RHB GOLDEN DRAGON FUND

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

INVESTOR PROFILE

This Fund is suitable for investors who:

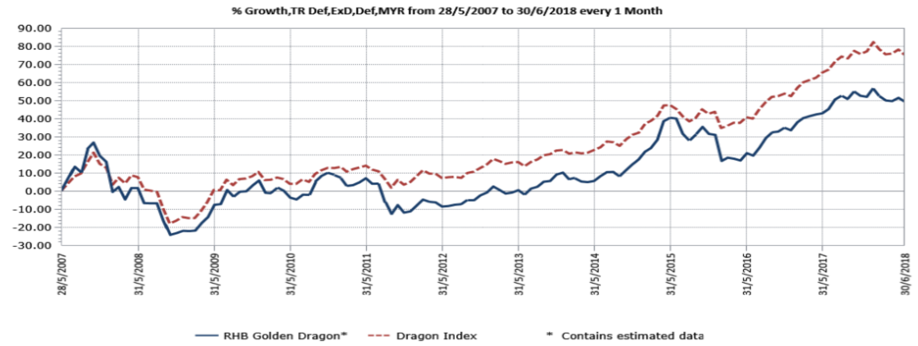
- are conservative and yet wish to participate opportunistically in the potential of the fast growing Greater China markets;
- seek a flexible investment mandate capable of capitalising and adapting to prevailing market conditions;
- are willing to accept moderate risk in their investments in order to achieve long term capital growth and income.

INVESTMENT STRATEGY

- 30% - 70% of NAV: Investments in securities of & securities relating to companies whose businesses are in the Greater China (i.e. the People's Republic of China, Hong Kong SAR and Taiwan) & are listed on the Greater China markets and/or other markets.
- 30% - 70% of NAV: Investments in Malaysian 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	**-1.40**	**-0.46**	**-1.58**	**-1.58**
Benchmark	-1.63	-0.17	-1.10	-1.10

	1 Year	3 Years	5 Years	Since Launch
Fund	**2.92**	**6.65**	**52.23**	**49.46**
Benchmark	4.86	20.62	54.22	75.17

Calendar Year Performance (%)*

	2017	2016	2015	2014	2013
Fund	**13.68**	**2.02**	**11.36**	**6.55**	**11.05**
Benchmark	16.20	6.02	8.85	7.76	7.00

Source: Lipper IM

FUND DETAILS

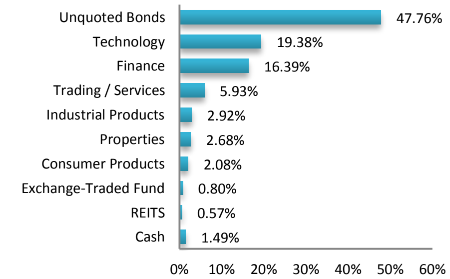
Manager	RHB Asset Management Sdn. Bhd.
Trustee	HSBC (Malaysia) Trustee Bhd
Fund Category	Equity / Bond Fund
Fund Type	Growth and Income Fund
Launch Date	08 May 2007
Unit NAV	RM0.5356
Fund Size (million)	RM32.52
Units In Circulation (million)	60.73
Financial Year End	31 December
MER (as at 31 Dec 2017)	2.10%
Min. Initial Investment	RM1,000.00
Min. Additional Investment	RM100.00
Benchmark	50% MSCI Golden Dragon Index (RM) + 50% RAM qs MGS 3-7 (medium)
Sales Charge	Up to 5.26% of investment amount*
Redemption Charge	None
Annual Management Fee	1.80% p.a. of NAV*
Annual Trustee Fee	Up to 0.08% 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

**All fees and charges payable to Manager and the Trustee are subject to any applicable taxes and/or duties and at such rate as may be imposed by the government from time to time.*

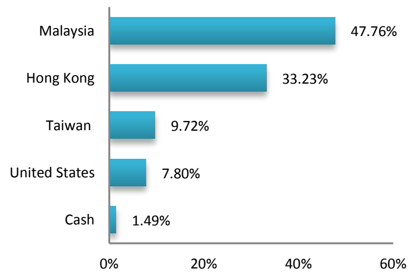
For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is exclusive of the management fee and trustee fee for the relevant day.

FUND PORTFOLIO ANALYSIS

Sector Allocation*



Country Allocation*



Top Holdings (%)*

MEX II SDN BHD 6.2% (29/04/2032)	14.07
ALPHA CIRCLE 5.6% (18/11/2022)	7.70
ALPHA CIRCLE 5.30% (23/02/2021)	5.83
TENCENT HOLDINGS LTD	5.67
SPECIAL POWER VEHICLE (17/05/2019)	5.23

**As percentage of NAV*

FUND STATISTICS

Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.5554	0.5679	0.6106
Low	0.5292	0.5179	0.3026

Source: Lipper IM

Historical Distributions (Last 5 Years) (Net)

	Distribution (sen)	Yield (%)
31 Dec 2017	-	-
28 Dec 2016	3.6000	7.51
16 Dec 2015	4.5750	8.24
31 Dec 2014	-	-
31 Dec 2013	-	-

Source: RHB Asset Management Sdn. Bhd.

