*	1.62%	-4.31%	-10.80%	-7.60%	0.88%	-11.28%	1.72%

*80% HSBC Bond Index & 20% Average Time Deposit (1 month) dari BNI, BCA and Citibank

(New benchmark assessment as of January 2012; previously: Average 1 Month Deposit of 1 State Bank, 1 Local Bank and 1 Foreign Bank)



KEY FUND FACTS

Fund Size (in bn IDR)	: IDR 41.55	Pricing Frequency	: Daily
Risk Profile	: Moderate Investor	Price per Unit	
Launch Date	: 12 July 2010	(As of Sep 30, 2013)	: IDR 1,153.53
Fund Currency	: Indonesian IDR		
Managed by	: PT. Asuransi Allianz Life Indonesia		

MANAGER COMMENTARY

Central Bureau Statistics of Indonesia (BPS) announced deflation in September at -0.35% mom, better than market expectation (vs consensus +0.15%, 1.12% in Aug). On yearly basis, Indonesia inflation printed at 8.40% yoy (vs consensus 9%, 8.79% in Aug), caused by lower food prices and transportation costs, however core inflation rose to 4.72% yoy (vs consensus 4.60%, 4.48% in Aug). In the Board of Governors' Meeting on Sept 12th, 2013, Bank Indonesia increased its reference rate by 25 bps to 7.25%, and the deposit facility rate (FASBI) by 25bps to 5.5%. Rupiah depreciated against USD by -6.3% to Rp 11,613 at end of September compared to previous month Rp 10,924. Trade balance was surplus US\$ 0.133bn in Aug (vs consensus -US\$0.89bn, -US\$2.31bn in July) on the back of lower imports. Export decreased by 12.77% MoM while imports decreased by 25.2% MoM. Foreign reserves in September increased by USD 2.678bn from USD92.997bn in Aug to USD95.675bn in Sept.

IDR govt bond yields closed mixed across the curve in September. For the first week, market weaker on the back of players's concerns over trade balance deficit. Sentiment turnaround post Bank Indonesia decision to raised the reference rate by 25bps and no tapering decision from the Fed. High demand in auction held by MOF boost confidence as well. Prices lower again due to profit taking action inline with weaker regional sentiment (Concern on US debt ceiling, which resulted on the US government to shut down its activities due to insufficient budget) and rupiah depreciation. Offshore accounts increased their holding by IDR 10.13Tn in September 2013 (+3.57% mom), from IDR 284.01Tn as of August 30, 2013 to IDR 294.14Tn as of September 30, 2013, which brought their holding to 31.19% of total outstanding tradable government bond (from 30.64% in the previous month). The 5Y yield September lowered by 12bps to 7.92% (8.04% in August 2013), 10Y yield September increased by 8bps to 8.50% (8.42% in August 2013), 20Y yield September increased by 4bps to 8.91% (8.87% in August 2013), and 29Y yield September lowered by 25bps to 9.08% (9.33% in August 2013).

Disclaimer:

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