

RHB CHINA-INDIA DYNAMIC GROWTH FUND

This Fund aims to achieve medium to long term* capital appreciation through investing mainly in the securities of corporations in, or corporations listed or to be listed on stock exchanges in, or corporations (wherever located) which, in the opinion of the managers, derive significant revenue or profits from or have significant assets or business interests in, the People's Republic of China ("China") or the Republic of India ("India").

*Note: "medium to long term" in this context refers to a period of between 3 - 7 years.

INVESTOR PROFILE

This Fund is suitable for investors who:

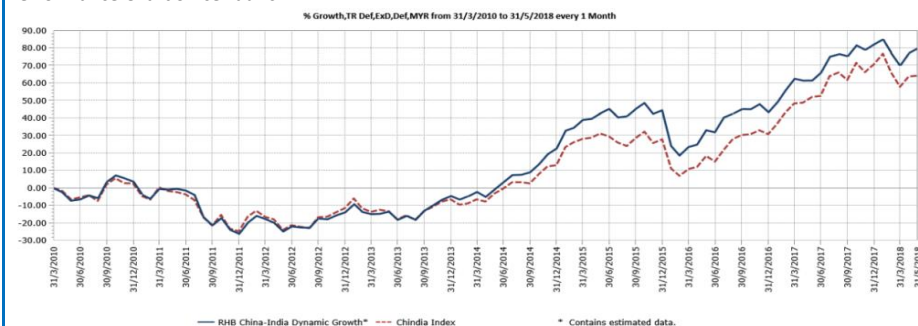
- wish to tap the growth prospects of two emerging growth engines of the world i.e. China and India;
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the medium to long term; and
- seek capital appreciation.

INVESTMENT STRATEGY

- At least 95% of NAV: Investments in the units of United China-India Dynamic Growth Fund.
- 2% - 5% 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	1.55	1.38	0.48	-1.31
Benchmark	0.31	-1.14	-1.20	-3.81

	1 Year	3 Years	5 Years	Since Launch
Fund	11.41	25.99	107.63	79.68
Benchmark	8.04	25.25	89.47	64.11

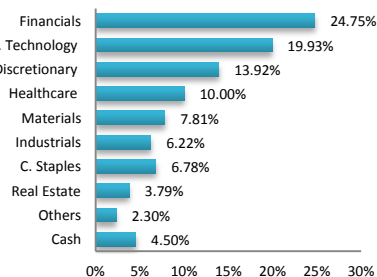
Calendar Year Performance (%)*

	2017	2016	2015	2014	2013
Fund	27.15	-0.90	17.79	28.49	10.79
Benchmark	30.57	2.34	13.06	20.88	5.73

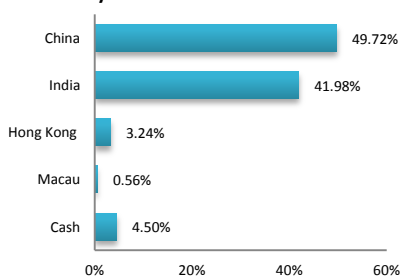
Source: Lipper IM

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

TENCENT HOLDINGS LTD	4.93
ALIBABA GROUP HOLDING LTD	4.40
BAJAJ FINANCE LTD	3.10
CHINA CONSTRUCTION BANK CORP	2.87
INDUSIND BANK LTD	2.43

*As percentage of NAV

*Source: UOBAM, 31 May 2018. Exposure in United China India Dynamic Growth Fund - 97.19%

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.8984	0.9472	0.9472
Low	0.8767	0.8064	0.3648

Source: Lipper IM

FUND DETAILS

Manager	RHB Asset Management Sdn. Bhd.
Trustee	TMF Trustees Malaysia Bhd
Fund Category	Feeder Fund
Fund Type	Growth Fund
Launch Date	11 March 2010
Unit NAV	RM0.8984
Fund Size (million)	RM43.04
Units In Circulation (million)	47.90
Financial Year End	31 July
MER (as at 31 July 2017)	0.68%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	50% MSCI China Index (RM) + 50% MSCI India Index (RM)
Sales Charge	Up to 5.50% of investment amount*
Redemption Charge	None
Annual Management Fee	1.80% p.a. of NAV*
Annual Trustee Fee	0.08% p.a. of NAV, subject to a min. of RM18,000 p.a.*
Switching Fee	RM25.00 per switch*
Redemption Period	Within 10 days after receipt the request to repurchase
Distribution Policy	None

*The implementation of GST will be effective from 1 April 2015 at the rate of 6% and the fees or charges payable is exclusive of GST.