3-year Fund Volatility 10.3 very high Lipper Analytics 15 JUN 2018

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MANAGER'S COMMENTS

MARKET REVIEW

In June, global PMI remained in expansionary territory amid slower growth for US and Asia while improving in Europe. US flash composite PMI eased slightly to 56.0 in June, down from the 56.6 recorded in the previous month, while Eurozone flash composite PMI improved by 0.7pts to 54.8 due to an improved Services PMI. In Asia, China's PMI Caixin eased by 0.1pts to 51.0, but remain in a healthy range.

Trade tension intensified over the last two weeks of June. China retaliated quickly when US announced a 25% tariff on the final list of USD34 billion worth of Chinese imports, effective from July 6. China's shift in stance, from "open to negotiations" to "retaliation", has triggered a sell-off in the equity market. MSCI China came off –5.6% (local currency) in the month of June, led by economic sensitive sectors like basic materials and industrial. Reaching a deal in the near term seems unlikely, and trade tensions could continue to affect market sentiment. Furthermore, despite robust sales data, the market is starting to be concerned over the tightness in credit within the property sector. The National Development and Reform Commission (NDRC) reiterated its stance to limit offshore bond issuances for property developers.

The recent 50bp RRR cut will inject an estimated RMB700 billion liquidity into the system, effective July 7. Central government spending has been prudent in the first few months of 2018. And the government is running a surplus of nearly RMB400 billion as of end May. Therefore, we foresee ample firepower to beef up fiscal policy in the 2H18. In light of more cautious views on the external environment, this shift to a more easing bias provides support to China's economic growth amidst uncertainty. We expect further RRR cuts near term to maintain the liquidity condition.

In Taiwan, market sentiment for technology stocks has been negatively affected by the outbreak of the Sino-US trade war. The technology supply chain in Asia is heavily involved in the production of semiconductor chips and other components used in smartphones/tablets/PCs. We do not expect these end-products to be included in the tariff list of either country. If the end-product is not included in the tariff list, the components used within the end-product will also be exempted. As a result, the actual earning impacts of the trade war on the Asian technology supply chain should be fairly limited.

MARKET OUTLOOK AND STRATEGY

We view this sell off as blanket selling across the emerging market, and have more or less discounted the threat of a trade war. Unless there is a massive escalation in tensions, we do see value emerging in the Chinese equity market, especially in resilient sectors like consumption, healthcare and internet technology. It is good to note that the government has indicated more policy easing measures are scheduled for release over coming months. The statement from the first Monetary Policy Committee (MPC) meeting held on June 28 indicated a shift in policy stance to "reasonably adequate" liquidity conditions and a softened tone on deleveraging. On top of RRR cuts, there are levers that China can pull to ensure continued growth, including: 1) increasing commercial bank loan quotas, 2) employing "asymmetric" strategy in RMB market intervention, and 3) tax cut for affected sectors etc.

We skewed our portfolio towards companies with strong balance sheets and good cash flow generation. This has allowed us to better weather market volatility. We like the consumer sector, new economy technology companies as well as large banks. Energy equities, riding on the back of high energy prices, is one of the outperformers in our portfolio. We remains selective in the property sector and prefer companies with good sales growth and lower gearing ratios.

The Chinese internet sector remain one of our favourite sectors for its long-term penetration story. We particularly like stocks within the e-commerce and search engine sector for its good growth prospects at reasonable valuations. However, these sectors did not perform well this month due to market sell-off related to investor concerns over a potential Sino-US trade war. Based on our channel check, the fundamentals of the stocks that we like remain intact and we believe that recent share price weaknesses present good buying opportunities.

We maintain our neutral view over Taiwanese equities. Sales from foreign investors accelerated in June at USD2.8 billion, compared to the USD930 million in May, with sales concentrating in the technology sector. The Taiwan dollar also depreciated by 1.7%. The market is now attractive, trading at its lowest valuations in seven years. Out neutral view is centered upon positive bottom-up stock outlook, particularly for the technology sector. We expect the sector to benefit from a pick-up in demand for Apple supply chain components towards the end of the year and the weak Taiwan dollar.

DISCLAIMER:

Based on the fund's portfolio returns as at 15 June 2018, the Volatility Factor (VF) for this fund is 10.3 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 September 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 restrictive geographical market, interest rate risk, credit and default risk, foreign investment risks such as country risk and currency risk and equities investment risks such as market risk and particular security 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.