

# Savings Plan Fixed Income Fund

## February 2016



### 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 funds).

### PERFORMANCE INDICATOR

#### Return Performance

Last 1-year period **-0.96%**  
Best Month **5.71% Oct-13**  
Worst Month **-6.87% Oct-08**

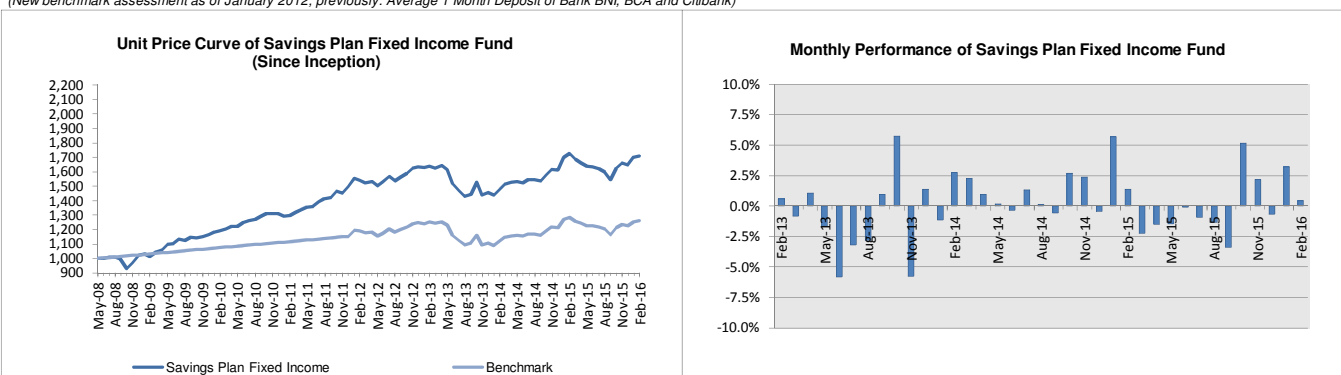
#### Portfolio Breakdown

Mutual Fund Fixed Income **98.40%**  
Cash/Deposit **1.60%**

	1 Month	3 Months	6 Months	1 Year	3 Years	YTD	Since Inception
Savings Plan Fixed Income Fund	0.43%	3.00%	6.87%	-0.96%	4.40%	3.67%	70.91%
Benchmark*	0.89%	2.39%	4.88%	-1.68%	0.84%	2.93%	26.32%

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

(New benchmark assessment as of January 2012; previously: Average 1 Month Deposit of Bank BNI, BCA and Citibank)



### KEY FUND FACTS

**Fund Size (in bn IDR)** : IDR 219.83  
**Risk Profile** : Moderate Investor  
**Launch Date** : 31 May 2008  
**Fund Currency** : Indonesian IDR  
**Managed by** : PT. Asuransi Allianz Life Indonesia

**Pricing Frequency** : Daily  
**Price per Unit (As of Feb 29, 2016)** : IDR 1,709.11

### MANAGER COMMENTARY

Central Bureau Statistics of Indonesia (BPS) announced February's deflation at -0.09% mom (vs consensus -0.16%, +0.51% in Jan 2016) mostly were caused by lower food ingredients, housing, water, electricity also natural gas and fuel prices. On yearly basis, inflation printed at 4.42% YoY (vs consensus 4.36%, 3.14% in Jan 2016). Core inflation printed at +3.62% YoY, unchanged from previous month (vs consensus 3.59%, +3.62% in Jan 2016). In the Board of Governors' Meeting on Feb 18th, 2016, Bank Indonesia cut its reference rate by 25bps to 7%, Lending Facility to 7.5% as well as facility rate (FASBI) to 5%. Rupiah appreciated against USD by +3.26% to 13,395 at end of February compared to previous month 13,846. Trade balance was surplus +0.05bn USD (non-oil and gas surplus +0.16bn, oil and gas deficit -0.11bn USD) in Jan 2016. Export decreased by -20.72% YoY mostly driven from export in natural oil, while imports decreased by -17.15% YoY. FX Reserves increased +2.41bn USD from 102.13bn USD in Jan 2016 to 104.54bn USD in Feb 2016 on the back of offshore inflow to the bond market.

IDR government bond yields closed in mixed movement all across the curve in Feb 2016. Better than expected 4Q 2015 GDP (expanded 5.04% yoy vs consensus 4.80%, and from revised 3Q 4.74%) gave positive sentiment. Market fell on the last week in February on the back of market sell-off due to Asian stocks fell on renewed concern Chinese economy as well as lower oil prices. Indonesia's GDP growth target at 5.3% YoY for 2016, vs 4.79% YoY in 2015. Government also wants to lower bank lending rates which in line with the central bank rate. Indonesia's financial services authority, known as OJK, set the new maximum limit of 100bps above BI benchmark rate for lender with core capital between IDR 5tn-30tn (known as BUKU III lenders). The limit for BUKU IV or banks with core capital above IDR 30tn will set at 75bps. The new percentages are lower than the existing time deposit rate cap, which was first imposed by the OJK in October 2014 of 200 bps for BUKU IV and 225 bps for BUKU III. Offshore accounts increased their holding by IDR 9.46Tn in Feb 2016 (+1.64% MoM), from IDR 578.32Tn as of Jan 2016 to IDR 587.78Tn as of Feb 2016, which brought their holding to 38.98% of total outstanding tradable government bond (from 38.94% in the previous month). The 5Y yield Feb 2016 was lower by -31bps to 7.96% (8.27% in Jan 2016), 10Y tenor unchanged at 8.25% (8.25% in Jan 2016), 15Y tenor higher by +7bps to 8.62% (8.55% in Jan 2016) and 20Y tenor lower by -4bps to 8.65% (8.69% in Jan 2016).

#### Disclaimer:

Savings Plan Fixed Income is an investment product 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.