

# AVA EUROPEAN OPPORTUNITIES FUND OCTOBER 2023



## PROFILE

**PT ASURANSI JIWA ASTRA** is a life insurance company with ownership of PT Astra International Tbk, PT Sedaya Multi Investama dan Koperasi Astra International. PT Asuransi Jiwa Astra offers a variety of products to meet the needs of Indonesians from various levels of life and market segments, both for individual customers in the form of life, health, accident, life insurance related to investment (unit link), sharia life insurance and employee benefit group business and pension fund (DPLK). As per 31 December 2022, the Risk Based Capital ratio of PT Asuransi Jiwa Astra reached 291% with unit link fund assets and pension fund assets amounted to Rp 5.01 trillion and Rp 4.06 trillion respectively.

## INVESTMENT OBJECTIVE

To provide long-term capital growth.

## ASSET ALLOCATION

Money Market Instrument	3.89%
Equity Mutual Funds	82.18%
Offshore Equity Mutual Fund	13.93%

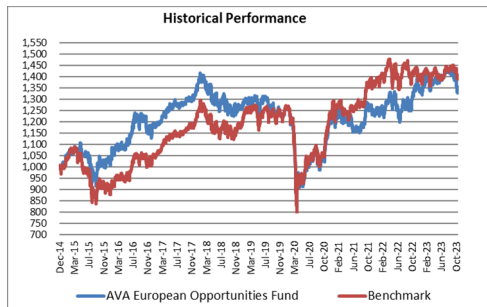
## TOP HOLDINGS

1. Schroder Dana Prestasi
2. Schroder Dana Prestasi Plus
3. SISF European Value A Accumulation USD Share Class Fund

## UNIT PRICE

1,331.66

## PORTFOLIO PERFORMANCE



## Monthly Performance :

Nov-22	: 3.69%	May-23	: -1.42%
Dec-22	: -2.71%	Jun-23	: 1.50%
Jan-23	: 1.35%	Jul-23	: 2.79%
Feb-23	: 1.61%	Aug-23	: 0.00%
Mar-23	: -0.24%	Sep-23	: -2.36%
Apr-23	: 0.88%	Oct-23	: -4.70%

## Annual Performance :

2022	2021	2020	2019	2018
8.74%	3.63%	-5.43%	-0.12%	-7.38%

## MARKET UPDATE

Euro market declined with FTSE 100 7,321.72 (-3.76%) and Deutsche Boerse AG DAX 14,810.34 (-3.75%) as slowdown signs are still seen in the Euro Area. On the last meeting, ECB maintained the rate steady after an unprecedented run of 10 hikes and repeated messaging around rates being at the right levels to bring inflation back to target. They also held its deposit facility rate at 4.00%. Eurozone's service confidence improved in October 2023 to 4.5 from 4.0 in September 2023 while industrial and economic confidence was relatively stable. UK September 2023 inflation rate remained the same as the previous period, at 6.7% YoY, holding at August's 18-month low and defying market expectations of a slight decrease to 6.6% while the core inflation eased to 6.1% in September of 2023, the lowest since January, but slightly higher than market forecasts of 6%. UK manufacturing PMI continued to improve to 45.2 in October 2023 from 44.3 in the previous month, albeit it remains in the contractionary territory. Over in France, the CPI was held steady at 4.9% YoY in September 2023. In Germany, CPI inflation was flattish and came lower at 3.8% YoY in October 2023, compared to Sep 2023 of 4.5%. Preliminary reading suggests that 3Q23 GDP growth contracted deeper by -0.8% YoY from -0.6% in 2Q23. The PMI composite remained in contractionary territory at 45.8 during the month. JCI declined by 2.70% MoM to 6,752.21 at the end of trading day in October 2023. Foreign recorded an outflow of IDR7.9tn, spiked from September 2023 outflow of IDR4.1tn. The domestic equity market experienced correction caused by the weakening exchange rate of the Rupiah, higher bond yields and global equity correction. The US Dollar has strengthened on the back of a resilient US economy that threatens the current expected declining inflation trend. Additionally, higher oil price gives another challenge for The Fed to reach demanded inflation at 2%. Investors think the monetary policy of "higher for longer" can change the terminal rate to be different than expected before which shifts the assumption on when the last rate hike and how long it lasts at a high rate. Additionally, higher yields were also driven by the supply of bonds that were still high hence investors demanded higher yields to compensate for the risk. Higher bond yield and terminal rates affect discount rates in equity valuation, including Indonesian equity. Indonesian government has started to provide more subsidies and incentives to the economy such as rice subsidies, cash distribution and tax waivers for property.

## INVESTMENT RETURN

	1 Month	3 Months	6 Months	YTD	1 Year	3 Years	5 Years	Since Inception
AVA European Opportunities Fund	-4.70%	-6.94%	-4.30%	-0.82%	0.05%	29.24%	6.30%	33.17%
Benchmark *	-2.83%	-3.62%	-2.98%	-0.44%	-2.28%	32.89%	21.51%	39.29%

\*80% JCI (Jakarta Composite Index) + 20% MSCI Europe Net Return

## OTHER INFORMATION

Launching Date	: 01 December 2014	Valuation Method	: Daily
Currency	: IDR	Bloomberg Ticker	: AALAEOP
Managed by	: PT Asuransi Jiwa Astra	Switching Fee	: Rp 100,000 after the 4th switching per year
Custodian Bank	: DBS	Management Fee	: Max 3.00% p.a.
Asset Under Management	: IDR 18 Billion	Risk Category	: High
Outstanding Unit	: 13,670,159.4995		

## Disclaimer

AVA European Opportunities Fund is a unit-linked fund offered by PT Asuransi Jiwa Astra. This report has been prepared by PT Asuransi Jiwa Astra 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 Asuransi Jiwa Astra shall assume no liability for any loss arising from reliance on it. *Past performance does not reflect future performance.* The unit price may rise as well as fall and as such performance is uncertain. Potential investor should consult their financial consultant before investing.