RHB Asset Management

FUND FACTSHEET – JUNE 2018

All data expressed as at 31 May 2018 unless otherwise stated

3-year Fund Volatility 11.5 very high Lipper Analytics 15 MAY 2018

RHB DIVIDEND VALUED EQUITY FUND

This Fund aims to provide investors with total returns primarily through investment in equity and equity related securities of companies which offer attractive yields and sustainable dividend payments.

INVESTOR PROFILE

This Fund is suitable for investors who:
• want capital growth as well as income; and
• willing to accept short term fluctuations in capital values.

INVESTMENT STRATEGY

• Minimum of 70% and up to 98% of NAV: Investments in equities.
• Minimum of 2% and up to 30% of NAV: Investments in fixed income securities and/or liquid assets.

FUND PERFORMANCE ANALYSIS

Performance Chart Since Launch*

Cumulative Performance (%)*

	1 Month	3 Months	6 Months	YTD
Fund	**-0.28**	**-3.82**	**-9.33**	**-8.18**
Benchmark	0.61	-0.45	-0.01	-2.02

	1 Year	3 Years	5 Years	Since Launch
Fund	**-6.37**	**-5.79**	**9.73**	**54.84**
Benchmark	8.10	34.24	82.35	218.04

Calendar Year Performance (%)*

	2017	2016	2015	2014	2013
Fund	**7.51**	**0.15**	**10.57**	**0.00**	**-0.57**
Benchmark	23.88	11.86	11.60	10.05	11.02

Source: Lipper IM

FUND DETAILS

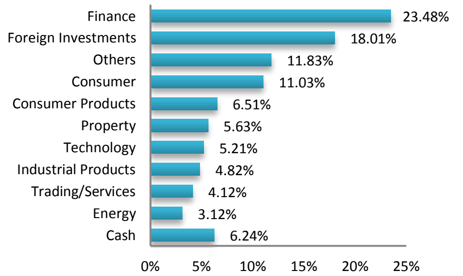
Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Equity Fund
Fund Type	Capital Growth and Income Fund
Launch Date	13 July 2005
Unit NAV	RM0.3505
Fund Size (million)	RM6.43
Units In Circulation (million)	18.33
Financial Year End	31 May
MER (as at 31 May 2017)	2.76%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	MSCI Asia Pacific Free ex Japan Index
Sales Charge	Up to 5.00% of NAV per unit*
Redemption Charge	None
Annual Management Fee	Up to 1.80% p.a. of NAV*
Annual Trustee Fee	0.06% p.a. of NAV*
Switching Fee	RM25.00 per switch*
Redemption Period	Within 10 days after receipt the request to repurchase
Distribution Policy	Annually, if any

**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.*

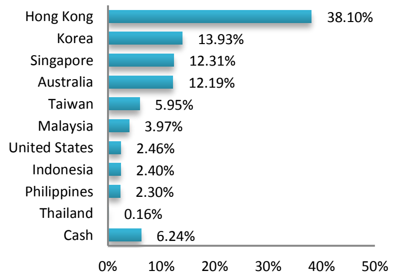
**For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.*

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

ISHARES MSCI INDIA INDEX ETF	5.28
SAMSUNG ELECTRONICS CO LTD	4.80
SK HYNIX GROUP	4.29
PING AN INSURANCE GROUP	4.07
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LTD	3.95

**As percentage of NAV*

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.3762	0.4401	0.6866
Low	0.3478	0.3478	0.2762

Source: Lipper IM

Historical Distributions (Last 5 Years) (Net)

	Distribution (sen)	Yield (%)
24 May 2018	2.0500	5.11
23 May 2017	4.2000	10.04
26 May 2016	2.6000	6.06
31 May 2015	-	-
31 May 2014	-	-

Source: RHB Asset Management Sdn. Bhd.

RHB DIVIDEND VALUED EQUITY FUND

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MANAGER'S COMMENTS

MARKET REVIEW

Global manufacturing PMI remained solid at 53.1 in May. Year to date, global economies have been registering a stronger US PMI but compensated by a softer Europe PMI and a mixed scenario for Asia. The fluctuation in the 10 year treasuries yield is closely monitored by the investment community. UST 10 years surged by 15.8bps to reach a high of 3.11% in mid-May, then tampering off back to 2.86% by end of the month on the back of a risk off scenario triggered by political crisis in Spain and Italy.

Within Asia, despite the volatility and trade tensions, MSCI China +1.4% was the best performer in May. Even though the recent third round of US-China trade talks in Beijing remains inconclusive thus far, the widely-held view currently is for China to be pro-active in resolving the tension through importing more US farm products ranging from more soybeans to oil and gas. Meanwhile, MSCI Malaysia (-7%) got battered in response to the politic uncertainty. Malaysia’s opposition coalition, Pakatan Harapan, led by 93 year old former Prime Minister Tun Dr. Mahathir won the 14th General Elections. This was a major upset for the incumbent UNMO led by Barisan Nasional alliance. Sweeping changes were made within the country. The Malaysian government remains confident to achieve the previous 2.8% fiscal deficit target which will be supported from the higher oil prices and GLC dividends. In addition, concerns on currency depreciation and impact of high oil prices continue to plague India (-2.6%) and Philippines (-3.4%).

MARKET OUTLOOK AND STRATEGY

Coming into June, we remain long-term optimistic on Asia with PMI supporting growth amid increased volatility from Non-Asian emerging markets. It is good to note that Asia’s creditworthiness has improved tremendously compared to the previous cycles. As market has already priced in a 25bps hike from FOMC, we are expecting a softer USD for the month of June, which is generally positive for Asia. Furthermore, the trade war tensions and US-North Korea summit might further weaken the USD. Over at the ECB front, there is a good chance that ECB may give more insights on their intentions on end quantitative easing in the next meeting.

China/HK remain our overweight country as we see steady momentum in China April activity indicators together with solid FX reserve strength. In light of the more cautious view on external environment, the China government has since adjusted the pace of regulatory tightening on a discretionary basis. Further RRR cuts will be likely in the next 6 months.

Sector wise, we favour the financial sectors as we see loan growth and improving net interest income. Also, adding to our exposure to energy and technology sectors, we are positive on their re-rating story on the back of higher energy prices and users penetration growth respectively.

DISCLAIMER:

Based on the fund’s portfolio returns as at 15 May 2018, the Volatility Factor (VF) for this fund is 11.5 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 15 July 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 stock market risk, currency risk, liquidity risk, country risk, sector risk, interest rate risk, credit/default risk, issuer risk, inflation/purchasing power risk and regulatory 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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