



News Room

RHB Investment Management offers First Capital Protected Fund in the country that applies the principle of dollar cost averaging

Kuala Lumpur, 5 March 2009: RHB Investment Management Sdn Bhd (RHBIM) officially launched the RHB China Averaging Capital Protected Fund (RCACPF) today, the first capital protected fund in the country that applies the principle of Dollar Cost Averaging while investing in the potential recovery of the China market (Source: Lipper, Internal Research).

“The combination of Dollar Cost Averaging with 100% capital protection in Ringgit Malaysia (if held until maturity) on the investment will appeal to investors during this volatile period because it lessens their worry about investing at the right or wrong time,” said Sharifatul Hanizah Said Ali, Managing Director of RHBIM.

In a highly volatile market, Dollar Cost Averaging is the most widely advocated technique by financial planners to reduce risk associated to a single purchase. RHBIM acknowledges the importance of this approach, resulting in its application of RCACPF to lower investment volatility over a 12-month period. Aside from Dollar Cost Averaging, China is also chosen as the theme for the RCACPF due to its strength in withstanding the global financial crisis.

RCACPF is linked to the performance of the Stabiliser China Index, which is subjected to a dynamic risk adjustment linked to the realised volatility of the underlying index, the Hang Seng China Enterprise Index (HSCEI). The Stabiliser China Index comprises H-Shares listed on the Hong Kong Stock Exchange where they are included in the Hang Seng Mainland Composite Index. These H-Shares’ companies generate at least 50% of their revenues from Mainland China and represent a diverse range of industries and sectors.

A 3-year closed-end structured fund, RCACPF will be investing up to 10% in Options and at least 85% in Zero Coupon Negotiable Instruments of Deposits to provide capital protection.

The Fund is open for subscription from 2 March, 2009 and will be available for purchase until end of the month, 31 March, 2009. Its main distributor is RHB Bank.

RHBIM is a wholly-owned subsidiary of RHB Investment Bank, under the Corporate and Investment Banking arm of the RHB Banking Group, and currently has a stable of 25 retail funds.

Issued on behalf of RHB Bank Berhad by Group Corporate Communications Division, RHB Capital Berhad. For more information, please call Eza Dzul Karnain at 012-3420060 or Sandra Foo at 012-3188412.