

RHB GROWTH AND INCOME FOCUS TRUST

This Fund aims to achieve maximum total returns through a combination of long term growth of capital and current income.

INVESTOR PROFILE

This Fund is suitable for Investors who:

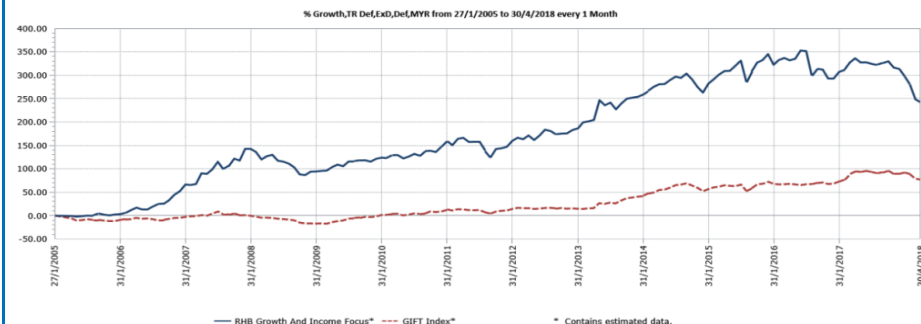
- seek long term capital appreciation through investments in high growth potential small cap securities whilst requiring the flexibility of a conservative portfolio of fixed income securities in order to capitalise and adapt to prevailing market conditions; and
- are willing to accept slightly higher risk in their investments than that normally associated with a general balanced fund in order to achieve long term capital growth and income.

INVESTMENT STRATEGY

- 30% - 70% of NAV: Investments in securities of companies with market capitalization of not more than RM750 million ("small cap securities").
- 30% - 70% of NAV: Investments in fixed income securities, money market instruments, cash and deposits with financial institutions.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*



Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	-1.89	-13.81	-20.29	-17.15
Benchmark	-1.29	-7.81	-9.81	-6.38

	1 Year	3 Years	5 Years	Since Launch
Fund	-21.57	-16.18	12.32	242.18
Benchmark	-8.92	7.20	51.98	76.70

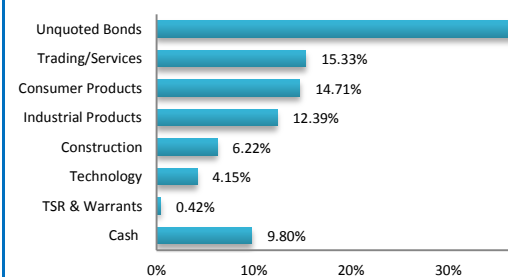
Calendar Year Performance (%)*

	2017	2016	2015	2014	2013
Fund	5.08	-11.62	22.73	2.38	25.10
Benchmark	12.19	-1.96	12.80	8.09	21.51

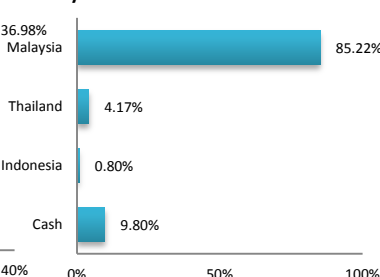
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

BRIGHT FOCUS BHD 2.5% (24/01/2030)	11.89
MEX II SDN BHD 5.7% (29/04/2027)	9.04
GENM CAPITAL BHD 4.98% (31/03/2027)	5.19
BANGKOK AVIATION FUEL SER PLC-FOR	4.17
MUAMALAT IMTN 5.50% (25/11/2021)	3.93

*As percentage of NAV

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.3378	0.4719	0.9179
Low	0.3224	0.3224	0.3224

Source: Lipper IM

Historical Distributions (Last 5 Years) (Net)

	Distribution (sen)	Yield (%)
20 Dec 2017	4.5000	9.89
16 Dec 2016	-	-
16 Dec 2015	2.0500	4.27
16 Dec 2014	2.7800	6.05
27 Dec 2013	7.8075	15.58

Source: RHB Asset Management Sdn. Bhd.

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MANAGER'S COMMENTS

MARKET REVIEW

Global equities were propelled by Developed Markets (+1.0%) to edge up +0.8% in April 2018, lifting year to date (“YTD”) returns to -0.6%. Among the developed markets, The United States of America (“US”) added +0.3%, Europe +2.2% and Japan +0.7%. Futures markets participants are anticipating three more rate hikes in 2018, driving 10-year Treasury yields to scale 3.0% for the first time since 2014. Energy prices sustained their rally from March 2018 (Brent Crude Oil: +8.5%, Gasoline: +5.2%), Industrial Metals rose sharply (Aluminium: +12.5%, Copper: +1.4%).

Asia Ex Japan equities rose +0.6% in April 2018 after a roller coaster ride during the month. China and Hong Kong equity market fell sharply in the first week on rising trade war concerns as China retaliated to the US tariffs on Chinese imports announced in March 2018, leading to consideration of additional tariffs by the US. However, markets recovered during the second half as tensions diffused with the continued opening up of the economy by China. A 100 basis point Reserve Requirement Ratio cut by the People Bank’s of China, provided comfort for investors.

The KLCI ended April 2018 with a +0.4% monthly gain to close at 1,870 points and raised its cumulative gain to +4.1% on the year to date basis. This could be due to increase interest from the foreign investors. The KLCI also outperformed the Morgan Stanley Capital International (“MSCI”) Asia Pacific ex-Japan index in April as well as the broader market and small cap sectors. Malaysia’s Prime Minister announced the dissolution of Parliament on 6 April 2018, paving the way for a General Election (GE14) on 9 May 2018.

MARKET OUTLOOK AND STRATEGY

The U.S. economy remains strong, with its recent unemployment rate goes below 4% to reach 3.9% in April. The European Union’s growth remains broad based and the European Central Bank remains accommodative on their monetary policy. As for China, it has reported its first quarter 2018 GDP growth of 6.8%, topping expectations, while its official GDP forecast for the year is at 6.5%. Concerns over the rising U.S. interest rate and trade tensions between U.S. and China can affect investors’ sentiment, and led to volatility in the global equity market. However, global central bankers continue to assess the global economic developments and still maintaining an accommodative monetary policies to support economic growth.

Domestically, the 14th General Election (GE14) is around the corner, and volatility is expected to be in place. Apart from the GE14 results, investors will also look at the first quarter corporate earnings season, and the release of the first quarter Gross Domestic Product figure. In the short term, sentiments can be driven by newsflows, however, most importantly, the domestic and global economic fundamentals remain strong, and will be the main catalyst for corporates earnings to improve in the longer term.

In terms of strategy, stock selections have become more important in the current market condition. The present broad market weakness presents accumulation opportunity but caution and patience are required. We will continue to focus in value investing, Some of the factors that we look for in companies includes long term earnings visibility, derived from unique product offerings, capacity expansion or new market expansions, besides of their strong balance sheet, cashflows and attractive valuations that will benefit the fund in the longer term.

DISCLAIMER:

Based on the fund’s portfolio returns as at 15 April 2018, the Volatility Factor (VF) for this fund is 14.0 and is classified as “Very High”. (source: Lipper) “Very High” includes funds with VF that are 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 3 August 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 for the Fund are liquidity risk of underlying investments, interest rate risk, credit/default risk, inflation/purchasing power risk, market risk and particular 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.