

Investment Performance Report

AVA BALANCED PLUS FUND

JULY 2019



PROFILE

PT ASTRA AVIVA LIFE or Astra Life is a life insurance products and services provider which brings together the very best of **PT Astra International Tbk**, a national champion, and **Aviva International Holdings Limited**, a world class insurance provider. We combine the experience and the expertise in the field. PT Astra Aviva Life offers a wider range of products comprising corporate, employee benefit, pension fund, bancassurance and individual insurance solutions. Our clients range from individuals to local and multinational companies in Indonesia. As per 31 December 2018, the Risk Based Capital ratio of PT Astra Aviva Life reached 314% with the total assets of Rp 3.7 trillion, in addition to the pension fund assets of Rp 2.8 trillion.

INVESTMENT OBJECTIVE

To achieve long-term return through a combination of income and capital growth.

ASSET ALLOCATION

Money market	3.96%
instruments	58.55%
Bond mutual funds	
Equity mutual funds	37.48%

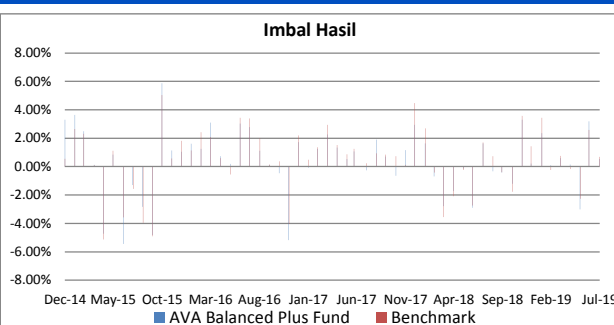
TOP HOLDINGS

1. Schroders Dana Prestasi
2. Ashmore Dana Obligasi Nusantara
3. Schroders Dana Mantap Plus II

UNIT PRICE

1,228.20

PORTFOLIO PERFORMANCE



MARKET UPDATE

The bond market was quite volatile throughout Jul-19, with 10-year benchmark yield (FR78) dropping from 7.34% to 7.08%, before rising again to 7.37% by the end of the month. In the beginning of the month, positive sentiments were mostly driven by expectation of the Fed rate cut, which led to weakening USD and thus better performing EM currencies assets. However, selling pressures occurred by the end of the month and pushed yield back, amidst low trading volume. Increased geopolitical risk, prospects of no-deal Brexit were among negative factors influencing the market. US Treasury yield moved sideways and remained at 2% area, while USD denominated Indonesian sovereign bond slightly strengthened, with 10-year INDON29 yield decreasing from 3.3% to 3.1%. Supported by global rate outlook, BI decided to lower the 7-day reverse repo rate by 25 bps to 5.75%. Similarly, Deposit Facility (DF) rates are lowered by 25 bps to 5.00% and Lending Facility (LF) rates are lowered by 25 bps to 6.50%. This decision is consistent with the low inflation expectations, manageable balance of payment conditions, and the need to build economic growth momentum amidst the global financial market uncertainty by improving liquidity. JCI continued its strong performance in July, closing with a decent +0.5% monthly gain, cheering Bank Indonesia's (BI) decision to finally cut its 7-Days Reverse Repo Rate by 25bps to 5.75%. BI also highlighted the possibility to take further accommodative policy measure in the short term. Rupiah strengthened by 0.75% MoM to Rp14,022/USD. A slight pullback in the market however was seen approaching end-of-month in response to the 100% free-float adjusted stock weighting into several major indexes, namely LQ45 and IDX30, affecting movement of selected big cap names. Foreign investors were recorded as net seller at end of the month totaling Rp257bn (USD21mn) on profit-taking action following the rally; while the upcoming China A-Shares up-weight into the MSCI index in August also caused an early concern. Jakarta Basic Industry and Chemicals booked as the best performing index in Jul-19 with petrochemical related companies, namely TPIA (+26.3%) and BRPT (+20.9%) were the main driver of the rally. Cement sectors also saw a strong performance on expectation of better pricing environment. In the meantime, continuing weak coal prices brought Jakarta Mining Index as the worst performing index for the month. This came following China coal inventory which continued seeing an uptrend, outpacing overall demand, despite of peak demand season. The prolonging US-China trade war issue also didn't help sentiment, and rather brought other mining prices, such as base metal (i.e. Nickel and Aluminum) continued to be under pressure.

INVESTMENT RETURN

	1 Month	3 Months	1 Year	YTD	Since Inception
AVA Balanced Plus Fund	0.54%	0.62%	5.42%	3.86%	22.82%
Benchmark *	0.69%	0.94%	8.47%	4.77%	30.06%

* 60% IHSG (Indeks Harga Saham Gabungan) + 32% IBPA Government Bond Bond Index + 8% JIBOR (Jakarta Interbank Offered Rate) since 01 Mei 2016 previously 60% IHSG (Indeks Harga Saham Gabungan) + 32% HSBC Local Bond Index + 8% JIBOR (Jakarta Interbank Offered Rate)

OTHER INFORMATION

Launching Date	: 01 December 2014	Entry Fee	: Max 5% p.a.
Currency	: IDR	Switching Fee	: Rp. 100.000 after the 4th switching per year
Managed by	: PT Astra Aviva Life	Partial Withdrawal	: Rp. 100.000
Custodian Bank	: DBS	Full Surrender	: Nil
Asset Under Management	: IDR 49.23 Billion	Management Fee	: Max 3.00% p.a.
Valuation Method	: Daily		
Bloomberg Ticker	: AALABAP		

Disclaimer

AVA Balanced Plus Fund is a unit-linked fund offered by PT Astra Aviva Life. This report has been prepared by PT Astra Aviva Life for informational purpose only. This report is not a solicitation to buy or to sell. All relevant things have been considered to make sure the report is correct, but there is no guarantee that the information is accurate and complete. PT Astra Aviva Life shall assume no liability for any loss arising from reliance on it. Past performance is not necessarily a guide to future performance. The unit price may rise as well as fall and as such performance cannot be guaranteed. Potential investor should consult their financial consultant before investing.