

RHB LEISURE, LIFESTYLE & LUXURY FUND

The Fund aims to achieve long term capital appreciation by investing in equities and equity related securities issued by companies that provide goods and services in the leisure, lifestyle and luxury market.

INVESTOR PROFILE

This Fund is suitable for Investors who:

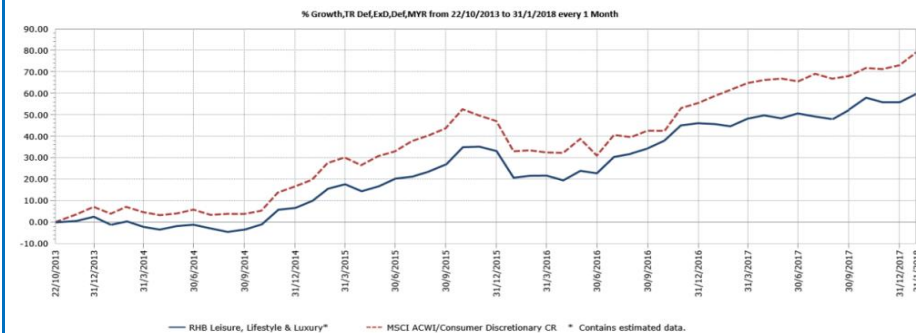
- seek long term capital appreciation by investing in equities and equity related securities issued by companies that provide goods and services in the leisure, lifestyle and luxury market.

INVESTMENT STRATEGY

- At least 70% of NAV: Investments in equities and equity related securities.
- Up to 30% of NAV: Investments in liquid assets including money market instruments and deposits with financial institutions.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	2.56	1.19	7.07	2.56
Benchmark	3.54	4.33	6.00	3.54

	1 Year	3 Years	Since Launch
Fund	9.66	45.32	59.68
Benchmark	12.80	49.62	79.21

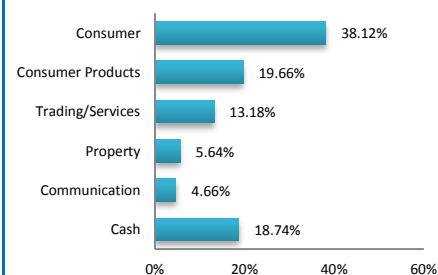
Calendar Year Performance (%)*

	2017	2016	2015	2014
Fund	6.63	9.67	24.94	3.80
Benchmark	11.31	5.76	26.06	8.85

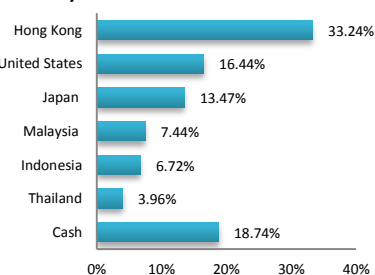
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

ALIBABA GROUP HOLDINGS-SP ADR	6.64
FAST RETAILING CO LTD	5.37
SANDS CHINA LTD	5.36
TENCENT HOLDINGS LTD	5.36
RAMAYANA LESTARI	5.19

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.8175	0.8175	0.8175
Low	0.7780	0.7226	0.4584

Source: Lipper IM

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MANAGER'S COMMENTS

MARKET REVIEW

Global equity did well despite 10-year US treasury yields climbing sharply from 2.4% to 2.7% in January 2018. Global equity markets started the year in 2018 rising 5.6% during the month. Rising 2018 EPS growth expectations and synchronized growth are driving a strong risk-on sentiment across the world. Meanwhile, Asia Ex-Japan equities (+7.5%) were primarily driven by the surge in Chinese equities (+12.5%) as Q4 GDP growth of 6.8% YoY as well as the trade surplus beat estimates. Semiconductor foundries, led by index heavyweight TSMC (+13.0%), propelled Taiwan (+7.6%) on anticipation of strong demand for high-end chips from cryptocurrency market players.

The U.S. economy added 200,000 jobs in January with the best news coming from the wage growth. Average hourly wages rose 0.3%, pushing the yearly increase to 2.9%, the fastest pace in more than eight years. Analysts expect the market to price in tighter monetary policy if inflation driven by wage growth accelerates.

Eurozone retail sales in November grew by 1.5% from a drop of 1.1% in October, indicating robust growth in consumers spending for the holiday shopping season. The growth in sales recovered faster than market expectation of 1.4%. It was also the biggest gain in retail trade since October 2016.

On gaming, we saw strong recovery in gaming revenue in Macau from the latest statistic data. Macau finished January 2018 with GGR of MOP26.3bn (+36% YoY), significantly better than market estimate of MOP24.5bn. Share prices of gaming stocks rallied but were dampen later by news that China is drafting a proposal to allow gambling on Hainan Island.

MARKET OUTLOOK AND STRATEGY

The synchronized global growth (strong earnings momentum), favorable macro backdrop (weaker USD, higher commodity prices, moderate inflation), and accommodative monetary policy were catalysts for the double-digit equity performance in 2017. While these drivers should remain largely supportive in 2018, we believe progress on Trump policy initiatives (i.e., lower corporate taxes, reduction in regulatory burden) should be a significant source of upside for equities and drive further rotation from Growth to Value styles and across sectors.

Coming into 2018, the fund will continue to focus on stock selection with strong fundamentals and earnings growth story. E-Commerce, tourism, luxury brand and entertainment will continue to be our focus. We turned neutral on aviation given the rising oil prices and rising capacity expansion. On tourism, we continue to focus on companies that benefit from Chinese tourism in particular Japan and Thailand in Asia.

DISCLAIMER:

Based on the fund's portfolio returns as at 15 January 2018, the Volatility Factor (VF) for this fund is 10.0 and is classified as "High". (source: Lipper) "High" includes funds with VF that are above 8.0 but not more than 10.6 (source: Lipper). The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC. The VC referred to was dated 31 December 2017 which is calculated once every six months and is valid until its next calculation date, i.e. 30 June 2018.

A Product Highlights Sheet ("PHS") highlighting the key features and risks of the Fund is available and investors have the right to request for a PHS. Investors are advised to obtain, read and understand the PHS and the contents of the Master Prospectus dated 6 October 2017 and its supplementary(ies) (if any) ("the Master Prospectus") before investing. The Master Prospectus has been registered with the Securities Commission Malaysia who takes no responsibility for its contents. Amongst others, investors should consider the fees and charges involved. Investors should also note that the price of units and distributions payable, if any, may go down as well as up. Where a distribution is declared, investors are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from cum-distribution NAV to ex-distribution NAV. Any issue of units to which the Master Prospectus relates will only be made on receipt of a form of application referred to in the Master Prospectus. For more details, please call 1-800-88-3175 for a copy of the PHS and the Master Prospectus or collect one from any of our branches or authorised distributors.

The manager wishes to highlight the specific risks of the Fund are market risk, country risk, currency risk, equity risk, regulatory risk, liquidity risk and equity related securities risk. These risks and other general risks are elaborated in the Master Prospectus.

This factsheet is prepared for information purposes only. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive it. Past performance is not necessarily a guide to future performance. Returns may vary from year to year.

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