

### 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:

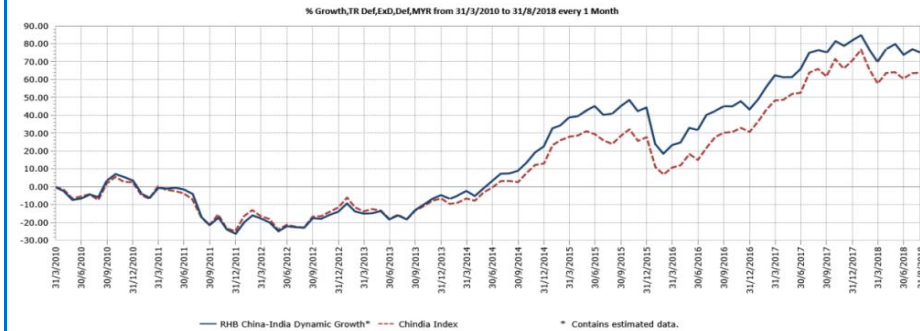
- wish to tap the growth prospects of two emerging growth engines of the world i.e. China and India;
- are willing to accept a higher risk in their investments to obtain potentially higher returns in the medium to long term; and
- seek capital appreciation.

#### 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	-1.11	-2.70	-1.37	-3.98
Benchmark	0.19	-0.20	-1.33	-4.00

	1 Year	3 Years	5 Years	Since Launch
Fund	-0.85	23.99	113.51	74.82
Benchmark	-1.27	32.19	100.57	63.79

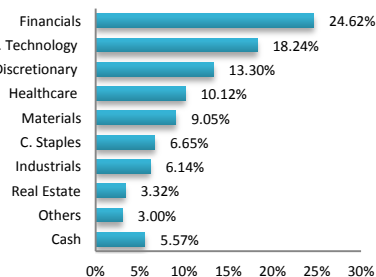
##### Calendar Year Performance (%)\*

	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

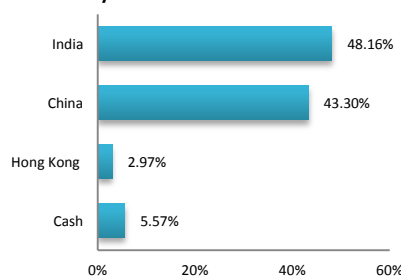
Source: Lipper IM

#### FUND PORTFOLIO ANALYSIS

##### Sector Allocation\*



##### Country Allocation\*



##### Top Holdings (%)\*

TENCENT HOLDINGS LTD	4.42
ALIBABA GROUP HOLDING LTD	3.97
BAJAJ FINANCE LTD	3.89
CHINA CONSTRUCTION BANK	2.55
INDUSIND BANK LTD	2.50

\*As percentage of NAV

\*Source: UOBAM, 31 August 2018. Exposure in United China India Dynamic Growth Fund - 96.03%

#### FUND STATISTICS

##### Historical NAV (RM)

	1 Month	12 Months	Since Launch
High	0.8846	0.9472	0.9472
Low	0.8528	0.8498	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	RM0.8741
Fund Size (million)	RM38.92
Units In Circulation (million)	44.53
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

\*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.

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### MANAGER'S COMMENTS

#### CHINA MARKET COMMENTARY

SSE 50 China A Share fell 3.80% and MSCI China fell 4.50% (JPY terms) in the month of Aug 2018.

Sentiment in the region China remained cautious amidst a weaker Renminbi and emerging market contagion. The markets were further weighed down as the US appeared to reach a trade resolution with Mexico, Canada and Korea, while escalating issues with China.

Economic data generally remained expansionary worldwide. The US purchasing managers' index (PMI) bounced back up to 61.3, the strongest in 14 years. Elsewhere, the China manufacturing gauge felt the pinch from the trade war. Though the official number in China inched up to 51.3, the Caixin fell to 50.6. For other major economies, the Eurozone and India declined.

The China markets declined, underperforming the region and other emerging markets. The US-China trade war overhang persisted as the imposition of US tariffs on \$200bn Chinese goods looks imminent. China's July macro disappointed, led by further deceleration in infrastructure FAI and retail sales. The sharp Rmb depreciation since mid June has also been an overhang though it has stabilized in recent weeks. MMA Southbound recorded net outflow at HKD22bn in August vs July net inflow at HKD3.9bn. By sector, telecom, energy and real estate outperformed. Utilities, consumer staples, materials, IT, industrials and consumer discretionary lagged.

#### INDIA MARKET COMMENTARY

MSCI India rose 0.60% (JPY terms), Sensex fell 1.37% (JPY terms) and Nifty fell 1.28% (JPY terms) in Aug 2018.

Equity market continued to rally building further on the momentum seen in the previous month primarily on the back of improving growth trends visible in the Q1FY19 corporate results. Sensex started the month at 37606.58 and closed at 38645.07, ~2.76% higher over the month. Nifty started at 11356.50 and closed at 11680.50, higher by ~2.9% over the month. As per latest data, FIIs were net sellers in Equity with outflow of USD 0.28 Bn and new buyers in Fixed Income with inflow of USD 0.33 Bn. Domestic Institutions were net buyers in equities with net buying of USD 0.40 Bn in the month.

#### MARKET OUTLOOK

Currency markets globally have witnessed turmoil given rising crude oil prices, deteriorating external balances for net importing countries, rising inflationary pressures, sanctions and tariffs slammed on imports by US and rising retaliatory measures amidst trade protectionism. In line with the weakness in EM currencies, INR has also depreciated significantly. However, Indian equities have remained resilient amidst rising global turmoil. Q1FY19 earnings growth has been healthy on the back of low base and demand recovery. Also, the Indian economy is exhibiting signs of economic uptick on the micro and domestic fronts (as indicated from vehicle sales, GDP growth, credit growth, etc). On the global front as well, post a prolonged downturn, developed economies are seeing economic recovery over last few quarters. While the economy continues to gather steam on the domestic/micro front, challenges on the external front pose a threat in the near term. Although the market will continue to react to news flow, both domestic and global, the Target Fund Manager believes that earnings growth will be the key driver for the market going ahead. Green shoots visible in corporate results declared for the January-March quarter appear to have become stronger as visible in the April-June quarter results. The Target Fund Manager continues to remain positive on the long term growth prospects of the Indian economy.

#### DISCLAIMER:

Based on the fund's portfolio returns as at 15 August 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 11.1 (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 30 June 2018 which is calculated once every six months and is valid until its next calculation date, i.e. 31 December 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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