*For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

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MANAGER'S COMMENTS

CHINA MARKET COMMENTARY

SSE 50 China A Share fell 1.28% and MSCI China rose 2.43% (JPY terms) in the month of May 2018.

China equities appreciated in May, outperforming global and other emerging markets. As the US dollar strengthened and funds exited emerging markets and Asia, Hong Kong and China stood out for their stable currencies and strong current account surpluses, remaining much more resilient.

Fundamentals remained solid as: 1) May official PMI stayed firm at 51.9 (April: 51.4), 2) Industrial profit growth picked up to 21.9%yoy in April, with details suggesting efficiency improvement and leverage reduction, 3) Positive 1Q18 earning results across cyclicals. On the other hand, market direction remained mixed, mainly on continuing US-China trade frictions as the US brought back the tariff plan, one week after the joint announcement that both sides agreed to take measures to reduce the bilateral trade imbalance. Rising debt default rate intensified market concerns, especially on real estate. Mutual Market Access Southbound recorded net outflows of HKD5.2bn in May (April: net outflows of HKD8.1bn). However, Northbound flows set an historical high with RMB50.9bn of inflows in May, driven by MSCI A-share inclusion.

By sectors, healthcare, Consumer Staples, utilities, IT, energy, Consumer Discretionary and industrials outperformed. Telecom, real estate, financials and materials lagged.

INDIA MARKET COMMENTARY

MSCI India fell 2.34% (MYR terms), Sensex rose 0.78% (MYR terms) and Nifty rose 0.29% (MYR terms) in May 2018.

Equity markets remained volatile during the month with pressure on mid-caps and small-caps. Rising crude oil prices, depreciation in INR, and the outcome of the Karnataka elections weighed on the market. Sensex started the month at 35160.35 and closed at 35322.38, ~0.46% higher over the month. Nifty started at 10739.35 and closed flat at 10736.15. As per latest data, FIIs were net sellers in Equity with outflow of USD 1.20 Bn compared to outflow of USD 0.97 Bn seen last month. FIIs sold USD 2.58 Bn in Indian debt compared to outflow of USD 1.77 Bn last month. Domestic Institutions were net buyers in equities with net buying of USD 2.02 Bn in the month.

MARKET OUTLOOK

Imposition of sanctions on Iran by the US has created geo-political uncertainty leading to sharp rise in crude oil prices, which were already on an uptrend. However, Russia and Saudi Arabia have indicated that they may increase oil supply going ahead which may keep crude oil prices under check in the near term. A sharp rise in crude oil prices is a concern for India as it may lead to worsening of Current Account Deficit and increase in inflation. However, in case OPEC increases its crude oil output during the second half of the year, it will be positive for India from a macro economic perspective. A weak global sentiment has led to outflow of funds from emerging markets, including India, putting pressure on the currency as well. The depreciation of the INR was anticipated as the currency has been in an overvalued zone for quite some time. Post the recent depreciation, the INR seems to be in the fair value zone now and shall remain near current levels going forward, although there may be some volatility in the near term. There are green shoots to growth visible in Q3 results, which appear to have become stronger in Q4. India has seen muted growth over the last three to four years and there is an expectation of a turnaround in both economic growth and corporate earnings. Valuations, which had become expensive post the sharp rally in the market, have cooled down post the correction witnessed over the last three months, especially in the mid cap segment. The Target Fund Manager remains confident about the long term growth potential in the Indian economy and feel that the ongoing correction offers an opportunity to increase exposure in select high quality sectors and companies.

DISCLAIMER:

Based on the Fund's portfolio returns as at 15 May 2018, the Volatility Factor (VF) for this Fund is 13.6 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 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 management risk and foreign investment risks such as currency risk and country risk and the specific risks of the Target Fund are equity risk, single country, sector and regional risk, small and medium capitalisation companies risk, repatriation risk, regulatory risk, taxation risk and political 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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